

**Mercy Housing, Inc.**

**Consolidated Financial Statements  
(With Supplementary Information)  
and Independent Auditor's Report**

**December 31, 2021 and 2020**

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# Mercy Housing, Inc.

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## Independent Auditor's Report

To the Board of Directors  
Mercy Housing, Inc.

### Report on the Audit of the Consolidated Financial Statements

#### *Opinion*

We have audited the accompanying consolidated financial statements of Mercy Housing, Inc., which comprise the consolidated statement of financial position as of December 31, 2021 and 2020 and the related consolidated statements of activities, changes in net assets and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Mercy Housing, Inc. as of December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Mercy Housing, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. The financial statements of certain subsidiaries and affiliates were not audited in accordance with *Government Auditing Standards*.

#### *Responsibilities of Management for the Consolidated Financial Statements*

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Mercy Housing, Inc.'s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

#### *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally

accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Mercy Housing, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Mercy Housing, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### *Supplementary Information*

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information on pages 51 to 294 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Requirements* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2022, on our consideration of Mercy Housing, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Mercy Housing, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mercy Housing, Inc.'s internal control over financial reporting and compliance.



Charlotte, North Carolina  
April 21, 2022

**Mercy Housing, Inc.**

**Consolidated Statements of Financial Position  
December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 110,688,192	\$ 101,627,573
Cash, tenant security deposits	10,111,329	9,821,990
Cash, restricted	60,968,855	46,962,079
Investments	2,840,000	3,637,999
Investments, restricted	2,902	8,458
Accounts receivable, net	29,408,356	23,089,314
Pledges receivable, net	5,729,298	12,519,571
Grants receivable	1,600,714	1,157,610
Current portion of notes and interest receivable	41,569,130	26,508,805
Prepaid expenses and other assets	11,788,854	3,595,655
Assets held for sale	2,056,314	-
	<u>276,763,944</u>	<u>228,929,054</u>
Total current assets		
	<u>3,163,533,361</u>	<u>2,964,841,911</u>
Property and equipment, net		
Other long-term assets		
Restricted property reserves	220,018,776	205,384,663
Investments	16,560,000	17,150,000
Investments, restricted	6,516,935	6,427,377
Pledges receivable, net	14,685,621	14,275,365
Investments in unconsolidated entities, net	4,051,531	1,026,680
Notes and interest receivable, net	37,690,726	41,694,218
Other assets, net	29,265,007	26,211,964
	<u>328,788,596</u>	<u>312,170,267</u>
Total other long-term assets		
Total assets	<u><u>\$ 3,769,085,901</u></u>	<u><u>\$ 3,505,941,232</u></u>

**Mercy Housing, Inc.**

**Consolidated Statements of Financial Position  
December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
Liabilities		
Current liabilities		
Accounts payable and accrued expenses	\$ 117,837,218	\$ 111,235,289
Accrued interest	7,916,088	6,919,218
Notes payable - current	279,147,986	199,759,352
Deferred revenue and other liabilities	7,481,236	6,645,277
Tenant security deposits	<u>10,029,466</u>	<u>9,795,215</u>
Total current liabilities	<u>422,411,994</u>	<u>334,354,351</u>
Long-term liabilities		
Accrued interest	156,532,908	143,383,495
Notes payable, non-current, net	1,884,425,392	1,728,381,342
Deferred revenue and other liabilities	<u>45,548,962</u>	<u>39,353,885</u>
Total long-term liabilities	<u>2,086,507,262</u>	<u>1,911,118,722</u>
Total liabilities	<u>2,508,919,256</u>	<u>2,245,473,073</u>
Commitments	-	-
Net assets without donor restrictions		
Net assets without donor restrictions, controlling	424,103,738	386,594,677
Net assets without donor restrictions, noncontrolling	<u>777,451,908</u>	<u>820,138,639</u>
Total net assets without donor restrictions	1,201,555,646	1,206,733,316
Net assets with donor restrictions	<u>58,610,999</u>	<u>53,734,843</u>
Total net assets	<u>1,260,166,645</u>	<u>1,260,468,159</u>
Total liabilities and net assets	<u>\$ 3,769,085,901</u>	<u>\$ 3,505,941,232</u>

See Notes to Consolidated Financial Statements.

**Mercy Housing, Inc.**

**Consolidated Statements of Activities  
Year Ended December 31, 2021**

	Programs							
	Property Operations & Management	Resident Services	Housing Development	Mercy Community Capital	Corporate Operations	Total	Without donor Restrictions	With donor Restrictions
<b>Revenues</b>								
Rent - net of vacancies	\$ 286,835,506	\$ -	\$ -	\$ -	\$ -	\$ 286,835,506	\$ 286,835,506	\$ -
Developer fees	-	-	25,394,626	-	-	25,394,626	25,394,626	-
Services fees	864,405	356,141	92,776	-	-	1,313,322	1,313,322	-
Philanthropy	1,895,163	17,853,560	11,010,343	6,994,814	2,762,793	40,516,673	24,169,596	16,347,077
Capital grants	9,357,783	59,370	1,588,261	-	-	11,005,414	11,005,414	-
Consulting	7,230	791,758	8,500	-	-	807,488	807,488	-
Interest	(516,275)	35,900	187,367	3,794,963	421,351	3,923,306	3,923,306	-
Other	17,516,032	91,713	1,775,306	538,433	348,782	20,270,266	20,270,266	-
Release of restricted assets	-	-	-	-	-	-	11,470,921	(11,470,921)
<b>Total revenues</b>	<u>315,959,844</u>	<u>19,188,442</u>	<u>40,057,179</u>	<u>11,328,210</u>	<u>3,532,926</u>	<u>390,066,601</u>	<u>385,190,445</u>	<u>4,876,156</u>
<b>Expenses and losses</b>								
Compensation	81,706,636	15,951,587	12,373,683	1,231,641	15,917,132	127,180,679	127,180,679	-
Administrative	14,878,318	3,393,764	1,728,646	59,396	12,771,490	32,831,614	32,831,614	-
Professional services	8,540,106	1,087,306	1,802,944	51,554	4,257,120	15,739,030	15,739,030	-
Depreciation and amortization	139,346,926	-	247,398	-	520,817	140,115,141	140,115,141	-
Grants	215,738	823,023	596,455	-	5,650	1,640,866	1,640,866	-
Facility	91,386,099	41,688	984,359	-	7,923,306	100,335,452	100,335,452	-
Interest and fees	49,029,971	40	6,918	1,390,091	1,359,568	51,786,588	51,786,588	-
Bad debts	5,248,723	33,224	2,045,019	735,983	(26,314)	8,036,635	8,036,635	-
Provision for impaired assets	5,018,397	-	-	-	-	5,018,397	5,018,397	-
Project expenses	-	-	670,864	-	-	670,864	670,864	-
Allocation	3,343,402	6,288,576	4,390,401	401,654	(14,424,033)	-	-	-
(Gain)/loss on sale of assets	(10,025,851)	-	(2,853,425)	-	-	(12,879,276)	(12,879,276)	-
(Gain)/loss on investment in unconsolidated entities, net	642	-	273,964	(12,500)	34,160	296,266	296,266	-
<b>Total expenses and losses</b>	<u>388,689,107</u>	<u>27,619,208</u>	<u>22,267,226</u>	<u>3,857,819</u>	<u>28,338,896</u>	<u>470,772,256</u>	<u>470,772,256</u>	<u>-</u>
<b>Change in net assets</b>								
Consolidated	(72,729,263)	(8,430,766)	17,789,953	7,470,391	(24,805,970)	(80,705,655)	(85,581,811)	4,876,156
Attributable to non-controlling interest	(115,191,193)	-	(57,466)	-	-	(115,248,659)	(115,248,659)	-
<b>Change in net assets attributable to Mercy Housing, Inc.</b>	<u>\$ 42,461,930</u>	<u>\$ (8,430,766)</u>	<u>\$ 17,847,419</u>	<u>\$ 7,470,391</u>	<u>\$ (24,805,970)</u>	<u>\$ 34,543,004</u>	<u>\$ 29,666,848</u>	<u>\$ 4,876,156</u>



# Mercy Housing, Inc.

## Consolidated Statements of Activities Year Ended December 31, 2020

	Programs							
	Property Operations & Management	Resident Services	Housing Development	Mercy Community Capital	Corporate Operations	Total	Without donor Restrictions	With donor Restrictions
<b>Revenues</b>								
Rent - net of vacancies	\$ 277,567,795	\$ -	\$ -	\$ -	\$ -	\$ 277,567,795	\$ 277,567,795	\$ -
Developer fees	-	-	26,887,228	-	-	26,887,228	26,887,228	-
Services fees	1,034,207	798,060	169,616	-	-	2,001,883	2,001,883	-
Philanthropy	1,469,255	14,450,933	4,694,855	881,187	3,220,729	24,716,959	11,051,454	13,665,505
Capital grants	4,612,249	-	21,655,035	-	-	26,267,284	26,267,284	-
Consulting	-	548,038	537,591	-	-	1,085,629	1,085,629	-
Interest	2,754,108	20,875	489,948	3,028,719	460,758	6,754,408	6,754,408	-
Other	14,439,158	40,432	3,944,042	389,096	605,841	19,418,569	19,418,569	-
Release of restricted assets	-	-	-	-	-	-	43,717,924	(43,717,924)
<b>Total revenues</b>	<u>301,876,772</u>	<u>15,858,338</u>	<u>58,378,315</u>	<u>4,299,002</u>	<u>4,287,328</u>	<u>384,699,755</u>	<u>414,752,174</u>	<u>(30,052,419)</u>
<b>Expenses and losses</b>								
Compensation	78,271,873	15,154,969	12,010,349	1,225,013	14,355,344	121,017,548	121,017,548	-
Administrative	13,612,916	3,863,486	1,647,937	37,480	16,916,041	36,077,860	36,077,860	-
Professional services	7,809,706	841,253	1,248,753	56,936	2,419,448	12,376,096	12,376,096	-
Depreciation and amortization	131,975,963	-	245,508	-	523,361	132,744,832	132,744,832	-
Grants	839,762	-	237,063	-	653,368	1,730,193	1,730,193	-
Facility	86,288,086	8,515	1,052,858	-	6,606,827	93,956,286	93,956,286	-
Interest and fees	50,272,244	129	18,460	1,361,810	1,088,001	52,740,644	52,740,644	-
Bad debts	3,853,901	362,405	14,333	626,764	80,354	4,937,757	4,937,757	-
Project expenses	-	-	600,116	-	-	600,116	600,116	-
Allocation	2,397,044	7,330,589	2,892,698	401,750	(13,022,081)	-	-	-
(Gain)/loss on sale of assets	(1,714,683)	-	-	-	-	(1,714,683)	(1,714,683)	-
(Gain)/loss on investment in unconsolidated entities, net	-	-	380,313	(12,500)	10,439	378,252	378,252	-
<b>Total expenses and losses</b>	<u>374,036,423</u>	<u>27,561,346</u>	<u>20,348,388</u>	<u>3,697,253</u>	<u>29,631,102</u>	<u>455,274,512</u>	<u>455,274,512</u>	<u>-</u>
<b>Change in net assets</b>								
Consolidated	(72,159,651)	(11,703,008)	38,029,927	601,749	(25,343,774)	(70,574,757)	(40,522,338)	(30,052,419)
Attributable to non-controlling interest	(105,960,483)	-	(1,026)	-	-	(105,961,509)	(105,961,509)	-
<b>Change in net assets attributable to Mercy Housing, Inc.</b>	<u>\$ 33,800,832</u>	<u>\$ (11,703,008)</u>	<u>\$ 38,030,953</u>	<u>\$ 601,749</u>	<u>\$ (25,343,774)</u>	<u>\$ 35,386,752</u>	<u>\$ 65,439,171</u>	<u>\$ (30,052,419)</u>

See Notes to Consolidated Financial Statements.

**Mercy Housing, Inc.**

**Consolidated Statements of Changes In Net Assets  
Years Ended December 31, 2021 and 2020**

	Net Assets Without Donor Restrictions			Net Assets With Donor	Total Net Assets
	Controlling	Noncontrolling	Total	Restrictions	
Balance, January 1, 2020	\$ 336,330,359	\$ 703,319,695	\$ 1,039,650,054	\$ 83,787,262	\$ 1,123,437,316
Contributions	-	222,370,071	222,370,071	-	222,370,071
Distributions	-	(4,282,918)	(4,282,918)	-	(4,282,918)
Syndication	(373,304)	(659,366)	(1,032,670)	-	(1,032,670)
Other transfers	(14,801,549)	5,352,666	(9,448,883)	-	(9,448,883)
Excess (deficiency) of revenues over expenses	<u>65,439,171</u>	<u>(105,961,509)</u>	<u>(40,522,338)</u>	<u>(30,052,419)</u>	<u>(70,574,757)</u>
Balance, December 31, 2020	386,594,677	820,138,639	1,206,733,316	53,734,843	1,260,468,159
Contributions	-	82,449,930	82,449,930	-	82,449,930
Distributions	-	(978,954)	(978,954)	-	(978,954)
Syndication	(60,102)	(714,248)	(774,350)	-	(774,350)
Other transfers	7,902,315	(8,194,800)	(292,485)	-	(292,485)
Excess (deficiency) of revenues over expenses	<u>29,666,848</u>	<u>(115,248,659)</u>	<u>(85,581,811)</u>	<u>4,876,156</u>	<u>(80,705,655)</u>
Balance, December 31, 2021	<u>\$ 424,103,738</u>	<u>\$ 777,451,908</u>	<u>\$ 1,201,555,646</u>	<u>\$ 58,610,999</u>	<u>\$ 1,260,166,645</u>

See Notes to Consolidated Financial Statements.

**Mercy Housing, Inc.**

**Consolidated Statements of Cash Flows**  
**Years Ended December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
Operating activities		
Changes in net assets	\$ (80,705,655)	\$ (70,574,757)
Adjustments to reconcile changes in net assets to net cash provided by operating activities		
Forgiveness of debt	(171,548)	(1,412,893)
(Gain) loss on sale of assets	(12,879,276)	(1,714,683)
Depreciation and amortization	140,115,141	132,744,832
Amortization of debt issuance costs	2,897,838	2,706,498
Provisions for loan losses and impaired assets	5,754,380	1,022,389
Bad debts	7,300,652	4,344,979
Equity in losses from investments in partnerships	296,266	378,252
(Gain) loss on interest rate swap contracts	487,174	331,549
Amortization of prepaid ground lease	224,707	424,683
Net changes in current assets and liabilities that provided cash		
Accounts receivable, net	(18,638,091)	(10,766,856)
Grants receivable	(443,104)	(447,312)
Pledges receivable	6,380,017	15,388,680
Prepaid expenses and other assets	(8,193,199)	(830,194)
Accounts payable	(55,003,045)	(44,145,457)
Accrued interest payable	14,146,283	14,635,723
Deferred revenue	7,031,036	(741,513)
Tenant security deposits liability	234,251	358,603
Net cash provided by operating activities	<u>8,833,827</u>	<u>41,702,523</u>
Investing activities		
Net change in restricted cash and reserves	(66,075)	(5,316,427)
Net (purchase) sale of stock	62,200	155,600
Purchases of property and equipment	(279,479,965)	(259,116,839)
Net change in investments in partnerships in unconsolidated entities	(3,321,117)	-
Net change in notes receivable	(11,792,816)	(5,502,050)
Payment of tax credit fees	(1,068,275)	(1,306,618)
Net cash used in investing activities	<u>(295,666,048)</u>	<u>(271,086,334)</u>

**Mercy Housing, Inc.**

**Consolidated Statements of Cash Flows**  
**Years Ended December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
Financing activities		
Proceeds from notes payable	355,670,039	359,254,613
Principal payments on notes payable	(110,063,380)	(319,403,532)
Debt issuance costs	(2,850,289)	(7,514,385)
Capital contributions from investor partners	82,449,930	222,370,071
Distributions paid to investor limited partners	(978,954)	(4,282,918)
Syndication costs	(774,350)	(1,032,670)
	<u>323,452,996</u>	<u>249,391,179</u>
Net cash provided by financing activities		
	<u>323,452,996</u>	<u>249,391,179</u>
Net increase in cash, cash equivalents, and restricted cash	36,620,775	20,007,368
Cash, cash equivalents, and restricted cash at beginning of year	<u>266,726,725</u>	<u>246,719,357</u>
Cash, cash equivalents, and restricted cash at end of year	<u><u>\$ 303,347,500</u></u>	<u><u>\$ 266,726,725</u></u>
Cash paid for interest, net of amounts capitalized of \$6,818,091 and \$4,503,119, respectively	<u><u>\$ 32,461,110</u></u>	<u><u>\$ 32,371,415</u></u>

**Mercy Housing, Inc.**

**Consolidated Statements of Cash Flows**  
**Years Ended December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
Noncash investing and financing activities		
Net noncash net assets of transferred entities to (from) MHI	\$ 292,485	\$ 9,448,883
Transfers of net assets of non-controlling interests	(8,194,800)	5,352,666
Property and equipment and other assets transferred to (from) MHI	7,902,315	(14,801,549)
(Increase) decrease in property and equipment in accounts payables	(61,604,974)	(62,980,157)
Increase (decrease) in accounts payable from property and equipment purchases (disposals)	61,604,974	62,980,157
Increase in property and equipment from notes payable	(37,820)	(55,089)
Increase in notes payable from property and equipment	37,820	55,089
Increase in property and equipment from capitalized amortization	(1,310,554)	(1,247,430)
Capitalized amortization in property and equipment	1,310,554	1,247,430
Increase in other assets from prepaid expenses	3,117,727	3,924,936
Decrease in prepaid expenses from other assets	(3,117,727)	(3,924,936)
Increase in accounts payable from financing fees	(193,169)	(110,272)
Increase in financing fees in accounts payable	193,169	110,272
	<u>                    </u>	<u>                    </u>
Total noncash investing and financing activities	<u>\$ -</u>	<u>\$ -</u>

See Notes to Consolidated Financial Statements.

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

#### **Note 1 - Organization and summary of significant accounting policies**

Mercy Housing, Inc. (MHI or the Company) is a nonprofit Nebraska corporation formed in 1981 by eight congregations of women religious. MHI's mission is to create vibrant and healthy communities by developing, financing and operating affordable, program-enriched housing for families, seniors and people with special needs who lack the economic resources to access quality, safe housing opportunities. These activities are considered to comprise the major programs of the Company. Accordingly, the consolidated statements of activities include four separate programs and corporate operations, as follows: property operations and management; resident services; housing development and Mercy Community Capital (MCC).

MHI and its affiliates receive significant funding from federal, state, and local government subsidies in various forms, including low-income housing tax credits, low-interest rate loans, grants, and rent subsidies for qualifying very low, low and moderate-income tenants.

MCC is certified by the U.S. Treasury's Community Development Financial Institutions Fund (CDFI Fund) as a Community Development Entity (CDE) and has entered into an allocation agreement with the CDFI Fund as an Allocatee under Section 45D of the Internal Revenue Code.

#### **Principles of consolidation**

The accompanying consolidated financial statements include the accounts of MHI and all of its controlled affiliates. This includes corporations, limited partnerships and limited liability companies in which MHI has a controlling interest. These entities are included in the consolidation according to accounting principles generally accepted in the United States of America (US GAAP) which require that partnership accounts be consolidated for all limited partnerships or limited liability companies which are deemed to be controlled by the Company. All intercompany transactions have been eliminated in consolidation.

The following entities are included in the consolidated financial statements of MHI:

Mercy Housing, Inc.  
Mercy Community Capital (MCC)  
Mercy Housing Management Group (MHM)  
Mercy Housing Services Corporation  
Mercy Housing Ohio, Inc. (MHOH)  
Mercy Housing Mountain Plains  
    Stapleton II Mercy, LLC  
    Bluff Mercy, LLC (Bluff Lake)  
    Mercy Housing Colorado GP, LLC  
    Mercy Housing Colorado III, LTD. (Springfield Court)  
    MHMP GP, LLC  
    Mercy Housing Colorado VI, LTD. (Merced de las Animas)  
    MHMP CO GP, Inc.  
    Mercy Bond Properties Colorado I (Franconia LLC)  
    MHMP 12 Holly Park East and West GP  
    MHMP 12 Holly Park East and West LP (Holly Park)  
    MHMP 13 Grace Apartments GP LLC  
    MHMP 13 Grace Apartments LLLP  
    MHMP 14 Clare Gardens GP LLC  
    MHMP 14 Clare Gardens LLLP  
    MHMP 15 E Colfax GP LLC

**Mercy Housing, Inc.**

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MHMP 15 E Colfax LLLP  
Mercy Housing Midwest  
    Mercy House  
    Mercy Bond Properties Nebraska I (Mercy Timbercreek, LLC)  
    Mercy Village Joplin, Inc.  
    Mercy Housing Midwest Nebraska, LLC  
    Northglen, LP  
    Mercy Crestview Village Housing, LP  
    Western Manor, LP  
Mercy Housing Southwest (MHSW)  
    Avondale Senior Village  
    Camelot Casitas  
    Casa de Merced  
    Casa de Shanti, Inc.  
    Decatur Place  
    El Mirage Senior Village  
    Mesa Senior Meadows  
    Guadalupe Senior Village  
    Peoria Place  
    Plazas de Merced  
    Vista Alegre  
    Willow Street Apartments  
Mercy Housing California (MHC)  
MH California Properties 1 LLC  
    Affordable Housing Initiatives  
    All Hallows Community  
    Marin Homes for Independent Living (Camino Alto)  
    Cantebria Senior Homes  
    Mercy Senior Housing Oxnard (Casa Merced)  
    Francis of Assisi Community  
    Gault Street Senior Housing  
    John W. King Senior Community  
    Maria B. Freitas Senior Housing Corporation  
    Marin Housing Corporation (Martinelli House)  
    Mercy Family Plaza Limited Partnership (Mercy Family Plaza)  
    Mercy Gardens  
    Notre Dame Senior Housing Corporation  
    Oceana Senior Housing Corporation (Oceana Terrace)  
    Presentation Senior Housing Community  
    Russell Manor  
    Tierra Del Sol, Inc.  
    Garden Park Apartment Community  
    Mercy Oaks Village  
    Mercy Commercial California  
    MPCAL, LLC  
    MCC 1360 LLC  
    Central Coast Housing  
    Mercy Housing California 58, LP (Neary Lagoon Apts.)  
    Sycamore Street Consolidated  
    Mercy Housing California Family Properties  
    Mercy Housing California 51, LP (Bill Sorro Community)

**Mercy Housing, Inc.**

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Mercy Housing California Special Needs  
Mercy Housing California 57, LP (1500 Page)  
Florin Housing Corporation GP  
Crossroad Gardens Consolidated  
Mercy Housing California 80, LP, Consolidated  
3425 Orange Grove, LLC  
Mercy Housing California 81, LP (Courtyard Inn)  
Mercy Mather Veterans 3 LLC  
Mercy Housing California 79, LP (Mather Phase 3)  
Mercy Housing California Senior Properties (MHCSP)  
    Bennett House, LP  
    Dorothy Day Community, LP  
    Junipero Serra, LP  
    Monsignor Lyne, LP  
    St. Andrew Community, LP  
    Villa Columba Mercy Riverside, LP  
Mercy Housing Calwest (MHCW)  
    Mercy Housing California XXXIX, LP (Gleason Park)  
    Mercy Housing California XL, LP (Arlington Hotel)  
    Mercy Housing California XXXVIII, LP (East Leland Courts)  
    Mercy Housing California XLII, LP (Boulevard Court)  
    Mercy Housing California XLIV, LP (1180 Fourth Street)  
    Third and LeConte Associates LP (Bayview Hill Gardens)  
    Caroline Severance LLC  
    Mercy Housing California XLIII, LP (Caroline Severance Manor)  
    7th & H GP, LLC  
    Mercy Housing California 47, LP (7th & H Street)  
    Madonna Senior Housing LLC  
    Mercy Housing California 53, LP (Madonna Residences)  
    Mercy Housing California 52, LP (School House Station-Vista Grande)  
    1100 Ocean Avenue Limited Partnership (1100 Ocean Avenue Apts.)  
    55 Laguna, LP (Open House Community at 55 Laguna)  
    Esparto Family Apartments, LLC  
    Mercy Housing California 54, LP (Esperanza Crossing)  
    Sunset Lane Apartments LLC  
    Mercy Housing California 55, LP (Trailside Terrace)  
    Mercy Housing California 56, LP (Jefferson Park Terrace)  
    Coastside Senior Housing Limited Partners, LP  
    El Monte Veterans Apartments LLC  
    El Monte Veterans Apartments, LP  
    1028 Howard Street, LLC  
    Mercy Housing California 60, LP (Quinn Cottages)  
    Mercy Housing California XI, LP (Madison Place)  
    Mercy Eden House LLC  
    Eden House, L.P.  
    Transbay Block 6, LLC  
    Mercy Housing California 62, LP (280 Beale)  
    Sunset Valley Duplexes, LLC  
    Mercy Housing California 63, LP (Sunset Valley Duplexes)  
    345 Arguello, LP  
    Land Park Woods, LLC



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Mercy Housing California 68, LP (Land Park Woods)  
1880 Pine, LP  
Transbay Block 7, LLC  
Mercy Housing California 64, LP (Transbay Block 7)  
Mercy Mather Veterans, LLC  
Mercy Housing California 61, LP (Mather Veterans Village)  
Mercy Housing California 65, LLC  
Mercy Housing California 65, LP (The Arbor at Hesperion)  
Plaza Maria, LLC  
Mercy Laguna LLC, GP  
Laguna Senior Housing, L.P. (95 Laguna Senior Housing)  
JFK Tower, LP  
2698 California, LP  
Mercy Housing California 66, LP (Colma Veterans Village)  
455 Fell, LP (Parcel O)  
Mercy Housing California 67, LP (Columbia Park)  
Historic Live Oak (Odd Fellows)  
Mercy Housing Camino GP, LLC  
Mercy Housing La Cienega, LLC  
New Dana Strand IV, LP (Camino Del Mar)  
St Mary's Tower, LLC  
Mercy Housing California 71, LP (St Mary's Tower)  
Francis of Assisi, LLC  
Mercy Housing California 69, LP (Francis of Assisi)  
3001 24th Street LLC  
Mercy Housing California 59, LP (Casa de la Mission)  
623 Vernon, LLC  
Mercy Housing California 48, LP (Lohse Apartments)  
Esperanza Crossing II, LLC GP  
Mercy Housing California 76, LP (Esperanza Crossing Phase II)  
Mercy Transformation, LLC GP  
Sunnydale Parcel Q Housing Partners, LP  
Candlestick Pointe 11a, a California Limited Partnership (Candlestick)  
20 North Cottonwood LLC (GP)  
Mercy New Hope, LP (Woodland/180 West Beamer)  
Mercy Housing California 74, LP (Britton Street)  
Pico Robertson LLC GP  
Mercy Housing California 73, LP (Pico Robertson)  
Baldwin Rose LLC, GP  
Baldwin Rose LP  
Mercy Housing California 78, LP (Mission Bay Block 6)  
Mercy Housing California 75, LP (Dorothy Day)  
Placentia Veterans Village, LLC GP  
Placentia Veterans Village, LP  
Mercy Housing California 82, LP (Treasure Island)  
1064 Mission LLC, GP  
1064 Mission Homeless Services Center LLC  
833 Bryant, LLC GP  
833 Bryant, LP (Tipping Point)  
Villa de Vida GP LLC  
Villa de Vida

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1721 West Capitol LLC  
Mercy Housing California 87, LP (West Capitol)  
Mercy Housing California 84, LP (Bennett House)  
1121 9th Street LLC, GP  
Mercy Housing California 90, LP (Capital Park)  
Mercy Housing California 94 LLC GP  
Mercy Housing California 94, LP (Sherman Oaks)  
Mercy Housing California 83, LP (Bermuda Gardens)  
Sunnydale Block 6 Development CO LLC GP  
Sunnydale Block 6 Housing Partnership, LP  
Mercy Housing California 95 LLC GP (Long Beach GP)  
Mercy Housing California 95, LP (Long Beach)  
600 7th Street GP  
Mercy Housing California 97, LP (600 7th Street)  
Mercy HPSY Block 56 LLC  
Hunters Point Block 56, LP  
Middlefield Junction LLC GP  
Mercy Housing California 96, LP (Middlefield Junction)  
Mercy Housing California 99 LLC  
Mercy Housing California 99, LP (North Auburn)  
Mercy Housing California 100 GP  
Mercy Housing California 100, LP (Whittier)  
7789 La Mancha Way LLC  
Mercy Housing California 103 GP  
Mercy Housing California 103, LP (Laguna Honda)  
231 Grant Ave LLC (Palo Alto)  
Mercy Kimball Development GP  
Mercy Morgan Development GP  
Richmond Hacienda GP  
Richmond Hacienda  
MHCA 89 GP  
Mercy Housing California 89 LLC (6th & San Julian)  
Transbay 2 Family GP  
Transbay 2 Family  
Mercy Housing California 105 LLC GP  
Mercy Housing California 105 LLC (4995 Stockton)  
Mercy Kelsey Civic Center LLC  
Kelsey Civic Center L.P.  
Sunnydale Block 7 LLC GP  
Mercy Properties California  
The Haven\*  
Leland House\*  
Osocales (McIntosh Mobile Homes)\*  
Richmond Hills\*  
Sycamore Center (Red Bluff)\*  
San Juan Housing Corporation  
Kennedy Estates Housing Associates, LP (Kennedy Estates)  
Tahoe Valley Townhomes Associates, LP (Tahoe Valley Townhomes)  
Mercy Housing Northwest-Idaho, Inc. (MHNWID)  
Eagle Senior Village, Inc.  
Mercy Moscow, Inc. (Hawthorne)

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Independence Hill, Inc.  
Boise Senior 202 GP, LLC  
Boise Senior 202 Owner, LP (12<sup>th</sup> Street Senior)  
Mercy Housing Lakefront (MHLF)  
Lavergne Courts, LLC  
Washington Courts, LLC  
Whitmore Apartments, LLC  
111th & Wentworth Apartment Corporation  
111th and Wentworth Limited Partnership (Wentworth Commons)  
Belray Apartments Corporation  
Belray Limited Partnership (Belray Apartments)  
Harold Washington Apartments Corporation  
Magnolia Limited Partnership (Carlton Apartments)  
Red Door Limited Partnership (Major Jenkins Apartments)  
4707 Malden Limited Partnership (Miriam Apartments)  
Roseland Apartments Corporation  
Roseland Limited Partnership (Holland Apartments)  
South Loop Apartments Corporation  
South Loop Limited Partnership (South Loop Apartments)  
Winthrop Apartments Corporation  
5042 Winthrop Limited Partnership (Delmar Apartments)  
Near North Apartments Corporation, NFP  
Near North Limited Partnership (Schiff Residences)  
Malden Arms Corp. II, NFP  
Malden Limited Partnership II (Malden Arms II)  
Englewood Apartments, NFP  
901 West 63rd Limited Partnership (Englewood Apartments)  
Countryside Seniors, LLC  
Countryside Seniors Apartments, LP (Countryside Apartments)  
Johnston Center MM, LLC  
Johnston Center Re-Use, LLC  
HWA-850 Eastwood GP Corp., NFP  
HWA-850 Eastwood Limited Partnership  
Belvidere Place Corp. I, NFP  
Grayslake Senior Housing Limited Partnership  
104th Street MM, LLC  
104th Street Limited Partnership (Pullman Wheelworks)  
MHL Holdings, LLC  
MHL Keating MM, LLC  
2000 Illinois Aurora MM, LLC  
St. Catherine Residence, Inc.  
SC Residence MM, LLC  
SC Residence, LLC (McAuley Apartments)  
Roseland Place Inc., NFP  
Roseland Place Limited Partnership  
Mercy River West Commons Elgin LLC  
Danville Veterans Housing MM, LLC  
Danville Veterans Housing, LLC (Canon Place)  
Greenwich Park Apartments MM, LLC  
Greenwich Park Apartments, LLC  
Mercy Sterling NFP

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New Sterling Park MM, LLC  
New Sterling Park, LLC (The Lofts at Arthington)  
Kankakee Station Street Senior Housing MM LLC GP  
Kankakee Station Street Senior Housing, LLC  
Roseland Village  
MHL Miriam Apartments GP LLC  
Miriam Apartments, LP  
MHL 1 Major Jenkins GP LLC  
MHL 1 Major Jenkins, LP  
Carlton Apartments MM, LLC  
Carlton Apartments Supportive Housing LLC  
Mercy Housing South East (MHSE)  
Mercy Place Belmont, Inc.  
Mercy Housing Pembroke, Inc. (McFadden Place)  
Mercy Housing Georgia Holdings, LLC (1826 Florance Street)  
Marshside Village, Inc.  
Allegre Point Senior Residences, Inc.  
MHSE Adamsville Green Senior Partners, LLC  
Adamsville Green Limited Partnership  
Dublin Manor, Inc.  
McAuley Manor, Inc.  
Mercy Manor, Inc.  
Riverview - St. Mary's Inc. (St. Mary's Riverview I)  
St. Mary's Villa at Riverview II, Inc. (St. Mary's Riverview II)  
St. Mary's Villa, Inc.  
Sacred Heart Village I, Inc.  
Sacred Heart Village II, Inc.  
Sacred Heart Village III, Inc.  
St. Theresa Village, Inc.  
Siena Springs (Siena Springs I)  
Siena Springs II  
Charles Meadows Corporation  
Charles Crest Corporation (Charles Crest I)  
Charles Crest II, Corporation  
Savannah Gardens Senior Residences, Inc.  
MHSE Mauldin Center MM, LLC GP  
MHSE Mauldin Center Apartment, LLC (Olii Place)  
Thrive Sweet Auburn PCCI MHSE 17 GP  
Thrive Sweet Auburn PCCI MHSE 17, LP  
MHSE Belvedere MM, LLC  
MHSE Belvedere, LLC  
Clairmont Fam MHSE HADC GP  
Clairmont Family  
Mercy Community Housing Georgia, Inc. (MCHGa)  
Mercy Housing Georgia I, L.L.L.P. (Heritage Place Apartments)  
Mercy Housing Georgia IV, L.P. (Heritage Corner/Heritage Row)  
Mercy Housing Georgia V, L.P. (Chamblee Senior)  
Mercy Housing Georgia VI, L.P. (The Atrium at College Town)  
MCHG Partners, Inc.  
Acquisition Properties Georgia I, LP (Magnolia Village)  
Mercy Housing Georgia X, L.P. (Savannah Gardens I)

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Mercy Lithonia Park View, Inc.  
Mercy Housing Georgia VIII L.P. (Terraces at Park View)  
MPI Highland Place, LLC  
MPI Highland Place Apartments, LP (The Hills at Fairington Apartments)  
Antioch II, LLC  
Antioch Villas, L.P.  
Mercy Housing Georgia XI GP, LLC  
Mercy Housing Georgia XI, LP (Etowah Terrace)  
MHSE Arbors, LLC  
The Arbors at Ellington, Ltd.  
MHSE Savannah Gardens Phase III GP, LLC  
Mercy Housing Georgia 12, LP (Savannah Gardens Phase III)  
MHSE Reynoldstown Senior GP, LLC  
MHSE Reynoldstown Senior, LP  
MHSE Savannah Gardens Phase IV GP, LLC  
Mercy Housing Georgia 13, LP (Savannah Gardens Phase IV)  
MHSE Savannah Gardens Phase V GP, LLC  
Mercy Housing Georgia 14, LP (Savannah Gardens Phase V)  
MHSE Renaissance Apartments, LLC  
MHSE Mercy Park GP, LLC  
MHSE Mercy Park, LP (Mercy Park Chamblee)  
MHSE 16 Savannah Gardens 6 GP, LLC  
MHSE 16 Savannah Gardens 6, LP  
Mercy Housing Northwest (MHNW)  
Intercommunity Housing Ferndale  
Sterling Senior Housing  
Appian Way Manager LLC  
Appian Way Mercy, LLC (Appian Way Apartments)  
New Tacoma Phase I GP LLC  
New Tacoma Phase I Owner, LP (New Tacoma Phase I)  
New Tacoma Phase II Mercy LLC  
New Tacoma Condominium Association  
Evergreen Vista 1 GP LLC  
Evergreen Vista 1 Owner, LP  
Rainer Vista Block 43 GP, LLC  
Rainer Vista Block 43 Owner, LP (Columbia City Station Apts.)  
Cobble Knoll I Mercy LLC  
Allegre Mercy Redevelopment LLLP  
Villa Kathleen Redevelopment LLLP  
Impact Family Village GP LLC  
Impact Family Village Limited Partnership (Emerald City Commons)  
Family Tree & Lincoln Way GP, LLC  
Family Tree & Lincoln Way LLLP  
MHNW Othello Commercial, LLC  
MHNW 9 Othello East GP, LLC  
MHNW 9 Othello East, LP (Mercy Othello Plaza East)  
MHNW 10 Othello West GP, LLC  
MHNW 10 Othello West, LP (Mercy Othello Plaza West)  
MHNW 12 Eleanor Apartments GP LLC  
MHNW 12 Eleanor Apartments LLLP (Eleanor Apartments)  
MHNW 11 Woodlakes GP, LLC

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Woodlake Manor Apartments (MHNW 11 Woodlakes LLLP)  
MHNW 13 Building 9 South GP, LLC  
MHNW 13 Building 9 South LP  
MHNW 14 Building 9 North GP, LLC  
MHNW 14 Building 9 North LP  
Building 9 Condominium Association (Mercy Magnuson Place Condominium)  
MHNW Family Service Center Commercial (Allen Family Center)  
MHNW 16 Family Housing GP LLC  
MHNW 16 Family Housing LLLP (Gardner House)  
MHNW 18 Vancouver Family Housing GP LLC  
MHNW 18 Vancouver Family Housing LLLP  
MHNW 17 MLK Senior Housing GP LLC  
MHNW 17 MLK Senior Housing LLLP (MLK Senior)  
MHNW 19 Barkley Family GP  
Barkley Village  
Mercy Properties Washington  
    Mercy Housing Washington VIII, LP (Hillside Gardens)  
    Mercy Housing Washington VI, LP (Lincoln Way II)  
    Mercy Housing Washington V, LP (Sterling Meadows)  
    Mercy Housing Washington VII, LP (Eliza McCabe Townhomes)  
    Mercy Housing Washington IX, LP (Evergreen Vista II)  
    Mercy Housing Washington X, LLC (Catalina Apartments)  
Mercy Properties Washington III, LLC (Cobble Knoll I)  
Mercy Properties Washington II, LLC (Cobble Knoll II)  
Padre Apartments Community  
Mercy Properties, Inc. (MPI)  
    111 Jones Street Associates, LP (111 Jones Street Apts.)  
    Britton Street Associates, LP (Britton Street Apts.)  
    Mercy Housing California VII, LP (Casa San Juan)  
    Mercy Housing Colorado VIII, LP (Valle de Merced)  
    Mercy Housing Colorado I, LTD (Grace)  
    Marlton Affordable Housing Associates (Marlton Manor)  
    Mercy Housing California V, LP (Mercy Village Folsom)  
    Park Terrace Apartments, LP  
    Mercy Housing California X, LP (The Rose Hotel)  
    San Felipe Homes, LP  
    2220 10th Avenue Associates, LP (Santana Apts.)  
    Mercy Housing Iowa II, LP (Sherwood Place Apts.)  
    Mercy Housing Georgia II, LLLP (Orchard Grove Apts.)  
    Mercy Housing Colorado IX, LLLP (Parkside Apartments)  
    Mercy Housing Arizona II, LP (Page Commons)  
    Parkside Terrace Apartments, LLC  
    Parkside Terraces Limited Partnership  
    Mulberry Court LLC  
    Mercy Housing South Carolina I, LP (Mulberry Court Apts)  
    Savannah Rose of Sharon, LLC  
    Mercy Housing Georgia III, LP (Rose of Sharon)  
    Mercy Housing South Dakota I, LLC (Driftwood Estates)  
    Mercy Housing South Dakota II, LLC (Northern Heights)  
    Mercy Housing Colorado XI, LLC (Pinon Terrace)  
    Commons on Main GP, LLC

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Aromor Mercy, LLC (Aromor Apts)  
Mercy Galewood SLF, Inc.  
FHD Holdings LLC  
Mercy Properties II, Inc.  
    Mercy Housing Utah I, LP (Francis Peak View)  
    Mercy Housing Idaho V, LP (Sisters Villa)  
2101 Telegraph Avenue Housing, Inc.  
    2101 Telegraph Avenue Associates, LP (Hamilton Apts.)  
McDermott Place  
    Bishop's Block, LP  
South of Market Mercy Housing  
    1101 Howard Street Associates, LP (1101 Howard St. Apts.)  
    Mercy Housing California VI, LP (205 Jones Street Apts.)  
    1475 167th Avenue Associates, LP (Bermuda Gardens)  
    Centro Partners, LP (El Centro Residential)  
    Riverside/Leibrandt Partners, LP (La Playa Residential)  
    West 28th Street, LP (Montclair/Tolton Court)  
    16th & Church Street Associates, LP (Padre Palou)  
Visitation Valley Affordable Housing Corporation  
    Visitation Valley Family Housing Associates (Heritage Homes)  
Mercy Housing West  
    Mercy Housing California XIV, LP (10th & Mission Apartments)  
    Mercy Housing California XV, LP (Nueva Vista)  
    Mercy Housing California XVII, LP (Derek Silva Community)  
    Mercy Housing California XXIV, LP (Carter Terrace Apartments)  
    Mercy Housing California XVIII, LP (Polk Street Senior Community)  
    Mercy Housing California XIII, LP (Linbrook Court)  
    Mercy Housing California XX, LP (Mission Creek Sr.)  
    Mercy Housing California XVI, LP (Villa Madera)  
    Mercy Housing California XII, LP (Villa Amador)  
    Mercy Housing California XXI, LP (White Rock Village)  
    Mercy Housing California XIX, LP (Grand & Venice)  
    Mercy Housing California XXV, LP (Casa Alegre)  
    Pinewood Court Apartments, LP (Terracina Pinewood Court)  
    Mercy Housing California XXII, LP (The Dudley)  
    Mercy Housing California XXVI, LP (Martin Luther King Village)  
    Mercy Housing California XLI, LP (Westbrook Plaza)  
    Mercy Housing California XXXIV, LP (Edith Witt Sr Community)  
    Mercy Housing California XXVII, LP (Serna Village)  
    Mercy Housing California XXVIII, LP (The Vineyard Townhomes)  
    Mercy Terrace, LLC  
    Mercy Housing California XXIX, LP (Grizzly Hollow Phase III)  
    New Dana Strand Townhomes, LP (New Dana Strand Townhomes)  
    Mercy Housing California XXXII, LP (Creekview Manor)  
    Mercy Housing California XXXVI, LP (Kent Gardens)  
    Mercy Housing California XXXI, LP (Martinelli House)  
    Mercy Housing California XXXV, LP (Ardenaire Apartments)  
    Mercy Housing California XXXIII, LP (Casa Verde)  
    Colonia San Martin Associates, LP  
    Mercy Housing California 50, LP (Vera Haile Senior Housing)  
    Mercy Housing California 49, LP (McAuley Meadows)

## **Mercy Housing, Inc.**

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Affordable Housing Corp.

Mercy Housing Washington III, L.P. (Tahoma View)

Mercy Housing Wheaton

Clare of Assisi Homes - Westminster, Inc.

Clare Gardens, Inc.

Francis Heights, Inc.

Villa Maria, Inc.

Paducah Ministries 1, Inc. (Loan Oak Manor)

Princeton Ministries 4, Inc. (Princeton Manor)

Assisi Homes of Illinois, Inc.

Mercy Housing Franciscan Campus, Inc. (Day Spring Villa)

Assisi Homes - Batavia Apartments, Inc.

Assisi Homes - Constitution House, Inc.

Assisi Homes - Colony Park, Inc.

Assisi Homes - Jefferson Court, Inc. (Jefferson Court Apartments)

Assisi Homes - Kenosha, Inc.

Assisi Homes - La Salle Manor, Inc.

Assisi Homes of Gurnee, Inc.

Assisi Homes of Neenah, Inc.

Canticle Place, Inc.

Marian Housing Center, Inc.

Marian Park, Inc.

Alexandria Ministries, Inc. (Alexandria Manor)

Effingham Ministries, Inc. (Colonnade Apartments)

Indianapolis Ministries 1, Inc. (Cedar Commons)

Indianapolis Ministries 2, Inc. (Spruce Manor)

Kokomo Ministries, Inc. (Kokomo Manor)

Moline Ministries 1, Inc. (Highland Manor)

Moline Ministries 2, Inc. (Sanders Apartments)

Pendleton Ministries, Inc. (Edgewood Square Apartments)

Tucson Ministries, Inc. (Western Winds)

Phoenix Ministries 3, Inc. (Lemon Grove)

Davenport Ministries, Inc. (Westview Terrace)

Saxony Manor, MM LLC

Assisi Homes - Saxony Manor, Inc.

On February 11, 2022, a change occurred in the controlling boards of Rural California Housing Corporation (RCHC) wherein a majority of the RCHC board directors are now Mercy Housing affiliates. The RCHC board has the right to appoint the directors of, or otherwise control the governing boards of nine properties in rural California. In accordance with ASC 810 Consolidation, Mercy Housing will present the financial results of these 9 properties in its consolidated financial results and operations for 2022.

#### **Basis of presentation and net assets**

US GAAP requires the organization to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Program service expenses must be segregated from management and general expenses. Contributions received are recorded as support without donor restrictions or with donor restrictions. Net assets without donor restrictions are those that have no external restrictions. Net assets with donor restrictions are those net assets for which use is limited by



## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

donors to a specific time period and/or purpose or for which use is restricted in perpetuity by donors.

#### **Revenue recognition**

Revenue is recognized when control of the promised service is transferred to the Company's customers, in an amount that depicts the consideration the Company expects to be entitled to in exchange for those services.

Rent revenue, principally from short-term leases on apartment units and commercial space, is recognized as rents become due.

MHI recognizes gifts of cash and other assets as revenue without donor restrictions unless they are received with donor restrictions. Gifts with restrictions are reported as revenue with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Consolidated Statements of Activities as net assets released from restrictions. Gifts of long-lived assets with restrictions and gifts of cash or other assets that must be used to acquire long-lived assets are reported as revenue with donor restrictions and are reclassified to net assets without donor restrictions when the long-lived asset is placed in service.

Unconditional and substantiated promises to give are recorded as revenue at estimated net realizable value. The Company recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized as revenue until the conditions on which they depend have been substantially met. The Company's federal and state contracts and grants are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Consequently, at December 31, 2021 and 2020 no conditional contributions received in advance have been recognized as revenue in the accompanying consolidated financial statements. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as revenue without donor restrictions in the period of receipt. Unconditional promises to give with payments due in future periods are discounted to present value and reported as revenue with donor restrictions.

Special event revenues are recognized when the event is held. Contributions received at or related to a special event are recorded as philanthropy in the Consolidated Statements of Activities.

Revenue from developer fees, management fee and other contractual services is recognized when control of the promised service is transferred to MHI's customers, in an amount that depicts the consideration MHI expects to be entitled to in exchange for those services. Revenue is not recognized unless collectability under the contract is considered probable, the contract has commercial substance, and the contract has been approved. Additionally, the contract must contain payment terms, as well as the rights and commitments of both parties. See Note 9 for a further discussion of the Company's net assets.

#### **Management service revenue**

The Company provides property management services on a contractual basis for owners of residential rental real estate. These services include leasing, accounting, management and assistance with compliance with regulatory agreements. The Company is compensated for its services through a monthly management fee earned based on either a specified percentage of the monthly rental income, rental receipts generated from the property under management or a fixed

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

fee. The Company is also often reimbursed for its administrative and payroll costs directly attributable to the properties under management. Property management services represent a series of distinct daily services rendered over time. Consistent with the transfer of control for distinct, daily services to the customer, revenue is recognized at the end of each period for the fees associated with the services performed.

#### **Development fees**

Development fees are recognized over the development period beginning with the admission of an equity partner, as units are delivered or based on the external construction costs incurred as a percentage of the total external construction costs expected, and concluding with the application for final allocation of tax credits. Development fees earned are paid from the project's equity and debt proceeds at the completion of the construction of the project. Any portion of the development fee not expected to be paid using contributions from the equity partner, such as out of cash flow from operations represents variable consideration.

The project estimates whether it will be entitled to variable consideration under the terms of the development agreement and includes its estimate of variable consideration in the total development fee amount when it is probable that a significant reversal in the amount of cumulative revenue recognized will not occur in accordance with the accounting guidance in ASC Topic 606, Revenue from Contracts with Customers, on constraining estimates of variable consideration, which typically includes the following factors:

- Susceptibility of consideration amount to factors outside the project's influence.
- Sufficiency of equity and debt proceeds at the completion of construction.
- Uncertainty about consideration amount not expected to be resolved in the short term.
- Company's experience with similar types of agreements.
- Changes to payment terms.
- Range of possible consideration amounts.

The cumulative amount of development fees earned is updated at each reporting period based on the project's estimate of the variable consideration using best available information. Any difference between the gross amount of the project's developer fee payable and the estimate of variable consideration to which the developer expects to be entitled is eliminated in consolidation.

#### **Contract acquisition and fulfillment costs**

Costs of obtaining contracts with customers are capitalized to the extent the Organization expects to recover them. Fulfillment costs are those costs that directly relate to a contract that can be specifically identified and generate or enhance resources that will be used in satisfying performance obligations in the future and are expected to be recovered.

MHI generally does not incur significant costs to acquire and fulfill contracts. When significant costs are incurred, they are capitalized and amortized over the duration of the respective contracts in proportion to the amount of revenue recognized. For the year ended December 31, 2021 and 2020, MHI did not capitalize any contract acquisition or fulfillment costs.

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

#### **Cash and cash equivalents**

Cash and cash equivalents consist of cash on hand, demand deposits, deposits in money market accounts and certificates of deposit. All highly liquid instruments with maturities of three months or less are considered to be cash equivalents. All significant balances are insured by the Federal Deposit Insurance Corporation (FDIC).

#### **Restricted cash**

MHI and its subsidiaries receive funds that are subject to restrictions and are included in the restricted cash balance.

Many MHI subsidiaries are required to make monthly deposits for replacement of project assets, such deposits are controlled by the Department of Housing and Urban Development (HUD) or other financing authorities. Certain subsidiaries are also required to make yearly deposits of surplus cash, if any, to residual receipts accounts. Use of residual receipt funds is contingent upon the prior written approval of HUD. Replacement reserves and residual receipts are included in the restricted cash balance in our consolidated statement of financial position.

Certain subsidiaries make required monthly escrow deposits for taxes and insurance in separate bank accounts. The mortgagor for the subsidiary controls these escrow deposits. These funds are included in the restricted cash balance on our Consolidated Statements of Financial Position.

Receipts received by MHI subsidiaries from HUD and other financing authorities for construction of low-income housing projects are included in the restricted cash balance.

#### **Investments**

MHI invests cash in individual certificates of deposits, treasury instruments and government agency notes. Securities with maturities greater than 90 days are recorded as investments. Debt instruments are recorded at fair value, and realized and unrealized gains and losses are recorded as unrestricted operating income or loss. MHI's policy is to hold the investments to maturity.

#### **Accounts receivable**

Receivables are charged against an allowance when they are deemed to be uncollectible. Management's estimate of the allowance is subject to revisions and based on historical collection experience and a review of the current status of the tenant and other accounts receivable. As of December 31, 2021 and 2020, the balance in allowance for doubtful accounts was \$5,706,717 and \$3,170,594, respectively.

#### **Property and equipment**

Property and equipment are stated at cost. The provision for depreciation is computed using the straight-line method based on estimated useful lives of the related assets. Buildings are depreciated over 27.5 to 40 years, furniture and equipment is depreciated over 3 to 10 years, and land improvements are depreciated over 15 to 20 years.

#### **Impairment of long-lived assets**

If events or circumstances indicate that the carrying amount of an asset may not be recoverable, we assess its recoverability by comparing the carrying amount to our estimate of the undiscounted future cash flows, excluding interest charges, of the asset. If the carrying amount exceeds the estimated aggregate undiscounted future cash flows, we recognize an impairment loss to the extent the carrying amount exceeds the estimated fair value of the asset. See Note 6 for additional information.

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

#### **Assets and Liabilities Held for Sale**

Assets and liabilities held for sale represent land, buildings and land improvements less accumulated depreciation. We record assets and liabilities held for sale in accordance with ASC 360 "Property, Plant, and Equipment," at the lower of carrying value or fair value less cost to sell. Fair value is based on the estimated proceeds from the sale of the asset, or comparable market data. Our estimate as to fair value is regularly reviewed and subject to change. See Note 6 for additional information.

#### **Predevelopment project costs**

The Company incurs costs in connection with properties it is considering for development as well as costs associated with properties in the initial stages of development. These costs include such items as market and environmental studies, purchase options, and legal and accounting costs. Predevelopment costs are capitalized until such time as the project is either abandoned or becomes an approved project with independent funding sources. Predevelopment project costs are written off when a potential project is no longer considered desirable or feasible.

#### **Allowance for loan losses**

MHI allows for loans, notes receivable and accrued interest that may not be ultimately collected. The allowance for uncollectible loans is based upon prior experience and management's assessment of the collectability of existing specific loans. Individual loans are written off against the allowance when they are deemed uncollectible, and increases to the allowance are charged to bad debt.

#### **Debt issuance costs**

Debt issuance costs, net of accumulated amortization, are reported as a direct deduction from the face amount of the mortgage and notes payable to which such costs relate. Amortization of debt issuance costs is reported as a component of interest expense and is computed using an imputed interest rate on the related loan.

#### **Tax credit fees and related amortization**

Tax credit monitoring fees are amortized using the straight-line method over the fifteen-year tax credit compliance period.

Amortization expense for the years ended December 31, 2021 and 2020 was \$846,052 and \$892,597, respectively. Estimated amortization expense for each of the ensuing years through December 31, 2026 is as follows:

2022	\$	798,768
2023		723,938
2024		661,061
2025		595,870
2026		515,286

#### **Investment in unconsolidated entities**

MHI and its subsidiaries hold non-controlling interests in limited partnerships and other entities that are not consolidated. See Note 7 for additional information.

#### **Functional allocation of expenses**

The consolidated statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area of MHI are reported as expenses of those functional areas. A portion of shared general and administrative expenses that

## Mercy Housing, Inc.

### Notes to Consolidated Financial Statements December 31, 2021 and 2020

benefit multiple functional areas (indirect costs) are allocated across programs and corporate operations using a percentage method. Periodically, this methodology and the underlying assumptions are reviewed by management to ascertain continued relevancy and accuracy.

#### Non-controlling interest in limited partnerships

This represents the aggregate balance of third-party Limited Partner or Investor Member equity interests in the limited partnerships or limited liability companies that are included in our consolidated financial statements. The aggregate negative balances, if any, of Limited Partner or Investor Member interests prior to January 1, 2010 remain in MHI's net assets.

#### Net assets without donor restrictions

Net Assets without donor restrictions are available for use at the discretion of the board of trustees and/or management for general operating purposes. From time to time the board designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. See Note 9 for more information on the composition of net assets without donor restrictions.

#### Net assets with donor restrictions

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions.

MHI reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Some net assets with donor restrictions include a stipulation that contributed assets be maintained permanently (perpetual in nature) while permitting MHI to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a board approved spending policy.

See Note 10 for more information on the composition of net assets with donor restrictions.

#### Transfers of net assets

The following is a summary of changes or other transfers for the years ended December 31, 2021 and 2020:

	Year Ended December 31,	
	2021	2020
Number of consolidating entities removed	1	1
	Year Ended December 31,	
	2021	2020
Other transfers increase (decrease)		
Mercy Properties Washington II (Cobble Knoll II)	\$ (292,485)	\$ -
Mercy Midtown, Inc.	-	(9,448,833)
Other transfers	<u>\$ (292,485)</u>	<u>\$ (9,448,833)</u>

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

No consolidated entities were added during the years ended December 31, 2021 and 2020.

#### **Strategic health care partnerships**

Historically, many strategic partners have pledged contributions to MHI. MHI has eight Strategic Health Care Partners (Strategic Partners) as follows:

- Ascension Health (AH)
- Bon Secours Mercy Health (BSH)
- Catholic Health Initiatives (CHI)
- Mercy Health Partners
- CommonSpirit Health
- Presence Health
- Providence St. Joseph Health System
- Trinity Health Corporation (TH)

CommonSpirit Health provided MHI with a \$8,500,000 1% interest bearing loan, which provides working capital to support MHI's mission and which matures on July 1, 2027. See Note 8 for additional information.

Bon Secours Mercy Health, Providence St. Joseph Health System, CommonSpirit Health, and Trinity Health Corporation provided MCC with loans ranging from \$1,000,000 to \$5,000,000, maturity from 2024 to 2026. Proceeds from these loans are invested in communities supported by MCC. These organizations receive a return on their investments ranging from 1.5 to 2.5 percent.

#### **Tenant subsidy payments**

A portion of our rental income is in the form of subsidy payments from HUD under Section 8 of the National Housing Act. Tenants are subsidized based upon their level of income. Rent increases require HUD approval. Tenants also receive subsidy payments from US Department of Agriculture, Rural Development.

#### **Income taxes**

MHI and its consolidated nonprofit corporations are exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state statutes. All nonprofit corporations are required to file tax returns with the IRS and other taxing authorities. Accordingly, these financial statements do not reflect a provision for income taxes and there are no other tax positions which must be considered for disclosure. For the years ended December 31, 2021 and 2020, the Company did not identify any uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

As of December 31, 2021, the following entities are corporate subsidiaries of MHI and its consolidated nonprofit corporations that are not exempt from federal and state income taxes:

104th Street MM, LLC  
111th & Wentworth Apartments Corp.  
Affordable Housing Corp.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
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Affordable Housing Initiatives  
Antioch II, LLC  
Belray Apartments Corporation  
Belvidere Place Corp. I, NFP  
Countryside Seniors, LLC  
Danville Veterans Housing MM, LLC GP  
Englewood Apartments, NFP  
Esperanza Crossing II LLC GP  
Greenwich Park Apartments MM LLC GP  
Harold Washington Apartments Corporation  
HWA-850 Eastwood GP Corp., NFP  
Impact Family Village Condominium Assoc.  
Impact Family Village GP LLC  
Kankakee Station Street Senior Housing MM LLC GP  
Malden Arms Corp. II, NFP  
McDermott Place  
MCHG Partners, Inc.  
Mercy Affordable Housing Inc. (AHI)  
Mercy Commercial California  
Mercy Eden House LLC  
Mercy Galewood SLF, Inc.  
Mercy Housing Georgia XI GP, LLC  
Mercy Lithonia Park View, Inc.  
Mercy Othello Plaza Condominium  
Mercy Sterling NFP  
MHL Keating MM, LLC  
MHMP 12 Holly Park East and West GP  
MHMP 14 Clare Gardens GP  
MHMP CO GP, Inc.  
MHNW 16 Family Housing GP LLC  
MHSE Adamsville Green Senior Partners, LLC  
MHSE Arbors, LLC  
MHSE Mercy Park GP, LLC  
MHSE Savannah Gardens Phase III GP, LLC  
MHSE Savannah Gardens Phase IV GP, LLC  
MHSE Savannah Gardens Phase V GP, LLC  
MPI Highland Place, LLC  
Near North Apartments Corp., NFP  
New Sterling Park MM LLC  
New Tacoma Condominium Association  
Roseland Apartments Corporation  
Savannah Rose of Sharon, LLC  
South Loop Apartments Corporation  
Stapleton II Mercy, LLC  
Winthrop Apartments Corporation

The Company accounts for income taxes related to the taxable corporate subsidiaries under the asset and liability method, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the financial statements. Under this method, deferred tax assets and liabilities are determined on the basis of the differences

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

between the financial statement and tax bases of assets and liabilities using enacted tax rates in effect for the year in which the differences are expected to reverse.

The limited partnerships and limited liability companies in which the Company has a partnership interest have elected to be treated as pass-through entities for income tax purposes and, as such, are not subject to income taxes. All items of taxable income, deductions and tax credits are passed through to and are reported by its owners on their respective income tax returns. The partnerships' federal tax statuses are based on their legal status as a partnership. As such, the partnerships are not required to take any tax positions in order to qualify as a pass-through entity. The partnerships file tax returns with the Internal Revenue Service and other taxing authorities. Accordingly, these financial statements do not reflect a provision for income taxes and the partnerships have no other tax positions which must be considered for disclosure. Income tax returns filed by the entities are subject to examination by the Internal Revenue Service for a period of three years. While no income tax returns are currently being examined by the Internal Revenue Service, tax years since 2018 remain open.

#### **Fair value**

The carrying amounts of MHI's cash and cash equivalents, receivables, payables and accrued expenses approximate fair value due to the short-term nature of these instruments. The fair value of MHI's long-term notes receivable and notes payable is assessed by management based on analysis of underlying investments and historical trends. It is impracticable to estimate the fair value of the Company's financial guarantees because there are no quoted market prices for transactions that are similar in nature. See Note 15.

#### **Use of estimates**

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the amounts reported in these financial statements and the accompanying notes. Actual results could differ from those estimates.

#### **Derivative instruments and hedging activities**

During the years ended December 31, 2021 and 2020, the Company had seven and six outstanding interest rate swap contracts, respectively, used to mitigate the economic impact of changes in interest rates. The swaps are designated as cash flow hedges and are used to offset the risk of changes in cash flows associated with benchmark interest payments on variable rate mortgage loans. MHI reassesses the hedge on an ongoing basis to determine effectiveness. As of December 31, 2021 and 2020, there was no hedge ineffectiveness. Changes in the fair value of the interest rate swap contracts are recorded as interest expense in the Consolidated Statement of Activities. The swaps are reported in notes payable at fair value on the Consolidated Statements of Financial Position. See Note 15 for additional information.

#### **Reclassifications**

Reclassifications have been made to the prior year balances to conform to the current year presentation.

### **Note 2 - Cash and investments**

Cash and investments are categorized as unrestricted, and may include board-designated amounts for a specific purpose, or restricted. Unrestricted cash held by the properties is generally not available for corporate purposes but is instead limited for use within the individual properties.



**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

At December 31, 2021 and 2020, cash and investments were as follows:

Unrestricted Cash and Investments:	2021	2020
Cash and cash equivalents - Properties	\$ 83,206,825	\$ 69,000,723
Cash and cash equivalents - MCC	1,439,218	852,715
Cash and cash equivalents - Corporate Operating Entities	26,042,149	31,774,135
Investments, current	2,840,000	3,637,999
Investments, non-current	16,560,000	17,150,000
	<hr/>	<hr/>
Total Unrestricted and Designated Cash/Investments	130,088,192	122,415,572
Restricted Cash and Investments:		
Cash, tenant Security Deposits	10,111,329	9,821,990
Cash, restricted - Corporate Entities (including MCC)	43,365,942	26,069,889
Cash, restricted - Properties	17,602,913	20,892,190
Investments, current	2,902	8,458
Restricted Property Reserves (cash and investments)	220,018,776	205,384,663
Investments, non-current	6,516,935	6,427,377
	<hr/>	<hr/>
Total cash and investments	<u>\$ 427,706,989</u>	<u>\$ 391,020,139</u>

A significant portion of the Company's investments are held in certificates of deposit which are carried at par value as they are held to maturity. Maturity dates range from January 2022 to June 2035. The approximate market value of the investments was \$131,014,357 and \$120,342,631 as of December 31, 2021 and 2020 as follows:

	2021	2020
Certificates of deposit	\$ 102,797,801	\$ 87,163,630
Money market accounts	22,504,843	27,590,967
Equities (1)	572,302	515,658
Mutual funds	269,302	279,662
Corporate bonds	4,870,109	4,792,714
	<hr/>	<hr/>
Total certificates of deposit, money market accounts, and equities	<u>\$ 131,014,357</u>	<u>\$ 120,342,631</u>

(1) Represents required equity investments in connection with Federal Home Loan Bank borrowing, and certain donated equity investment

Realized and unrealized gains and losses are recorded in the Consolidated Statements of Activities as other income. MHI recorded investment income of \$2,720,648 and \$2,228,416 during the years ended December 31, 2021 and 2020, respectively.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

**Liquidity and availability of resources**

MHI's financial assets available within one year of the consolidated statements of financial position date for general expenditures and operating commitments due within a year of the statement of financial position date are as follows:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents, properties and corporate	\$ 110,688,192	\$ 101,627,573
Investments	2,840,000	3,637,999
Accounts receivable, net	29,408,356	23,089,314
Pledges receivable, net	5,729,298	12,519,571
Grants receivable	1,600,714	1,157,610
Restricted deposits and funded reserves, budgeted	12,070,891	8,033,733
Current portion of notes and interest receivable	<u>41,569,130</u>	<u>26,508,805</u>
 Total financial assets available within one year	 203,906,581	 176,574,605
 Less:		
Other funding commitments	41,520,282	26,471,076
Internal development commitments	20,648,522	11,662,999
Amounts in pledges receivable intended for capital expenditure	-	2,019,917
Management designated, capital expenditures	12,070,891	8,033,733
Net assets with donor restrictions	<u>58,610,999</u>	<u>53,734,843</u>
 Total financial assets available to management for general expenditures and operating commitments due within one year of the Statement of Financial Position date	 <u>\$ 71,055,887</u>	 <u>\$ 74,652,037</u>

MHI maintains a policy of structuring its financial assets to be available as general expenditures, liabilities, and other obligations come due. In addition, MHI invests cash that exceeds short-term requirements in liquid short-term investments including brokered certificates of deposit, United States treasury & agency securities, and commercial paper.

Amounts related to restricted deposits and funded reserves anticipated to be used more than one year after the statement of financial position date have been excluded from the above amounts.

To help mitigate unanticipated liquidity needs, MHI has committed operating lines of credit totaling \$3,000,000, which can be drawn upon at any time (see Note 8).

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
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**Note 3 - Pledges**

Pledges and unconditional promises to give are recorded as revenue at estimated net realizable value based on historical trends. Pledges with payments due in future periods are discounted to present value and are reported as revenue with donor restrictions.

As of December 31, 2021, future pledge payments are as follows:

2022	\$ 5,729,298
2023	13,150,000
2024	400,000
2025	1,400,000
2026	<u>-</u>
Total Pledges Receivable	20,679,298
Discount and allowance	<u>(264,379)</u>
Total pledges receivable, net	<u><u>\$ 20,414,919</u></u>

The amount of pledges written off was \$2,098,878 and \$9,824 for the years ended December 31, 2021 and 2020, respectively.

**Note 4 - Grants receivable**

Grants receivable consist of amounts due under grant awards for which revenue has been recognized with or without donor restrictions.

Grants receivable as of December 31, 2021 were \$1,600,714. Of this, \$800,000 relates to a local operating subsidy program grant.

Grants receivable as of December 31, 2020 were \$1,157,610. Of this, \$770,145 relates to a local operating subsidy program grant.

**Note 5 - Notes and interest receivable, net**

**Notes receivable and interest receivable**

As of December 31, 2021 and 2020, MHI has total notes and interest receivable outstanding, net of allowance for doubtful accounts, of \$79,259,856 and \$68,203,023, respectively. MCC holds \$71,550,665 and \$59,027,597 of notes and interest receivable as of December 31, 2021 and 2020, respectively, in connection with 77 and 71 loans, respectively. MCC offers loan products of varying terms and maturities to socially responsible developers to finance the development of multifamily homes for rent. MCC offers acquisition, construction and rehabilitation financing, bridge loans and secured predevelopment loans for affordable housing projects.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements**  
**December 31, 2021 and 2020**

**Risk management**

MCC conducts an annual risk rating analysis on its loan portfolio by reviewing the following criteria: primary source of repayments, financial condition, property performance, development plan, real estate development staff capacity and experience, sponsor/guarantor strength, payment of taxes and insurance, and low-income housing tax credit takeout. The following table summarizes the risk ratings of MCC's loan portfolio:

<u>Risk Ratings</u>		<u>Assessment</u>
<u>Level</u>	<u>Labeled</u>	
1-3	Pass	Collectible loan
4	Special Mention	Added to watch-list and monitored closely
5	Sub-Standard	Loan loss is recorded if determinable
6	Doubtful	Partially or fully uncollectible

As part of MCC's risk rating analysis, a corresponding loss reserve is allocated to each sub-standard and doubtful loan. MCC had loan loss reserves of \$3,958,066 (4.1% of the loan portfolio) and \$3,222,083 (3.8% of the loan portfolio), as of December 31, 2021 and 2020, respectively.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
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The table below presents MCC's loans according to their risk rating categories as of December 31, 2021 and 2020:

	<u>1 (Pass)</u>	<u>2 (Pass)</u>	<u>3 (Pass)</u>	<u>4 (Special mention)</u>	<u>5 (Sub-standard)</u>	<u>6 (Doubtful)</u>	<u>Total</u>
December 31, 2021	\$ 3,661,267	\$ 28,554,813	\$ 29,984,262	\$ 9,350,323	\$ -	\$ -	\$ 71,550,665
December 31, 2020	\$ 6,812,969	\$ 20,922,155	\$ 28,545,603	\$ 2,678,267	\$ 68,603	\$ -	\$ 59,027,597

Loan loss reserves at December 31, 2021 and 2020 consisted of the following:

	<u>MCC</u>	<u>MHSW</u>	<u>MHC</u>	<u>Central Coast Housing</u>	<u>MPI</u>	<u>MHI (1)</u>	<u>Total</u>
Balance at January 1, 2020	\$ 2,629,305	\$ 391,295	\$ -	\$ 80,706	\$ 428,667	\$ 34,147	\$ 3,564,120
Increase/(Decrease) to allowance due to:							
Provision for impaired assets	592,778	-	-	-	-	-	592,778
Loans charged off	<u>-</u>	<u>(55,105)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(55,105)</u>
Balance at December 31, 2020	3,222,083	336,190	-	80,706	428,667	34,147	4,101,793
Increase/(Decrease) to allowance due to:							
Provision for impaired assets	735,983	-	-	-	-	-	735,983
Loans charged off	<u>-</u>	<u>(91,547)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(91,547)</u>
Balance at December 31, 2021	<u>\$ 3,958,066</u>	<u>\$ 244,643</u>	<u>\$ -</u>	<u>\$ 80,706</u>	<u>\$ 428,667</u>	<u>\$ 34,147</u>	<u>\$ 4,746,229</u>

(1) Includes notes held by the Mercy Housing, Inc. parent organization.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
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**Note 6 - Property and equipment and assets held for sale**

**Property and equipment**

Property and equipment at December 31, 2021 and 2020 consisted of the following:

	2021	2020
Land and land improvements	\$ 448,804,821	\$ 400,852,587
Buildings	3,774,196,339	3,368,718,617
Furniture and equipment	135,945,802	126,947,288
Predevelopment project costs	12,988,987	23,345,437
Construction in progress	151,543,569	294,523,219
Total property and equipment	4,523,479,518	4,214,387,148
Less accumulated depreciation	(1,359,946,157)	(1,249,545,237)
Property and equipment, net	\$ 3,163,533,361	\$ 2,964,841,911

For the years ended December 31, 2021 and 2020, depreciation expense was \$139,269,089 and \$131,852,235, respectively.

As discussed in Note 1, we perform impairment tests on our property assets when circumstances indicate that carrying value may not be recoverable. In 2021, we determined that sustained historical and long term projected net losses at Kankakee Station Street Senior Housing, LLC necessitated the performance of an impairment analysis. An impairment analysis requires significant judgment and is dependent on internal forecasts, estimated future cash flows, estimates of long-term rental revenue growth rates and the expected life over which asset value will be realized. As a result of this analysis, we concluded that a permanent loss in asset value had occurred. As such, we recorded impairment losses of \$5,018,397 for the year ended December 31, 2021.

**Assets held for sale**

The following assets have been classified as held for sale as of December 31, 2021:

	Leland House	Madison Place	The Haven	Total
Property and equipment, net	\$ 1,134,262	\$ 639,440	\$ 282,612	\$ 2,056,314
Assets held for sale	\$ 1,134,262	\$ 639,440	\$ 282,612	\$ 2,056,314

For the years ended December 31, 2021 and 2020, assets held for sale was \$2,056,314 and \$0, respectively.

**Sale of real estate**

During 2021 and 2020, the sale of 8 and 1 properties, respectively, were completed and gains on sale of assets of \$12,879,276 and \$1,714,683, respectively were recognized.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

**Note 7 - Investments in unconsolidated entities**

MHI and its subsidiaries hold non-controlling interest ranging from 0.001% to 50% in limited partnerships and other entities. As of December 31, 2021 and 2020, MHI is invested in the following non-consolidating entities:

- Housing Partnership Equity Trust, LLC
- Housing Partnership Network, Inc.
- Sunnydale Development Company LLC
- Galewood SLF Associates, LP
- Mercy Preservation Fund, LLC
- Brentwood Green Valley Apartments, Inc.
- 1064 Mission, LP
- Global Partnerships
- Truckee Riverview Housing Associates
- Dove Family Housing Association (La Costa Paloma)
- Morgan Towers
- Kimball Tower
- 491 31st Ave
- 1760 Bush

The Company's investment in unconsolidated entities is as follows:

Investment in unconsolidated entities as of January 1, 2020	\$ 1,404,932
Equity in project earnings (loss)	<u>(378,252)</u>
Investment in unconsolidated entities as of December 31, 2020	1,026,680
Capital contributed	3,327,900
Distributions from cash flow	(8,252)
Equity in project earnings (loss)	(296,266)
Other	<u>1,469</u>
Investment in unconsolidated entities as of December 31, 2021	<u><u>\$ 4,051,531</u></u>

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

**Note 8 - Notes payable**

Notes payable as of December 31, 2021 and 2020 include both secured and unsecured borrowings and consist of the following:

	<u>2021</u>	<u>2020</u>
Unsecured Corporate Operating and Predevelopment Loans:		
US Bank - Revolving line of credit with U.S. Bank National Association. The agreement provides for borrowing up to \$10,000,000 at thirty day LIBOR plus 2.10%, payable monthly with a 1% LIBOR floor. The rate at December 31, 2021 and 2020 is 3.1% and 2.24%, respectively. Commitment expires December 31, 2024. (1)	\$ 4,682,355	\$ -
California Bank & Trust - Revolving predevelopment line of credit agreement with ZB, N.A., dba California Bank & Trust. The agreement provides for borrowing up to \$10,000,000 at thirty day LIBOR plus 2.10%, payable monthly. The rate at December 31, 2021 and 2020 is 2.2% and 2.24%, respectively. The maturity date of the line of credit is December 31, 2023.	7,200,000	10,000,000
Investor Loans to Mercy Community Capital. Notes bearing interest from 0% to 5% and maturing through 2029. Available balances under these notes were \$15,350,000 and \$20,752,305 as of December 31, 2021 and 2020, respectively.	51,673,368	45,910,885
Investor Loans to Mercy Housing, Inc. for Gap Note Program - Interest rates range between 1% to 3% and maturing through 2038. Available balances under these loans are \$22,720,892 at December 31, 2021. (2)	14,629,108	9,000,000
Other Notes Payable, bearing interest from 0% to 2.5% and maturing through December 2028. Available balances are \$856,000 and \$0 as of December, 2021 and 2020.	<u>6,659,375</u>	<u>7,305,217</u>
Subtotal - Unsecured corporate operating and predevelopment Loans	84,844,206	72,216,102



**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
Loans secured by properties:		
Construction loans, bearing interest from 0% to 6.00%, with both fixed and variable interest rates, to be repaid in full or converted to permanent loans through 2024. Total allowable borrowing under the loans are \$1,024,797,908 and \$891,002,665 as of December 31, 2021 and 2020, respectively. Balances available to draw upon are \$379,177,097 and \$474,700,238 as of December 31, 2021 and 2020, respectively.	645,620,811	387,324,842
Mortgage loans, bearing interest from 0% to 10.00%, generally with principal and interest due monthly, to be repaid in full through 2078. All funds available under these notes are fully drawn as of December 31, 2021 and 2020, respectively.	<u>1,472,825,116</u>	<u>1,507,709,118</u>
Total debt	2,203,290,133	1,967,250,062
Less deferred financing costs	<u>(39,716,755)</u>	<u>(39,109,368)</u>
Total	2,163,573,378	1,928,140,694
Less current portion (3)	<u>(279,147,986)</u>	<u>(199,759,352)</u>
Non-current portion	<u>\$ 1,884,425,392</u>	<u>\$ 1,728,381,342</u>

(1) The U.S. Bank - Revolving line of credit provides MHI with \$7,000,000 and \$3,000,000 in predevelopment and operating borrowing capacity, respectively. As of December 31, 2021 and 2020, the Company had standby Letters of Credit of \$250,000 issued under the operating sub-limit.

(2) During 2020 and 2021, MHI entered into a series of discrete loan agreements (collectively referred to as the "Gap Note Program") with PNC Community Development Company, LLC, Truist Bank, CommonSpirit Health, Opus Foundation, Wintrust Bank, N.A, Wheaton Bank and Trust Company, N.A, and Mercy Investment Services Inc. The Gap Note Program was designed to provide low-cost subordinate debt to bridge the financial gap in MHI's affordable housing projects, including but not limited to the purchase of land for affordable housing projects, and to bridge LIHTC investments. The total available borrowing capacity under the Gap Note Program is \$37,350,000. Maturities range from 2026 to 2038 and interest rates on the Gap Note Program borrowings range from 1%- 3%. As of December 31, 2021 and 2020, \$14,629,108 and \$9,000,000, respectively was outstanding in borrowings under the Gap Note Program.

(3) As of December 31, 2021 and 2020, notes payable, current include construction debt totaling \$238,426,878 and \$161,996,433, respectively, with committed sources of repayment including proceeds from permanent debt and/or low income housing tax credit equity.

For the years ended December 31, 2021 and 2020, \$46,607,392 and \$47,007,139 of interest expense, respectively, was incurred and is included in interest and fees on the consolidated statement of activities.

On January 6, 2022, the Company formed California Land Acquisition Fund LLC (Land Fund) with Mercy Housing California as its sole member. The Land Fund was formed with the charitable

# Mercy Housing, Inc.

## Notes to Consolidated Financial Statements December 31, 2021 and 2020

mission to leverage philanthropic and private capital in order to expand and support increased development of affordable housing in California. On April 4, 2022, the Land Fund entered into a loan agreement (Land Fund Facility) with JPMorgan Chase Bank, N.A., Mercy Housing Loan Fund, LP (with limited partner Morgan Stanley Community Investments LLC), The California Endowment, California Community Foundation, Weingart Foundation and affiliates. The total available borrowing capacity under the Land Fund Facility is \$47,000,000, of which \$8,500,000 is from affiliated sources. Borrowings mature in five years with 2 one-year extensions and interest rates on the Land Fund Facility range from 4% to SOFR+6.40%. Mercy Housing Inc. and Mercy Housing California have jointly entered into payment guarantees for the Land Fund in the amount of \$6,750,000. No amounts have been drawn on the Land Fund Facility as of the date of this report.

Future minimum principal maturities of notes payable are as follows:

For the year ending December 31, 2022	\$ 279,147,986
2023	123,407,088
2024	44,939,560
2025	27,457,452
2026	44,315,864
Thereafter	<u>1,684,022,183</u>
Total maturities	<u><u>\$ 2,203,290,133</u></u>

### Note 9 - Net assets without donor restrictions

MHI's net assets without donor restrictions are comprised of undesignated amounts for the following purposes at:

	<u>2021</u>	<u>2020</u>
Net assets without donor restrictions - controlling		
Undesignated	\$ 424,103,738	\$ 383,931,678
Board designated, property improvements	-	500,000
Board designated, software implementation	<u>-</u>	<u>2,162,999</u>
Total net assets without donor restrictions - controlling	424,103,738	386,594,677
Net assets without donor restrictions - noncontrolling	<u>777,451,908</u>	<u>820,138,639</u>
	<u><u>\$ 1,201,555,646</u></u>	<u><u>\$ 1,206,733,316</u></u>

### Board designated for property improvements

MHI's board has designated funds be set aside to perform essential property improvements including but not limited to repairs, improvements, replacements, alterations, and additions to existing properties.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements  
December 31, 2021 and 2020**

**Board designated for software implementation**

MHI's board has designated funds to be set aside for a comprehensive software implementation program which includes property and disbursements management and data systems.

**Note 10 - Net assets with donor restrictions**

MHI's net assets with donor restrictions are restricted for the following purposes or periods as of December 31, 2021 and 2020, as follows:

	2021	2020
Subject to expenditure for specified purpose:		
Construction of affordable housing	\$ 46,912,464	\$ 40,555,866
Resident services	5,411,296	6,445,128
Total subject to expenditure for specified purpose	<u>52,323,760</u>	<u>47,000,994</u>
Subject to expenditure for a specified time:		
Land lease for use in affordable housing	1,266,160	1,292,000
Total subject to expenditure for a specified time	<u>1,266,160</u>	<u>1,292,000</u>
With donor restrictions in perpetuity:		
Land for use in affordable housing	5,021,079	5,441,849
Total with donor restrictions in perpetuity	<u>5,021,079</u>	<u>5,441,849</u>
Total net assets with donor restrictions	<u><u>\$ 58,610,999</u></u>	<u><u>\$ 53,734,843</u></u>

**Note 11 - Lease commitments**

The Company leases land, office space and equipment under non-cancelable operating lease agreements that expire through 2118. Future minimum lease payments are as follows:

	Office and Leases	Property Leases	Total Leases
For the year ending December 31,			
2022	\$ 1,722,548	\$ 1,372,167	\$ 3,094,715
2023	1,739,263	1,358,541	3,097,804
2024	1,662,088	1,359,956	3,022,044
2025	1,597,539	1,361,413	2,958,952
2026	1,520,483	1,362,915	2,883,398
Thereafter	<u>6,767,686</u>	<u>63,403,127</u>	<u>70,170,813</u>
Total future minimum lease payments	<u><u>\$ 15,009,607</u></u>	<u><u>\$ 70,218,119</u></u>	<u><u>\$ 85,227,726</u></u>

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

Lease expense for operating leases was approximately \$3,471,474 and \$3,299,880 for the years ended December 31, 2021 and 2020, respectively, and is included in facility expense. As of December 31, 2021 and 2020 ground leases at eleven and ten projects, respectively, have been prepaid and are amortizing over the related lives through 2115. Prepaid lease expense as of December 31, 2021 and 2020 was \$18,048,735 and \$18,223,728, respectively, and is included in prepaid expenses and other assets, net on the statements of financial position.

#### **Note 12 - Related party transactions**

The Company has significant related party transactions with affiliates. It provides a considerable amount of funding in connection with the development of projects. It also provides development services, fund raising assistance, property management, resident services and administrative services. In certain cases, the Company pays operating expenses on behalf of and provides management services to affiliates. These costs are reimbursed to the Company on a monthly basis. In certain instances, such as when individual properties may be experiencing cash flow difficulties, repayment may be delayed, providing the property with an informal source of funds.

##### *Notes and interest receivable, affiliates*

The amounts loaned by the Company primarily represent predevelopment and development loans to consolidated affiliates. These loans are generally collateralized with real estate of the funded property. Many of these loans do not require payments until after the scheduled maturity of the related first mortgages. The loans with subsidiaries are eliminated in consolidation. Interest payments generally are subject to available cash flow. In some cases, loans are required to be repaid earlier. This usually occurs in situations where the underlying source of the loan is required to be repaid earlier as well.

##### *Development fee income*

Generally, all development fee income is earned in connection with affiliated entities. Development fees which are paid from operating cash flows from affiliated entities are eliminated in consolidation. Many of these fees are required to be deferred and paid from cash flows of the related property.

##### *Other fee income*

Substantially all of the property management, data processing, and bookkeeping fee income earned by the Company is related to services provided to consolidated affiliates. In addition, the general partners earn partnership management fees for oversight of the properties. Property management fees, data processing fees, bookkeeping fees, and partnership management fees associated with controlled entities are eliminated in consolidation. Such fee income is included in service fees in the consolidating statements of activities in the supplemental schedules. The elimination of these fees is allocated to the controlling interest.

**Mercy Housing, Inc.**

**Notes to Consolidated Financial Statements**  
**December 31, 2021 and 2020**

**Note 13 - Consolidated statements of cash flows**

According to the provisions of ASU 2016-18, the Company is required to provide a reconciliation of cash, cash equivalents, and restricted cash reported within the consolidated statements of financial position that sum to the total of the same such amounts in the statements of cash flows as follows:

		<u>2021</u>
Cash and cash equivalents		\$ 110,688,192
Cash, tenant security deposits		10,111,329
Cash, restricted	\$ 60,968,855	
Less: non-qualified restricted cash	<u>(5,888,976)</u>	
		55,079,879
Investments		2,840,000
Investments, restricted		2,902
Restricted property reserves	220,018,776	
Less: non-qualified restricted cash	<u>(118,470,513)</u>	
		101,548,263
Long-term investments		16,560,000
Long-term investments, restricted		<u>6,516,935</u>
Total cash, cash equivalents, and restricted cash shown in the consolidated statements of cash flows		<u><u>\$ 303,347,500</u></u>
		<u>2020</u>
Cash and cash equivalents		\$ 101,627,573
Cash, tenant security deposits		9,821,990
Cash, restricted	\$ 46,962,079	
Less: non-qualified restricted cash	<u>(7,507,323)</u>	
		39,454,756
Investments		3,637,999
Investments, restricted		8,458
Restricted property reserves	205,384,663	
Less: non-qualified restricted cash	<u>(116,786,091)</u>	
		88,598,572
Long-term investments		17,150,000
Long-term investments, restricted		<u>6,427,377</u>
Total cash, cash equivalents, and restricted cash shown in the consolidated statements of cash flows		<u><u>\$ 266,726,725</u></u>

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

Amounts included in restricted cash are comprised of security deposits held in trust for the future benefit of tenants upon moving out of the property and other reserves as required by regulatory authority and the partnership and/or operating agreements.

#### **Note 14 - Guarantees**

MHI enters into agreements with certain limited partnerships or their affiliated general partners whereby the Company guarantees to loan funds to the partnerships in the event that the partnerships incur operating deficits as defined in the respective partnership agreements or fail to meet their current financial obligations. These agreements expire at various times from 2022 through the terms of the underlying partnership or debt agreements. Loans made pursuant to these guarantees are generally interest-free and unsecured. The maximum potential amount of future payments under these guarantees is equal to the amount guaranteed to the partnerships under the tax indemnification agreements discussed below.

MHI also enters into agreements with certain limited partnerships and limited liability companies or their affiliated general partners or members whereby MHI offers tax indemnification in the event of low-income housing tax credit recapture. MHI's potential liability under these agreements is dependent upon IRS audits and final letters of determination of the limited partnerships' qualified basis in tax credit properties. Similarly, MHI has entered into agreements with state and local governments who have provided loans to certain limited partnerships for the development of affordable housing whereby MHI has guaranteed any recapture of the loans resulting from non-compliance with affordable housing requirements. Management is not aware of any known liability for tax credit or loan recapture. The maximum potential liability under these guarantees as of December 31, 2021 is \$1,234,530,553 relating to 116 limited partnerships. MHI has not been required to fund any amounts under these guarantees and has not recorded any liabilities associated with these guarantees.

MHI provides guarantees to certain lenders who provide financing for the acquisition and construction of low-income housing projects developed by certain limited partnerships. Under these guarantees, MHI provides assurance of project completion and provides repayment guarantees for the associated loans. The guarantees terminate when construction is complete and permanent financing repays the construction loans. As of December 31, 2021, MHI had provided guarantees on 32 acquisition and construction loans of \$714,400,211 of which \$443,767,023 was outstanding. As of December 31, 2020, MHI had provided guarantees on 23 acquisition and construction loans of \$604,538,331 of which \$221,347,587 was outstanding.

MHI issues other guarantees to secure financing on various projects. As of December 31, 2021, \$4,613,379 of other guarantees were outstanding. MHI has not been required to fund any amounts under these guarantees.

MHI also guarantees certain surety bonds covering construction and utilities deposits. As of December 31, 2021, \$2,523,855 was outstanding under such guarantees.

#### **Note 15 - Fair value**

The accounting standard for fair value measurement and disclosures defines fair value, establishes a framework for measuring fair value, and provides for expanded disclosure about fair value measurements. Fair value is defined by the accounting standard for fair value measurement and disclosures as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly

# Mercy Housing, Inc.

## Notes to Consolidated Financial Statements December 31, 2021 and 2020

transaction between market participants on the measurement date. It also establishes a fair value hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three levels. The following summarizes the three levels of inputs and hierarchy of fair value the Company uses when measuring fair value:

- Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access;
- Level 2 inputs may include quoted prices for similar assets and liabilities in active markets, as well as interest rates and yield curves that are observable at commonly quoted intervals; and
- Level 3 inputs are unobservable inputs for the asset or liability that are typically based on an entity's own assumptions as there is little, if any, related market activity.

In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the fair value measurement will fall within the lowest level input that is significant to the fair value measurement in its entirety.

MHI's unrealized gain (loss) for the years ended December 31, 2021 and 2020 are as follows:

	Level 1		Level 2		Level 3		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Interest rate swaps	\$ -	\$ -	\$ 487,175	\$ 331,550	\$ -	\$ -	\$ 487,175	\$ 331,550
Certificates of deposit	(127,199)	(451,370)	-	-	-	-	(127,199)	(451,370)
Equities	(637)	4,919	17,848	16,742	-	-	17,211	21,661
Mutual funds	84,583	35,976	14,036	14,139	-	-	98,619	50,115

MHI's financial assets and (liabilities) measured at fair value as of December 31, 2021 and 2020 are as follows:

	Level 1		Level 2		Level 3		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net interest rate swaps	\$ -	\$ -	\$ (3,532,202)	\$ (3,045,027)	\$ -	\$ -	\$ (3,532,202)	\$ (3,045,027)
Certificates of deposit	102,797,801	87,163,630	-	-	-	-	102,797,801	87,163,630
Money market accounts	22,504,843	27,590,967	-	-	-	-	22,504,843	27,590,967
Equities	2,902	8,458	569,400	507,200	-	-	572,302	515,658
Mutual funds	269,302	279,662	-	-	-	-	269,302	279,662
Corporate bonds	-	-	4,870,109	4,792,714	-	-	4,870,109	4,792,714

No other assets or liabilities are measured at fair value as of December 31, 2021 and 2020.

On a recurring basis, the Company measures its interest rate swap contracts at their estimated fair value. In determining the fair value of the interest rate swap contracts, the Company uses the present value of expected cash flows based on observable market interest rate yield curve commensurate with the term of the instrument. In determining the fair value of the certificates of deposit, the Company uses quoted market prices and other relevant information generated by market transactions. See "Derivative Instruments and Hedging Activities" in Note 1 for additional information regarding the swaps.

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

#### **Note 16 - Employee retirement plan**

The Company has a defined contribution employee 403(b) retirement plan covering eligible employees. Generally, employee contributions to the plan consist of a percentage based on eligible employees' compensation. MHI matches dollar for dollar an employee's contribution up to 4 percent commencing on the employee's second year of service. Additionally, at the completion of three and seven years of service, MHI makes additional contributions equal to 1 percent and 1 percent, respectively, of the employee's gross earnings regardless of whether or not the employee participates in the plan. Contribution costs of property site staff are passed through to the managed projects. The Company contributed \$3,234,502 and \$3,113,539 for the years ended December 31, 2021 and 2020, respectively.

#### **Note 17 - Insurance**

The Company uses a combination of insurance and risk retention to manage a number of risks, including, but not limited to, general liability, workers compensation, property and the Company's obligation for employee related health care benefits. Liabilities relating to these claims associated with these risks are estimated by considering historical claims experience, including frequency, severity, demographic factors, and other actuarial assumptions. In estimating the liability for such claims, the Company periodically analyzes historical trends, including loss development, and applies appropriate loss development factors to the incurred costs associated with the claims.

Reserves relating to retained risk were \$8,288,388 and \$9,980,178 as of December 31, 2021 and 2020, respectively. As of December 31, 2021 and 2020, \$4,097,269 and \$4,573,928, respectively, are outstanding and included in accounts payable and accrued expenses.

The Company maintains a restricted cash balance to pay future claims related to all areas of retained risk. As of December 31, 2021 and 2020, the Company held \$13,367,367 and \$14,290,557, respectively, in restricted cash to pay future insurance claims.

#### **Note 18 - Commitments and contingencies**

##### **Property management agreements**

MHM, a subsidiary corporation of MHI, serves under contract as the management agent for several affiliated corporations and partnerships of MHI. In addition, MHM provides management services to unaffiliated affordable housing projects at competitive rates.

##### **Grant and property use restrictions**

Many properties owned and operated by MHI and its subsidiaries were developed using monies provided by grants and restrictive, low interest rate loans. The terms of these loans restrict the use of the property and generally require it be rented to qualified low-income tenants for the period of the grant or related loan term. MHI and its subsidiaries also receive grants with restrictions other than property use. Failure to comply with the terms of the grant or the loans would result in a requirement to repay a portion or all of the proceeds received.

##### **Rental assistance contracts**

Many properties owned by or affiliated with the Company have entered into rental assistance contracts with HUD. These contracts have various terms and require the affiliate projects to operate as low-income housing properties and to obtain HUD approval of all rent increases.



## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

#### **Construction contracts**

The Company has entered into construction contracts with various third party contractors to construct and rehabilitate projects in the original amount of \$614,908,072 and \$667,098,639 as of December 31, 2021 and 2020, respectively. During 2021 and 2020, change orders totaled \$59,290,623 and \$64,582,398, respectively. As of December 31, 2021 and 2020, \$51,951,500 and \$53,229,087 remains payable, respectively, which includes retainage payable of \$18,710,634 and \$21,325,939, respectively, included in accounts payable and accrued expenses.

#### **Surplus cash and residual receipts**

Many properties owned by MHI and its subsidiaries are subject to HUD regulatory agreements, which restrict the use of the property and limit the use of project cash. Under these regulatory agreements, many of the subsidiaries are precluded from receiving any distributions of operating cash. A surplus cash calculation is required to be prepared annually and any surplus cash, as defined, is required to be deposited in a residual receipts account controlled by HUD.

#### **Letters of credit**

In connection with certain project developments, MHI is contingently liable on certain letters of credit, expiring on various dates (see Note 8).

#### **Litigation**

MHI and its subsidiaries are named in claims and legal actions in the normal course of its business. Based upon the opinion of counsel, management believes the outcome of such matters will not have a material adverse effect on the financial position or changes in the net assets of the Company.

#### **Other**

As general partners in various partnerships, the Company and other consolidated entities may be subject to other liabilities, should an affected partnership's assets become insufficient to meet its obligations.

### **Note 19 - Risks and uncertainties**

The following important factors could adversely impact the Company. These factors could cause actual results to differ materially from any forward-looking and other statements that were made in periodic reports, news releases, annual reports and other written reports or communication.

In early 2020, an outbreak of a novel strain of coronavirus (COVID-19) emerged globally. As a result, events have occurred including mandates from federal, state and local authorities leading to an overall decline in economic activity which could result in a loss of lease revenue and other material adverse effects to the Company's financial position, results of operations, and cash flows. Mercy Housing is not able to estimate the length or severity of this outbreak and the related financial impact. The future impact of the outbreak is highly uncertain and cannot be predicted and there is no assurance that the outbreak will not have a material adverse impact on the financial health of Mercy Housing. The extent of the impact, if any, will depend on future developments, including actions taken to contain the coronavirus. Management plans to adjust its operations accordingly and will continue to assess and monitor the situation as it evolves. If the length of the outbreak and related effects on our operations continue for an extended period of time, we may have to seek alternative measures to finance our operations. There is no assurance these measures will be successful.

## **Mercy Housing, Inc.**

### **Notes to Consolidated Financial Statements December 31, 2021 and 2020**

MHI obtains and employs substantial capital and operating subsidies from various federal, state and local governmental agencies, including the federal departments of HUD, USDA and the Veterans Administration. Legislative or regulatory changes in the operations or funding of federal, state and local programs could have a material impact on future results. In addition, MHI obtains funding from private equity groups including national, state and local banks and financial institutions. This funding is also based on a number of government programs, including the Low Income Housing Tax Credit (LIHTC) and the Community Reinvestment Act (CRA). Legislative changes (including changes to Federal Income Tax laws) could impact the level of funding received from these groups and could have a material impact on future results.

Changes in the current economic and credit market (e.g., a rise in inflation and/or interest rates) environment could increase the cost of capital or limit the ability to access capital. Failure to comply with covenants and conditions imposed by the agreements governing the Company's indebtedness could restrict future borrowing or cause debt to become immediately due and payable. Failure to renew existing loans could impact working capital, capital expenditures, acquisitions, debt service or other business needs.

The Company and its subsidiaries invest in assets consisting of Bank Certificates of Deposits (CDs) and money market funds which invest in CDs, commercial paper, US Treasury bills, US Agency bonds, notes, and repurchase agreements. Investment policy and guidelines are established by the Finance Committee of the board of trustees. These investments are exposed to various risks, such as interest rate, market and credit. Due to the level of uncertainty related to changes in interest rates, market volatility and credit risks, it is at least reasonably possible that changes in these risks could materially affect the fair value of investments reported in the consolidated statements of financial position as of December 31, 2021. The investment policy and guidelines consider liquidity and risk for each entity and each pool of assets and attempt to diversify asset classes to mitigate risks over the applicable time horizons.

Increased development costs, supply and labor shortages, entitlement delays, uninsured losses from natural disasters and other factors may negatively affect the future results of the Company. Property operations and development are subject to warranty and liability claims that can be significant.

#### **Note 20 - Subsequent events**

Events that occur after the statement of financial position date but before the consolidated financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the statement of financial position date are recognized in the accompanying consolidated financial statements. Subsequent events which provide evidence about conditions that existed after the statement of financial position date require disclosure in the accompanying notes. Management evaluated the activity of the Company through April 21, 2022 (the date the consolidated financial statements were available to be issued) and concluded that no subsequent events have occurred that would require disclosure in the notes to the consolidated financial statements other than as discussed in Note 1 related to the RCHC change in control and Note 8 related to the Land Fund.

## **Supplementary Information**

## **Mercy Housing, Inc.**

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**Mercy Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing, Inc.	Mercy Community Capital	Mercy Housing Management Group	Mercy Housing Services Corporation	Mercy Housing Ohio, Inc.	Consolidated Mercy Housing Mountain Plains	Consolidated Mercy Housing California	Consolidated Mercy Housing Northwest-Idaho, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 15,592,383	\$ 1,335,175	\$ -	\$ 2,222,642	\$ -	\$ 4,334,939	\$ 42,024,383	\$ 152,282
Cash, tenant security deposits	-	-	-	-	-	410,290	3,857,026	50,154
Cash, restricted	37,893,112	3,653,174	-	-	-	1,187,642	13,447,227	-
Investments	2,840,000	-	-	-	-	-	-	-
Investments, restricted	2,902	3,493,847	-	-	-	-	-	-
Accounts receivable, net	4,974,546	3,623	13,796,790	31,885	-	465,910	13,966,883	16,529
Due from affiliate, net	240,097,671	70,627	79,677,734	-	522,212	20,386,887	104,803,051	1,467,985
Pledges receivable, net	76,085	-	-	-	-	275,075	4,932,317	-
Grants receivable	800,000	-	-	-	-	-	53,183	-
Current portion of notes and interest receivable	-	45,168,166	-	-	-	-	48,849	-
Current portion of notes and interest receivable, affiliates	24,207,083	-	-	-	-	146,080	256,291	-
Prepaid expenses and other assets	4,797,847	79,226	208,889	99,710	-	560,115	10,625,318	40,076
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	2,056,314	-
<b>Total current assets</b>	<b>331,281,629</b>	<b>53,803,838</b>	<b>93,683,413</b>	<b>2,354,237</b>	<b>522,212</b>	<b>27,766,938</b>	<b>196,070,842</b>	<b>1,727,026</b>
Property and equipment								
Land and land improvements	855,000	-	-	-	-	10,692,102	213,099,889	1,720,491
Buildings	71,748	-	-	-	-	128,762,665	1,816,269,511	14,287,170
Furniture and equipment	7,428,166	-	11,330	-	-	4,583,273	50,356,252	731,229
Predevelopment project costs	-	-	-	-	-	1,181,866	10,624,067	-
Construction in progress	-	-	-	-	-	8,623,500	98,237,544	-
Accumulated depreciation	(5,462,886)	-	(11,330)	-	-	(63,606,210)	(367,943,398)	(7,721,351)
<b>Net property and equipment</b>	<b>2,892,028</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>90,237,196</b>	<b>1,820,643,865</b>	<b>9,017,539</b>
Other long-term assets								
Restricted property reserves	-	-	-	-	-	9,203,347	102,372,645	1,238,850
Long-term investments	6,940,000	-	-	-	-	-	9,620,000	-
Long-term investments, restricted	-	-	-	5,101,935	-	-	465,000	-
Due from affiliates	775,972	-	-	-	-	-	221,003	-
Pledges receivable, net	-	-	-	-	-	-	14,385,621	-
Investments in limited partnerships, net	6,145,598	284,475	-	-	-	-	100,205	-
Notes and interest receivable, net	8,884,065	48,377,583	-	-	-	-	1,397,354	46,229
Notes and interest receivable, affiliates	5,903,400	-	-	-	-	8,241,009	6,934,238	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	569,400	-	29,060	-	427,017	22,767,787	19,388
<b>Total other long-term assets</b>	<b>28,649,035</b>	<b>49,231,458</b>	<b>-</b>	<b>5,130,995</b>	<b>-</b>	<b>17,871,373</b>	<b>158,263,853</b>	<b>1,304,467</b>
<b>Total assets</b>	<b>\$ 362,822,692</b>	<b>\$ 103,035,296</b>	<b>\$ 93,683,413</b>	<b>\$ 7,485,232</b>	<b>\$ 522,212</b>	<b>\$ 135,875,507</b>	<b>\$ 2,174,978,560</b>	<b>\$ 12,049,032</b>

**Mercy Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing, Inc.	Mercy Community Capital	Mercy Housing Management Group	Mercy Housing Services Corporation	Mercy Housing Ohio, Inc.	Consolidated Mercy Housing Mountain Plains	Consolidated Mercy Housing California	Consolidated Mercy Housing Northwest-Idaho, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 15,229,210	\$ 389,076	\$ 5,984,511	\$ 997,410	\$ 10,284	\$ 5,510,691	\$ 59,261,460	\$ 199,805
Due to affiliates	265,401,321	-	87,741,869	-	3,766,030	17,404,058	42,192,206	2,614,995
Accrued interest	425,525	122,114	-	-	-	155,172	3,493,985	-
Accrued interest, affiliates	12,106	-	-	-	-	36,576	2,170	2,100
Current portion of notes payable	3,903,842	8,663,000	-	-	-	5,868,221	225,418,006	-
Current portion of notes payable, affiliates	3,481,741	80,967	-	-	-	3,645,665	15,621,385	419,944
Deferred revenue and other liabilities	10,712,206	-	7,778	608,101	-	328,264	3,389,577	10,126
Tenant security deposits	-	-	-	-	-	399,310	3,927,237	47,722
<b>Total current liabilities</b>	<b>299,165,951</b>	<b>9,255,157</b>	<b>93,734,158</b>	<b>1,605,511</b>	<b>3,776,314</b>	<b>33,347,957</b>	<b>353,306,026</b>	<b>3,294,692</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	88,462	-	-	-	-	897,529	73,045,019	53,228
Accrued interest, affiliates	-	-	-	-	-	32,638	175,772	-
Notes payable, less current portion, net	29,760,293	42,617,071	-	-	-	47,554,015	1,030,541,284	1,128,457
Notes payable, less current portion, affiliates	-	312,330	-	-	-	9,596,971	3,918,311	-
Deferred revenue and other liabilities	1,385,201	8,500,000	-	-	-	61,542	22,152,953	-
<b>Total long-term liabilities</b>	<b>31,233,956</b>	<b>51,429,401</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,142,695</b>	<b>1,129,833,339</b>	<b>1,181,685</b>
<b>Total liabilities</b>	<b>330,399,907</b>	<b>60,684,558</b>	<b>93,734,158</b>	<b>1,605,511</b>	<b>3,776,314</b>	<b>91,490,652</b>	<b>1,483,139,365</b>	<b>4,476,377</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	29,557,648	39,260,738	(50,745)	5,879,721	(3,254,102)	42,535,663	650,656,121	7,571,869
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>29,557,648</b>	<b>39,260,738</b>	<b>(50,745)</b>	<b>5,879,721</b>	<b>(3,254,102)</b>	<b>42,535,663</b>	<b>650,656,121</b>	<b>7,571,869</b>
Net assets with donor restrictions	2,865,137	3,090,000	-	-	-	1,849,192	41,183,074	786
<b>Total net assets</b>	<b>32,422,785</b>	<b>42,350,738</b>	<b>(50,745)</b>	<b>5,879,721</b>	<b>(3,254,102)</b>	<b>44,384,855</b>	<b>691,839,195</b>	<b>7,572,655</b>
<b>Total liabilities and net assets</b>	<b>\$ 362,822,692</b>	<b>\$ 103,035,296</b>	<b>\$ 93,683,413</b>	<b>\$ 7,485,232</b>	<b>\$ 522,212</b>	<b>\$ 135,875,507</b>	<b>\$ 2,174,978,560</b>	<b>\$ 12,049,032</b>

**Mercy Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Housing Lakefront	Consolidated Mercy Housing South East	Consolidated Mercy Housing Northwest	Mercy Properties Washington III, LLC (Cobble Knoll I)	Mercy Properties Washington II, LLC (Cobble Knoll II)	Padre Apartments Community	Consolidated General Partners	Eliminations	Consolidated Mercy Housing, Inc.
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ 2,490,984	\$ 1,964,182	\$ 6,155,055	\$ 548,332	\$ -	\$ 96,996	\$ 33,768,539	\$ 2,300	\$ 110,688,192
Cash, tenant security deposits	653,981	674,470	816,678	163,860	-	18,515	3,466,355	-	10,111,329
Cash, restricted	964,743	890,369	2,666,589	-	-	-	268,299	(2,300)	60,968,855
Investments	-	-	-	-	-	-	-	-	2,840,000
Investments, restricted	-	-	-	-	-	-	-	(3,493,847)	2,902
Accounts receivable, net	1,424,186	673,163	808,145	108,019	-	1,790	2,185,739	(9,048,852)	29,408,356
Due from affiliate, net	46,973,256	772,496	14,748,226	22,520	-	-	84,451	(509,627,116)	-
Pledges receivable, net	228,358	94,784	122,679	-	-	-	-	-	5,729,298
Grants receivable	360,720	-	-	-	-	-	386,811	-	1,600,714
Current portion of notes and interest receivable	-	-	-	-	-	-	-	(3,647,885)	41,569,130
Current portion of notes and interest receivable, affiliates	18,000	332,469	411,910	-	-	-	-	(25,371,833)	-
Prepaid expenses and other assets	1,084,830	860,104	767,694	66,630	-	13,495	2,978,984	(10,394,064)	11,788,854
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	2,056,314
<b>Total current assets</b>	<b>54,199,058</b>	<b>6,262,037</b>	<b>26,496,976</b>	<b>909,361</b>	<b>-</b>	<b>130,796</b>	<b>43,139,178</b>	<b>(561,583,597)</b>	<b>276,763,944</b>
Property and equipment									
Land and land improvements	29,973,368	39,923,835	41,371,284	2,987,426	-	118,488	109,359,146	(1,296,208)	448,804,821
Buildings	341,106,922	224,242,641	329,558,248	13,729,684	-	4,514,670	925,969,041	(24,315,961)	3,774,196,339
Furniture and equipment	9,908,135	9,327,802	8,687,626	178,515	-	146,316	44,587,158	-	135,945,802
Predevelopment project costs	874,312	410,037	822,700	-	-	-	-	(923,995)	12,988,987
Construction in progress	2,251,903	28,879,095	15,115,556	-	-	-	-	(1,564,029)	151,543,569
Accumulated depreciation	(130,008,585)	(108,483,245)	(90,237,385)	(8,537,264)	-	(3,204,780)	(584,446,639)	9,716,916	(1,359,946,157)
<b>Net property and equipment</b>	<b>254,106,055</b>	<b>194,300,165</b>	<b>305,318,029</b>	<b>8,358,361</b>	<b>-</b>	<b>1,574,694</b>	<b>495,468,706</b>	<b>(18,383,277)</b>	<b>3,163,533,361</b>
Other long-term assets									
Restricted property reserves	24,913,072	11,964,313	14,243,052	1,216,857	-	721,523	54,145,117	-	220,018,776
Long-term investments	-	-	-	-	-	-	-	-	16,560,000
Long-term investments, restricted	-	800,000	150,000	-	-	-	-	-	6,516,935
Due from affiliates	-	-	-	-	-	-	-	(996,975)	-
Pledges receivable, net	-	-	300,000	-	-	-	-	-	14,685,621
Investments in limited partnerships, net	(2,443,236)	-	559,804	-	-	-	(15,769,134)	15,173,819	4,051,531
Notes and interest receivable, net	75,000	-	-	-	-	-	1,215,760	(22,305,265)	37,690,726
Notes and interest receivable, affiliates	-	88,095	65,607	-	-	-	1,197,412	(22,429,761)	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	1,316,216	886,181	1,012,050	-	-	-	2,237,908	-	29,265,007
<b>Total other long-term assets</b>	<b>23,861,052</b>	<b>13,738,589</b>	<b>16,330,513</b>	<b>1,216,857</b>	<b>-</b>	<b>721,523</b>	<b>43,027,063</b>	<b>(30,558,182)</b>	<b>328,788,596</b>
<b>Total assets</b>	<b>\$ 332,166,165</b>	<b>\$ 214,300,791</b>	<b>\$ 348,145,518</b>	<b>\$ 10,484,579</b>	<b>\$ -</b>	<b>\$ 2,427,013</b>	<b>\$ 581,634,947</b>	<b>\$ (610,525,056)</b>	<b>\$ 3,769,085,901</b>

**Mercy Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Housing Lakefront	Consolidated Mercy Housing South East	Consolidated Mercy Housing Northwest	Mercy Properties Washington III, LLC (Cobble Knoll I)	Mercy Properties Washington II, LLC (Cobble Knoll II)	Padre Apartments Community	Consolidated General Partners	Eliminations	Consolidated Mercy Housing, Inc.
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 12,777,642	\$ 12,673,084	\$ 5,809,030	\$ 438,395	\$ -	\$ 54,445	\$ 11,370,833	\$ (12,868,658)	\$ 117,837,218
Due to affiliates	41,079,856	23,017,653	7,200,019	162,095	-	-	10,149,110	(500,729,212)	-
Accrued interest	617,841	123,966	189,704	54,063	-	467	2,733,539	(288)	7,916,088
Accrued interest, affiliates	8,720	-	-	-	-	-	72,087	(133,759)	-
Current portion of notes payable	1,412,437	4,959,722	13,132,091	622,707	-	77,236	15,090,724	-	279,147,986
Current portion of notes payable, affiliates	2,897,170	2,705,140	831,803	-	-	-	303,588	(29,987,403)	-
Deferred revenue and other liabilities	465,163	246,144	422,992	20,352	-	328	1,050,139	(9,779,934)	7,481,236
Tenant security deposits	627,216	651,907	795,303	157,322	-	18,012	3,405,437	-	10,029,466
<b>Total current liabilities</b>	<b>59,886,045</b>	<b>44,377,616</b>	<b>28,380,942</b>	<b>1,454,934</b>	<b>-</b>	<b>150,488</b>	<b>44,175,457</b>	<b>(553,499,254)</b>	<b>422,411,994</b>
Long-term liabilities									
Due to affiliates	5,564,883	-	-	-	-	-	1,590,249	(7,155,132)	-
Accrued interest	7,503,984	536,825	2,995,450	-	-	315,620	71,096,791	-	156,532,908
Accrued interest, affiliates	5,333	13,095	-	-	-	-	9,324,784	(9,551,622)	-
Notes payable, less current portion, net	146,075,077	65,952,540	136,000,727	7,484,358	-	474,529	376,557,407	279,634	1,884,425,392
Notes payable, less current portion, affiliates	-	3,267,352	411,470	125,000	-	-	41,990,168	(59,621,602)	-
Deferred revenue and other liabilities	863,934	1,730,407	4,869,039	-	-	838	7,335,939	(1,350,891)	45,548,962
<b>Total long-term liabilities</b>	<b>160,013,211</b>	<b>71,500,219</b>	<b>144,276,686</b>	<b>7,609,358</b>	<b>-</b>	<b>790,987</b>	<b>507,895,338</b>	<b>(77,399,613)</b>	<b>2,086,507,262</b>
<b>Total liabilities</b>	<b>219,899,256</b>	<b>115,877,835</b>	<b>172,657,628</b>	<b>9,064,292</b>	<b>-</b>	<b>941,475</b>	<b>552,070,795</b>	<b>(630,898,867)</b>	<b>2,508,919,256</b>
<b>Net assets</b>									
Net assets without donor restrictions, controlling	106,888,404	96,998,691	175,083,972	1,420,287	-	1,485,538	27,148,030	(757,078,097)	424,103,738
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	777,451,908	777,451,908
<b>Total net assets without donor restrictions</b>	<b>106,888,404</b>	<b>96,998,691</b>	<b>175,083,972</b>	<b>1,420,287</b>	<b>-</b>	<b>1,485,538</b>	<b>27,148,030</b>	<b>20,373,811</b>	<b>1,201,555,646</b>
Net assets with donor restrictions	5,378,505	1,424,265	403,918	-	-	-	2,416,122	-	58,610,999
<b>Total net assets</b>	<b>112,266,909</b>	<b>98,422,956</b>	<b>175,487,890</b>	<b>1,420,287</b>	<b>-</b>	<b>1,485,538</b>	<b>29,564,152</b>	<b>20,373,811</b>	<b>1,260,166,645</b>
<b>Total liabilities and net assets</b>	<b>\$ 332,166,165</b>	<b>\$ 214,300,791</b>	<b>\$ 348,145,518</b>	<b>\$ 10,484,579</b>	<b>\$ -</b>	<b>\$ 2,427,013</b>	<b>\$ 581,634,947</b>	<b>\$ (610,525,056)</b>	<b>\$ 3,769,085,901</b>



**Mercy Housing, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing, Inc.	Mercy Community Capital	Mercy Housing Management Group	Mercy Housing Services Corporation	Mercy Housing Ohio, Inc.	Consolidated Mercy Housing Mountain Plains	Consolidated Mercy Housing California	Consolidated Mercy Housing Northwest-Idaho, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,795,165	\$ 91,769,802	\$ 1,154,182
Developer fees	-	-	-	-	-	1,540,010	18,692,099	-
Services fees	5,595,008	-	19,641,050	-	-	456,689	2,491,515	-
Philanthropy	9,113,908	6,994,814	-	-	-	3,400,164	9,513,201	54,000
Capital grants	-	-	-	-	-	-	10,941,589	-
Consulting	-	-	7,230	-	-	91,902	699,856	-
Interest	1,684,267	5,362,312	-	204,019	-	493,174	(1,214,797)	4,205
Other	28,658,285	631,366	2,537,916	1,108,100	-	294,234	12,753,556	13,106
<b>Total revenues</b>	<b>45,051,468</b>	<b>12,988,492</b>	<b>22,186,196</b>	<b>1,312,119</b>	<b>-</b>	<b>24,071,338</b>	<b>145,646,821</b>	<b>1,225,493</b>
<b>Expenses and losses</b>								
Compensation	19,499,942	1,266,985	13,363,886	-	-	6,846,958	37,195,541	332,143
Administrative	12,220,433	84,231	788,216	900,118	49	2,841,607	16,265,333	263,444
Professional services	4,411,490	51,554	1,067,365	176,665	9,567	522,307	3,765,143	52,292
Depreciation and amortization	520,817	-	-	-	-	5,769,588	60,873,876	634,587
Grants	5,922,036	-	118,090	-	-	23,132	6,076,495	-
Facility	9,031,339	266	4,436	-	-	5,717,068	31,159,833	454,068
Interest and fees	1,734,557	1,390,131	-	111,826	50,821	2,299,298	24,860,503	49,547
Bad debts	458,952	735,983	334,705	-	-	884,305	2,139,244	17,796
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	5,689	437,006	-
Allocation	(16,521,413)	401,654	5,696,880	-	1,356	1,078,527	5,724,451	29,671
(Gain) loss on sale of assets	-	-	-	-	-	(721,299)	7,492	-
(Gain) loss on investment in limited partnership	(78,022)	(12,500)	-	-	-	-	583,369	-
<b>Total expenses and losses</b>	<b>37,200,131</b>	<b>3,918,304</b>	<b>21,373,578</b>	<b>1,188,609</b>	<b>61,793</b>	<b>25,267,180</b>	<b>189,088,286</b>	<b>1,833,548</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>7,851,337</b>	<b>9,070,188</b>	<b>812,618</b>	<b>123,510</b>	<b>(61,793)</b>	<b>(1,195,842)</b>	<b>(43,441,465)</b>	<b>(608,055)</b>
Net assets at beginning of year	24,571,448	33,280,550	(863,363)	5,756,211	(3,192,309)	44,188,505	667,482,016	8,180,710
Other transfers to (from) net assets	-	-	-	-	-	1,392,192	67,798,644	-
<b>Net assets at end of year</b>	<b>\$ 32,422,785</b>	<b>\$ 42,350,738</b>	<b>\$ (50,745)</b>	<b>\$ 5,879,721</b>	<b>\$ (3,254,102)</b>	<b>\$ 44,384,855</b>	<b>\$ 691,839,195</b>	<b>\$ 7,572,655</b>

**Mercy Housing, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Consolidated Mercy Housing Lakefront	Consolidated Mercy Housing South East	Consolidated Mercy Housing Northwest	Mercy Properties Washington III, LLC (Cobble Knoll I)	Mercy Properties Washington II, LLC (Cobble Knoll II)	Padre Apartments Community	Consolidated General Partners	Eliminations	Consolidated Mercy Housing, Inc.
<b>Revenues</b>									
Rent - net of vacancies	\$ 27,278,459	\$ 24,379,148	\$ 19,611,426	\$ 2,931,698	\$ 1,966,414	\$ 882,703	\$ 99,607,156	\$ (540,647)	\$ 286,835,506
Developer fees	1,216,452	1,971,143	1,974,922	-	-	-	-	-	25,394,626
Services fees	3,158,210	347,507	90,001	-	-	-	(61,840)	(30,404,818)	1,313,322
Philanthropy	6,324,767	962,468	4,645,538	-	-	-	413,729	(905,916)	40,516,673
Capital grants	4,455	44,800	14,570	-	-	-	-	-	11,005,414
Consulting	-	-	8,500	-	-	-	-	-	807,488
Interest	19,375	922,927	53,296	104,737	82	(1,557)	313,040	(4,021,774)	3,923,306
Other	17,114,296	4,015,801	1,637,340	38,073	557,974	9,689	5,946,575	(55,046,045)	20,270,266
<b>Total revenues</b>	<b>55,116,014</b>	<b>32,643,794</b>	<b>28,035,593</b>	<b>3,074,508</b>	<b>2,524,470</b>	<b>890,835</b>	<b>106,218,660</b>	<b>(90,919,200)</b>	<b>390,066,601</b>
<b>Expenses and losses</b>									
Compensation	12,401,126	7,799,247	7,253,706	647,676	502,212	127,989	23,232,404	(3,289,136)	127,180,679
Administrative	3,712,186	4,077,255	3,323,132	456,741	235,666	89,565	17,156,439	(29,582,801)	32,831,614
Professional services	1,054,202	731,324	986,635	47,129	6,411	8,380	5,244,302	(2,395,736)	15,739,030
Depreciation and amortization	13,423,616	8,931,709	12,150,008	554,414	371,544	175,247	37,596,108	(886,373)	140,115,141
Grants	6,346,952	275	500	-	-	-	18,611,780	(35,458,394)	1,640,866
Facility	14,508,101	10,386,982	6,506,382	1,023,560	665,605	256,200	36,120,372	(15,498,760)	100,335,452
Interest and fees	4,051,960	2,958,322	2,899,207	144,009	177,273	49,038	14,264,000	(3,253,904)	51,786,588
Bad debts	838,411	621,544	2,355,087	31,961	22,775	-	1,207,513	(1,611,641)	8,036,635
Provision for impaired assets	5,018,397	-	-	-	-	-	-	-	5,018,397
Project expenses	239,457	4,905	-	-	-	-	-	(16,193)	670,864
Allocation	1,902,020	646,615	1,040,239	-	-	-	-	-	-
(Gain) loss on sale of assets	1,539,708	170,523	-	19,928	-	-	(13,894,354)	(1,274)	(12,879,276)
(Gain) loss on investment in limited partnership	37,740	-	(108,558)	-	-	-	3,544,618	(3,670,381)	296,266
<b>Total expenses and losses</b>	<b>65,073,876</b>	<b>36,328,701</b>	<b>36,406,338</b>	<b>2,925,418</b>	<b>1,981,486</b>	<b>706,419</b>	<b>143,083,182</b>	<b>(95,664,593)</b>	<b>470,772,256</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(9,957,862)</b>	<b>(3,684,907)</b>	<b>(8,370,745)</b>	<b>149,090</b>	<b>542,984</b>	<b>184,416</b>	<b>(36,864,522)</b>	<b>4,745,393</b>	<b>(80,705,655)</b>
Net assets at beginning of year	119,220,595	94,812,684	176,974,769	1,271,197	(71,007)	1,301,122	67,218,735	20,336,296	1,260,468,159
Other transfers to (from) net assets	3,004,176	7,295,179	6,883,866	-	(471,977)	-	(790,061)	(4,707,878)	80,404,141
<b>Net assets at end of year</b>	<b>\$ 112,266,909</b>	<b>\$ 98,422,956</b>	<b>\$ 175,487,890</b>	<b>\$ 1,420,287</b>	<b>\$ -</b>	<b>\$ 1,485,538</b>	<b>\$ 29,564,152</b>	<b>\$ 20,373,811</b>	<b>\$ 1,260,166,645</b>

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	Mercy Housing Mountain Plains	Stapleton II Mercy, LLC	Bluff Mercy, LLC (Bluff Lake)	Mercy Housing Colorado GP, LLC	Mercy Housing Colorado III, LTD. (Springfield Court)	MHMP GP, LLC	Mercy Housing Colorado VI, LTD. (Merced de las Animas)	MHMP CO GP, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ -	\$ 166,714	\$ -	\$ 339,596	\$ -	\$ 205,715	\$ -
Cash, tenant security deposits	-	-	18,096	-	29,619	-	23,726	-
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	20,793	-	12,243	-	2,412	-	4,436	-
Due from affiliate, net	16,168,995	-	-	37,797	-	70,519	-	-
Pledges receivable, net	236,531	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	2,299,463	-	-	-	-	-	-	-
Prepaid expenses and other assets	40,595	-	30,595	-	19,630	-	13,336	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	<u>18,766,377</u>	<u>-</u>	<u>227,648</u>	<u>37,797</u>	<u>391,257</u>	<u>70,519</u>	<u>247,213</u>	<u>-</u>
Property and equipment								
Land and land improvements	-	-	2,148,342	-	912,778	-	1,348,601	-
Buildings	-	-	12,299,198	-	4,585,981	-	5,244,474	-
Furniture and equipment	31,970	-	524,689	-	465,777	-	300,285	-
Predevelopment project costs	1,072,855	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(7,231)	-	(5,238,107)	-	(4,830,090)	-	(5,387,340)	-
Net property and equipment	<u>1,097,594</u>	<u>-</u>	<u>9,734,122</u>	<u>-</u>	<u>1,134,446</u>	<u>-</u>	<u>1,506,020</u>	<u>-</u>
Other long-term assets								
Restricted property reserves	-	-	899,657	-	606,380	-	103,531	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	2,366,510	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	100	1,379,823	-	(2,117)	-	(20,900)	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	9,162,315	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	35,428	-	-	-	9,840	-
Total other long-term assets	<u>11,528,925</u>	<u>1,379,823</u>	<u>935,085</u>	<u>(2,117)</u>	<u>606,380</u>	<u>(20,900)</u>	<u>113,371</u>	<u>-</u>
<b>Total assets</b>	<u>\$ 31,392,896</u>	<u>\$ 1,379,823</u>	<u>\$ 10,896,855</u>	<u>\$ 35,680</u>	<u>\$ 2,132,083</u>	<u>\$ 49,619</u>	<u>\$ 1,866,604</u>	<u>\$ -</u>

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	Mercy Housing Mountain Plains	Stapleton II Mercy, LLC	Bluff Mercy, LLC (Bluff Lake)	Mercy Housing Colorado GP, LLC	Mercy Housing Colorado III, LTD. (Springfield Court)	MHMP GP, LLC	Mercy Housing Colorado VI, LTD. (Merced de las Animas)	MHMP CO GP, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 253,529	\$ 1,363	\$ 72,619	\$ -	\$ 35,763	\$ -	\$ 38,042	\$ 1,363
Due to affiliates	4,155,479	(27,335)	65,239	57,261	17,500	29,866	30,217	18,936
Accrued interest	-	-	10,073	-	11,908	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	7,033	-
Current portion of notes payable	4,770	-	57,702	-	59,728	-	-	-
Current portion of notes payable, affiliates	3,372,318	-	-	-	-	-	45,471	-
Deferred revenue and other liabilities	2	-	43,535	-	6,567	-	9,626	-
Tenant security deposits	-	-	17,619	-	28,455	-	23,213	-
<b>Total current liabilities</b>	<b>7,786,098</b>	<b>(25,972)</b>	<b>266,787</b>	<b>57,261</b>	<b>159,921</b>	<b>29,866</b>	<b>153,602</b>	<b>20,299</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	683,125	-	539,752	-	1,085,243	-
Notes payable, less current portion, net	-	-	1,456,029	-	2,718,188	-	-	-
Notes payable, less current portion, affiliates	-	-	2,249,000	-	522,725	-	2,232,357	-
Deferred revenue and other liabilities	-	-	40,753	-	1,859	-	594	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>4,428,907</b>	<b>-</b>	<b>3,782,524</b>	<b>-</b>	<b>3,318,194</b>	<b>-</b>
<b>Total liabilities</b>	<b>7,786,098</b>	<b>(25,972)</b>	<b>4,695,694</b>	<b>57,261</b>	<b>3,942,445</b>	<b>29,866</b>	<b>3,471,796</b>	<b>20,299</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	22,042,443	1,405,795	6,201,161	(21,581)	(1,810,362)	19,753	(1,605,192)	(20,299)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>22,042,443</b>	<b>1,405,795</b>	<b>6,201,161</b>	<b>(21,581)</b>	<b>(1,810,362)</b>	<b>19,753</b>	<b>(1,605,192)</b>	<b>(20,299)</b>
Net assets with donor restrictions	1,564,355	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>23,606,798</b>	<b>1,405,795</b>	<b>6,201,161</b>	<b>(21,581)</b>	<b>(1,810,362)</b>	<b>19,753</b>	<b>(1,605,192)</b>	<b>(20,299)</b>
<b>Total liabilities and net assets</b>	<b>\$ 31,392,896</b>	<b>\$ 1,379,823</b>	<b>\$ 10,896,855</b>	<b>\$ 35,680</b>	<b>\$ 2,132,083</b>	<b>\$ 49,619</b>	<b>\$ 1,866,604</b>	<b>\$ -</b>

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	Mercy Bond Properties Colorado I (Franconia LLC)	MHMP 12 Holly Park East and West GP	MHMP 12 Holly Park East and West LP (Holly Park)	MHMP 13 Grace Apartments GP LLC	MHMP 13 Grace Apartments LLLP	MHMP 14 Clare Gardens GP LLC	MHMP 14 Clare Gardens LLLP	MHMP 15 E Colfax GP LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 307,564	\$ -	\$ 300,637	\$ -	\$ 97,606	\$ -	\$ 1,636,610	\$ -
Cash, tenant security deposits	11,814	-	42,846	-	9,699	-	25,181	-
Cash, restricted	-	-	-	-	834,120	-	320,983	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	6,070	-	55,229	-	4,788	50	60,949	-
Due from affiliate, net	-	-	-	-	-	-	511,041	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	11,624	-	42,073	-	14,676	-	91,137	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>337,072</b>	<b>-</b>	<b>440,785</b>	<b>-</b>	<b>960,889</b>	<b>50</b>	<b>2,645,901</b>	<b>-</b>
Property and equipment								
Land and land improvements	622,232	-	823,495	-	65,819	-	30,431	-
Buildings	2,453,162	-	27,689,668	-	6,559,593	-	7,050,247	-
Furniture and equipment	201,145	-	339,458	-	155,032	-	373,873	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	99,125	-	5,775,821	-
Accumulated depreciation	(1,325,644)	-	(4,669,584)	-	(316,712)	-	(308,759)	-
<b>Net property and equipment</b>	<b>1,950,895</b>	<b>-</b>	<b>24,183,037</b>	<b>-</b>	<b>6,562,857</b>	<b>-</b>	<b>12,921,613</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	195,947	-	1,422,249	-	-	-	1,090,000	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	(768,686)	-	501,764	-	(11,008,486)	-	(5,135)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	158,578	-	27,685	-	127,544	-
<b>Total other long-term assets</b>	<b>195,947</b>	<b>(768,686)</b>	<b>1,580,827</b>	<b>501,764</b>	<b>27,685</b>	<b>(11,008,486)</b>	<b>1,217,544</b>	<b>(5,135)</b>
<b>Total assets</b>	<b>\$ 2,483,914</b>	<b>\$ (768,686)</b>	<b>\$ 26,204,649</b>	<b>\$ 501,764</b>	<b>\$ 7,551,431</b>	<b>\$ (11,008,436)</b>	<b>\$ 16,785,058</b>	<b>\$ (5,135)</b>

**Mercy Housing Mountain Plains**  
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	Mercy Bond Properties Colorado I (Franconia LLC)	MHMP 12 Holly Park East and West GP	MHMP 12 Holly Park East and West LP (Holly Park)	MHMP 13 Grace Apartments GP LLC	MHMP 13 Grace Apartments LLLP	MHMP 14 Clare Gardens GP LLC	MHMP 14 Clare Gardens LLLP	MHMP 15 E Colfax GP LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 21,917	\$ -	\$ 252,178	\$ -	\$ 536,335	\$ -	\$ 2,667,897	\$ -
Due to affiliates	-	18,509	-	1,034	312,875	1,034	1,118,225	-
Accrued interest	-	-	48,361	-	12,011	-	45,044	-
Accrued interest, affiliates	10,062	-	-	-	-	-	-	-
Current portion of notes payable	-	-	238,424	-	5,263,996	-	-	-
Current portion of notes payable, affiliates	50,160	-	-	-	504,094	-	272,557	-
Deferred revenue and other liabilities	1,754	-	69,288	-	16,130	-	10,308	-
Tenant security deposits	11,510	-	42,337	-	9,199	-	25,735	-
<b>Total current liabilities</b>	<b>95,403</b>	<b>18,509</b>	<b>650,588</b>	<b>1,034</b>	<b>6,654,640</b>	<b>1,034</b>	<b>4,139,766</b>	<b>-</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	13,769,975	-	(306,544)	-	19,881,435	-
Notes payable, less current portion, affiliates	2,145,237	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	1,469,491	-	412,873	-	221,406	-
<b>Total long-term liabilities</b>	<b>2,145,237</b>	<b>-</b>	<b>15,239,466</b>	<b>-</b>	<b>106,329</b>	<b>-</b>	<b>20,102,841</b>	<b>-</b>
<b>Total liabilities</b>	<b>2,240,640</b>	<b>18,509</b>	<b>15,890,054</b>	<b>1,034</b>	<b>6,760,969</b>	<b>1,034</b>	<b>24,242,607</b>	<b>-</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	243,274	(787,195)	10,314,595	500,730	790,462	(11,009,470)	(7,457,549)	(5,135)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>243,274</b>	<b>(787,195)</b>	<b>10,314,595</b>	<b>500,730</b>	<b>790,462</b>	<b>(11,009,470)</b>	<b>(7,457,549)</b>	<b>(5,135)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>243,274</b>	<b>(787,195)</b>	<b>10,314,595</b>	<b>500,730</b>	<b>790,462</b>	<b>(11,009,470)</b>	<b>(7,457,549)</b>	<b>(5,135)</b>
<b>Total liabilities and net assets</b>	<b>\$ 2,483,914</b>	<b>\$ (768,686)</b>	<b>\$ 26,204,649</b>	<b>\$ 501,764</b>	<b>\$ 7,551,431</b>	<b>\$ (11,008,436)</b>	<b>\$ 16,785,058</b>	<b>\$ (5,135)</b>

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	MHMP 15 E Colfax LLLP	Consolidated Mercy Housing Midwest	Consolidated Mercy Housing Southwest	Eliminations	Consolidated Mercy Housing Mountain Plains
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ -	\$ 824,907	\$ 455,590	\$ -	\$ 4,334,939
Cash, tenant security deposits	-	125,693	123,616	-	410,290
Cash, restricted	1	32,538	-	-	1,187,642
Investments	-	-	-	-	-
Investments, restricted	-	-	-	-	-
Accounts receivable, net	-	193,674	138,141	(32,875)	465,910
Due from affiliate, net	-	3,070,404	2,182,716	(1,654,585)	20,386,887
Pledges receivable, net	-	20,000	18,544	-	275,075
Grants receivable	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	146,080	-	(2,299,463)	146,080
Prepaid expenses and other assets	-	163,783	132,666	-	560,115
Inventory	-	-	-	-	-
Assets held for sale	-	-	-	-	-
Total current assets	<u>1</u>	<u>4,577,079</u>	<u>3,051,273</u>	<u>(3,986,923)</u>	<u>27,766,938</u>
Property and equipment					
Land and land improvements	48,329	3,103,198	1,588,877	-	10,692,102
Buildings	-	34,833,134	30,383,890	(2,336,682)	128,762,665
Furniture and equipment	660	599,775	1,590,609	-	4,583,273
Predevelopment project costs	-	-	109,011	-	1,181,866
Construction in progress	3,446,775	-	-	(698,221)	8,623,500
Accumulated depreciation	-	(17,449,691)	(24,393,027)	319,975	(63,606,210)
Net property and equipment	<u>3,495,764</u>	<u>21,086,416</u>	<u>9,279,360</u>	<u>(2,714,928)</u>	<u>90,237,196</u>
Other long-term assets					
Restricted property reserves	-	2,076,928	2,808,655	-	9,203,347
Long-term investments	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-
Due from affiliates	-	-	-	(2,366,510)	-
Pledges receivable, net	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	9,923,637	-
Notes and interest receivable, net	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	(921,306)	8,241,009
Allowance for impaired assets	-	-	-	-	-
Other assets, net	67,942	-	-	-	427,017
Total other long-term assets	<u>67,942</u>	<u>2,076,928</u>	<u>2,808,655</u>	<u>6,635,821</u>	<u>17,871,373</u>
<b>Total assets</b>	<u>\$ 3,563,707</u>	<u>\$ 27,740,423</u>	<u>\$ 15,139,288</u>	<u>\$ (66,030)</u>	<u>\$ 135,875,507</u>

**Mercy Housing Mountain Plains**  
**Consolidating Statement of Financial Position**  
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	MHMP 15 E Colfax LLLP	Consolidated Mercy Housing Midwest	Consolidated Mercy Housing Southwest	Eliminations	Consolidated Mercy Housing Mountain Plains
<b>Liabilities</b>					
Current liabilities					
Accounts payable and accrued expenses	\$ 18,267	\$ 923,013	\$ 718,405	\$ (30,000)	\$ 5,510,691
Due to affiliates	176,120	7,043,624	6,105,649	(1,720,175)	17,404,058
Accrued interest	-	27,775	-	-	155,172
Accrued interest, affiliates	387	-	19,094	-	36,576
Current portion of notes payable	-	243,601	-	-	5,868,221
Current portion of notes payable, affiliates	1,522,812	-	177,716	(2,299,463)	3,645,665
Deferred revenue and other liabilities	-	81,867	89,187	-	328,264
Tenant security deposits	-	124,172	117,070	-	399,310
Total current liabilities	<u>1,717,586</u>	<u>8,444,052</u>	<u>7,227,121</u>	<u>(4,049,638)</u>	<u>33,347,957</u>
Long-term liabilities					
Due to affiliates	-	-	4,959	(4,959)	-
Accrued interest	-	897,529	-	-	897,529
Accrued interest, affiliates	-	134	-	(2,275,616)	32,638
Notes payable, less current portion, net	(483,051)	10,626,844	(108,861)	-	47,554,015
Notes payable, less current portion, affiliates	687,375	285,000	4,513,762	(3,038,485)	9,596,971
Deferred revenue and other liabilities	285,348	102	18,234	(2,389,118)	61,542
Total long-term liabilities	<u>489,672</u>	<u>11,809,609</u>	<u>4,428,094</u>	<u>(7,708,178)</u>	<u>58,142,695</u>
<b>Total liabilities</b>	<u>2,207,258</u>	<u>20,253,661</u>	<u>11,655,215</u>	<u>(11,757,816)</u>	<u>91,490,652</u>
<b>Net assets</b>					
Net assets without donor restrictions, controlling	1,356,449	7,367,010	3,318,988	11,691,786	42,535,663
Net assets without donor restrictions, noncontrolling	-	-	-	-	-
Total net assets without donor restrictions	1,356,449	7,367,010	3,318,988	11,691,786	42,535,663
Net assets with donor restrictions	-	119,752	165,085	-	1,849,192
<b>Total net assets</b>	<u>1,356,449</u>	<u>7,486,762</u>	<u>3,484,073</u>	<u>11,691,786</u>	<u>44,384,855</u>
<b>Total liabilities and net assets</b>	<u>\$ 3,563,707</u>	<u>\$ 27,740,423</u>	<u>\$ 15,139,288</u>	<u>\$ (66,030)</u>	<u>\$ 135,875,507</u>



**Mercy Housing Mountain Plains**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Mountain Plains	Stapleton II Mercy, LLC	Bluff Mercy, LLC (Bluff Lake)	Mercy Housing Colorado GP, LLC	Mercy Housing Colorado III, LTD. (Springfield Court)	MHMP GP, LLC	Mercy Housing Colorado VI, LTD. (Merced de las Animas)	MHMP CO GP, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ 980,385	\$ -	\$ 720,054	\$ -	\$ 564,043	\$ -
Developer fees	2,154,013	-	-	-	-	-	-	-
Services fees	728,640	63,338	-	10,000	-	13,825	-	-
Philanthropy	2,876,819	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	693,409	-	52	-	1,268	-	24	-
Other	77,042	-	34,230	-	3,578	-	915	-
<b>Total revenues</b>	<b>6,529,923</b>	<b>63,338</b>	<b>1,014,667</b>	<b>10,000</b>	<b>724,900</b>	<b>13,825</b>	<b>564,982</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	2,068,250	-	256,476	-	134,022	-	134,940	-
Administrative	274,461	91,257	219,040	10,050	71,489	13,975	66,098	121
Professional services	150,033	2,523	9,180	944	2,857	1,064	4,459	2,523
Depreciation and amortization	4,567	-	532,807	-	233,807	-	257,828	-
Grants	125,061	-	-	-	-	-	-	-
Facility	1,009	-	413,421	-	209,433	-	131,840	-
Interest and fees	1,687	-	231,340	-	175,842	-	163,699	-
Bad debts	971,240	-	6,751	-	4,702	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	5,689	-	-	-	-	-	-	-
Allocation	719,850	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	5,134	33	-	107	-	194	-	-
<b>Total expenses and losses</b>	<b>4,326,981</b>	<b>93,813</b>	<b>1,669,015</b>	<b>11,101</b>	<b>832,152</b>	<b>15,233</b>	<b>758,864</b>	<b>2,644</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>2,202,942</b>	<b>(30,475)</b>	<b>(654,348)</b>	<b>(1,101)</b>	<b>(107,252)</b>	<b>(1,408)</b>	<b>(193,882)</b>	<b>(2,644)</b>
Net assets at beginning of year	21,909,763	1,436,270	6,855,509	(20,480)	(1,703,110)	21,161	(1,411,310)	(17,655)
Other transfers to (from) net assets	(505,907)	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 23,606,798</b>	<b>\$ 1,405,795</b>	<b>\$ 6,201,161</b>	<b>\$ (21,581)</b>	<b>\$ (1,810,362)</b>	<b>\$ 19,753</b>	<b>\$ (1,605,192)</b>	<b>\$ (20,299)</b>

**Mercy Housing Mountain Plains  
Consolidating Statement of Activities  
and Changes in Net Assets  
For the Year Ended December 31, 2021**

	Mercy Bond Properties Colorado I (Franconia LLC)	MHMP 12 Holly Park East and West GP	MHMP 12 Holly Park East and West LP (Holly Park)	MHMP 13 Grace Apartments GP LLC	MHMP 13 Grace Apartments LLLP	MHMP 14 Clare Gardens GP LLC	MHMP 14 Clare Gardens LLLP	MHMP 15 E Colfax GP LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 578,143	\$ -	\$ 2,527,971	\$ -	\$ 510,943	\$ -	\$ 2,760,648	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	1	-	(1,886)	-	-	-	-	-
Other	1,423	-	22,100	-	13,936	-	2,933	-
<b>Total revenues</b>	<b>579,567</b>	<b>-</b>	<b>2,548,185</b>	<b>-</b>	<b>524,879</b>	<b>-</b>	<b>2,763,581</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	74,226	-	436,037	-	163,885	-	312,635	-
Administrative	59,694	-	220,353	-	69,104	-	297,634	-
Professional services	16,151	2,834	57,629	622	30,479	933	271,446	-
Depreciation and amortization	114,653	-	1,313,791	-	249,304	-	298,075	-
Grants	-	-	-	-	2,312	-	-	-
Facility	111,377	-	801,128	-	166,725	-	496,032	-
Interest and fees	121,956	-	619,423	-	60,563	-	401,773	-
Bad debts	2,796	-	27,363	-	1,352	-	7,316	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	93	-	22	-	(34)	-	1
<b>Total expenses and losses</b>	<b>500,853</b>	<b>2,927</b>	<b>3,475,724</b>	<b>644</b>	<b>743,724</b>	<b>899</b>	<b>2,084,911</b>	<b>1</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>78,714</b>	<b>(2,927)</b>	<b>(927,539)</b>	<b>(644)</b>	<b>(218,845)</b>	<b>(899)</b>	<b>678,670</b>	<b>(1)</b>
Net assets at beginning of year	214,560	(784,268)	11,242,134	501,374	952,307	(11,519,612)	(8,647,260)	-
Other transfers to (from) net assets	(50,000)	-	-	-	57,000	511,041	511,041	(5,134)
<b>Net assets at end of year</b>	<b>\$ 243,274</b>	<b>\$ (787,195)</b>	<b>\$ 10,314,595</b>	<b>\$ 500,730</b>	<b>\$ 790,462</b>	<b>\$ (11,009,470)</b>	<b>\$ (7,457,549)</b>	<b>\$ (5,135)</b>

**Mercy Housing Mountain Plains**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHMP 15 E Colfax LLLP	Consolidated Mercy Housing Midwest	Consolidated Mercy Housing Southwest	Eliminations	Consolidated Mercy Housing Mountain Plains
<b>Revenues</b>					
Rent - net of vacancies	\$ -	\$ 4,610,570	\$ 4,565,699	\$ (23,291)	\$ 17,795,165
Developer fees	-	-	-	(614,003)	1,540,010
Services fees	-	91,696	130,852	(581,662)	456,689
Philanthropy	-	284,845	238,500	-	3,400,164
Capital grants	-	-	-	-	-
Consulting	-	91,902	-	-	91,902
Interest	-	2,983	1,473	(204,150)	493,174
Other	-	165,250	126,319	(153,492)	294,234
<b>Total revenues</b>	<b>-</b>	<b>5,247,246</b>	<b>5,062,843</b>	<b>(1,576,598)</b>	<b>24,071,338</b>
<b>Expenses and losses</b>					
Compensation	-	1,649,715	1,616,772	-	6,846,958
Administrative	5,626	751,939	778,820	(88,054)	2,841,607
Professional services	4,509	98,248	360,373	(494,500)	522,307
Depreciation and amortization	-	1,549,164	1,293,478	(77,886)	5,769,588
Grants	-	-	-	(104,241)	23,132
Facility	-	1,898,557	1,532,696	(45,150)	5,717,068
Interest and fees	-	418,690	311,093	(206,768)	2,299,298
Bad debts	-	55,589	11,346	(204,150)	884,305
Provision for impaired assets	-	-	-	-	-
Project expenses	-	-	-	-	5,689
Allocation	-	206,610	152,067	-	1,078,527
(Gain) loss on sale of assets	-	(721,299)	-	-	(721,299)
(Gain) loss on investment in limited partnership	-	-	-	(5,550)	-
<b>Total expenses and losses</b>	<b>10,135</b>	<b>5,907,213</b>	<b>6,056,645</b>	<b>(1,226,299)</b>	<b>25,267,180</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(10,135)</b>	<b>(659,967)</b>	<b>(993,802)</b>	<b>(350,299)</b>	<b>(1,195,842)</b>
Net assets at beginning of year	-	8,178,121	4,477,875	12,503,126	44,188,505
Other transfers to (from) net assets	1,366,584	(31,392)	-	(461,041)	1,392,192
<b>Net assets at end of year</b>	<b>\$ 1,356,449</b>	<b>\$ 7,486,762</b>	<b>\$ 3,484,073</b>	<b>\$ 11,691,786</b>	<b>\$ 44,384,855</b>

**Mercy Housing Midwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Midwest	Mercy House	Mercy Bond Properties Nebraska I (Mercy Timbercreek, LLC)	Mercy Village Joplin, Inc.	Mercy Housing Midwest Nebraska, LLC	Northglen, LP	Mercy Crestview Village Housing, LP	Western Manor, LP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 5,597	\$ 35,621	\$ 27,209	\$ -	\$ 163,056	\$ 419,910	\$ 173,514
Cash, tenant security deposits	-	503	19,115	21,222	-	19,972	49,314	15,567
Cash, restricted	-	-	-	250	-	-	29,553	2,735
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	248	1,430	88,881	186	66	9,432	83,566	9,865
Due from affiliate, net	3,072,801	-	-	-	-	-	1,993	-
Pledges receivable, net	20,000	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	657,842	-	-	-	-	-	-	-
Prepaid expenses and other assets	13,476	4,221	48,153	16,479	-	15,936	43,509	22,009
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>3,764,367</b>	<b>11,751</b>	<b>191,770</b>	<b>65,346</b>	<b>66</b>	<b>208,396</b>	<b>627,845</b>	<b>223,690</b>
Property and equipment								
Land and land improvements	-	30,770	1,731,155	36,553	-	592,529	2,312,136	476,858
Buildings	-	471,180	9,300,577	4,841,740	-	4,235,045	11,212,593	5,977,267
Furniture and equipment	18,169	42,168	350,940	43,568	-	40,908	59,822	44,200
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(18,169)	(503,284)	(5,633,380)	(2,611,072)	-	(1,753,118)	(5,009,583)	(2,364,848)
<b>Net property and equipment</b>	<b>-</b>	<b>40,834</b>	<b>5,749,292</b>	<b>2,310,789</b>	<b>-</b>	<b>3,115,364</b>	<b>8,574,968</b>	<b>4,133,477</b>
Other long-term assets								
Restricted property reserves	-	30,468	212,267	136,604	-	330,986	952,101	414,502
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	772,195	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>-</b>	<b>30,468</b>	<b>212,267</b>	<b>136,604</b>	<b>772,195</b>	<b>330,986</b>	<b>952,101</b>	<b>414,502</b>
<b>Total assets</b>	<b>\$ 3,764,367</b>	<b>\$ 83,053</b>	<b>\$ 6,153,329</b>	<b>\$ 2,512,739</b>	<b>\$ 772,261</b>	<b>\$ 3,654,746</b>	<b>\$ 10,154,914</b>	<b>\$ 4,771,669</b>

**Mercy Housing Midwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Midwest	Mercy House	Mercy Bond Properties Nebraska I (Mercy Timbercreek, LLC)	Mercy Village Joplin, Inc.	Mercy Housing Midwest Nebraska, LLC	Northglen, LP	Mercy Crestview Village Housing, LP	Western Manor, LP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 88,494	\$ 22,536	\$ 300,672	\$ 47,918	\$ -	\$ 94,667	\$ 259,801	\$ 108,925
Due to affiliates	3,433,893	650,897	3,315,036	-	10,976	144,673	4,148	153
Accrued interest	-	1,219	16,459	-	-	-	7,374	2,723
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	17,752	155,885	-	-	-	52,518	17,446
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	31,386	623	-	7,208	32,850	9,800
Tenant security deposits	-	3	18,812	20,151	-	20,072	49,118	16,016
<b>Total current liabilities</b>	<b>3,522,387</b>	<b>692,407</b>	<b>3,838,250</b>	<b>68,692</b>	<b>10,976</b>	<b>266,620</b>	<b>405,809</b>	<b>155,063</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	36,227	-	861,302	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	276,118	1,039,890	520,815
Notes payable, less current portion, net	147,500	144,847	7,104,399	-	-	735,127	1,642,948	852,023
Notes payable, less current portion, affiliates	-	-	-	-	-	1,465,000	4,910,051	1,890,000
Deferred revenue and other liabilities	-	-	-	-	-	102	-	-
<b>Total long-term liabilities</b>	<b>183,727</b>	<b>144,847</b>	<b>7,965,701</b>	<b>-</b>	<b>-</b>	<b>2,476,347</b>	<b>7,592,889</b>	<b>3,262,838</b>
<b>Total liabilities</b>	<b>3,706,114</b>	<b>837,254</b>	<b>11,803,951</b>	<b>68,692</b>	<b>10,976</b>	<b>2,742,967</b>	<b>7,998,698</b>	<b>3,417,901</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(61,499)	(754,201)	(5,650,622)	2,444,047	761,285	911,779	2,156,216	1,353,768
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(61,499)</b>	<b>(754,201)</b>	<b>(5,650,622)</b>	<b>2,444,047</b>	<b>761,285</b>	<b>911,779</b>	<b>2,156,216</b>	<b>1,353,768</b>
Net assets with donor restrictions	119,752	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>58,253</b>	<b>(754,201)</b>	<b>(5,650,622)</b>	<b>2,444,047</b>	<b>761,285</b>	<b>911,779</b>	<b>2,156,216</b>	<b>1,353,768</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,764,367</b>	<b>\$ 83,053</b>	<b>\$ 6,153,329</b>	<b>\$ 2,512,739</b>	<b>\$ 772,261</b>	<b>\$ 3,654,746</b>	<b>\$ 10,154,914</b>	<b>\$ 4,771,669</b>

**Mercy Housing Midwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Eliminations	Consolidated Mercy Housing Midwest
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ -	\$ 824,907
Cash, tenant security deposits	-	125,693
Cash, restricted	-	32,538
Investments	-	-
Investments, restricted	-	-
Accounts receivable, net	-	193,674
Due from affiliate, net	(4,390)	3,070,404
Pledges receivable, net	-	20,000
Grants receivable	-	-
Current portion of notes and interest receivable	-	-
Current portion of notes and interest receivable, affiliates	(511,762)	146,080
Prepaid expenses and other assets	-	163,783
Inventory	-	-
Assets held for sale	-	-
Total current assets	<u>(516,152)</u>	<u>4,577,079</u>
Property and equipment		
Land and land improvements	(2,076,803)	3,103,198
Buildings	(1,205,268)	34,833,134
Furniture and equipment	-	599,775
Predevelopment project costs	-	-
Construction in progress	-	-
Accumulated depreciation	<u>443,763</u>	<u>(17,449,691)</u>
Net property and equipment	<u>(2,838,308)</u>	<u>21,086,416</u>
Other long-term assets		
Restricted property reserves	-	2,076,928
Long-term investments	-	-
Long-term investments, restricted	-	-
Due from affiliates	-	-
Pledges receivable, net	-	-
Investments in limited partnerships, net	(772,195)	-
Notes and interest receivable, net	-	-
Notes and interest receivable, affiliates	-	-
Allowance for impaired assets	-	-
Other assets, net	-	-
Total other long-term assets	<u>(772,195)</u>	<u>2,076,928</u>
<b>Total assets</b>	<u>\$ (4,126,655)</u>	<u>\$ 27,740,423</u>

**Mercy Housing Midwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Eliminations	Consolidated Mercy Housing Midwest
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued expenses	\$ -	\$ 923,013
Due to affiliates	(516,152)	7,043,624
Accrued interest	-	27,775
Accrued interest, affiliates	-	-
Current portion of notes payable	-	243,601
Current portion of notes payable, affiliates	-	-
Deferred revenue and other liabilities	-	81,867
Tenant security deposits	-	124,172
Total current liabilities	(516,152)	8,444,052
Long-term liabilities		
Due to affiliates	-	-
Accrued interest	-	897,529
Accrued interest, affiliates	(1,836,689)	134
Notes payable, less current portion, net	-	10,626,844
Notes payable, less current portion, affiliates	(7,980,051)	285,000
Deferred revenue and other liabilities	-	102
Total long-term liabilities	(9,816,740)	11,809,609
<b>Total liabilities</b>	(10,332,892)	20,253,661
<b>Net assets</b>		
Net assets without donor restrictions, controlling	6,206,237	7,367,010
Net assets without donor restrictions, noncontrolling	-	-
Total net assets without donor restrictions	6,206,237	7,367,010
Net assets with donor restrictions	-	119,752
<b>Total net assets</b>	6,206,237	7,486,762
<b>Total liabilities and net assets</b>	\$ (4,126,655)	\$ 27,740,423

**Mercy Housing Midwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Midwest	Mercy House	Mercy Bond Properties Nebraska I (Mercy Timbercreek, LLC)	Mercy Village Joplin, Inc.	Mercy Housing Midwest Nebraska, LLC	Northglen, LP	Mercy Crestview Village Housing, LP	Western Manor, LP
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ 1,486,184	\$ 419,748	\$ -	\$ 536,919	\$ 1,522,550	\$ 653,937
Developer fees	-	-	-	-	-	-	-	-
Services fees	234,798	-	-	-	-	-	-	-
Philanthropy	284,845	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	91,902	-	-	-	-	-	-	-
Interest	335,106	14	1,334	10	-	24	248	82
Other	355,549	6,630	28,207	6,536	-	16,525	38,656	10,119
<b>Total revenues</b>	<b>1,302,200</b>	<b>6,644</b>	<b>1,515,725</b>	<b>426,294</b>	<b>-</b>	<b>553,468</b>	<b>1,561,454</b>	<b>664,138</b>
<b>Expenses and losses</b>								
Compensation	595,711	-	279,693	170,115	-	149,757	301,762	152,677
Administrative	87,394	4,332	221,210	80,754	150	75,489	183,271	99,339
Professional services	19,090	6,630	30,900	9,591	934	32,330	99,814	42,062
Depreciation and amortization	-	1,135	466,872	215,276	-	179,088	491,817	238,806
Grants	8,768	-	-	-	-	-	-	-
Facility	325	32,024	746,648	153,426	-	200,374	532,141	233,619
Interest and fees	13,293	16,760	260,490	-	-	41,433	306,259	114,290
Bad debts	335,106	-	36,675	-	-	5,898	-	11,745
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	206,610	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	(721,299)	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	71	-	-	-
<b>Total expenses and losses</b>	<b>1,266,297</b>	<b>60,881</b>	<b>1,321,189</b>	<b>629,162</b>	<b>1,155</b>	<b>684,369</b>	<b>1,915,064</b>	<b>892,538</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>35,903</b>	<b>(54,237)</b>	<b>194,536</b>	<b>(202,868)</b>	<b>(1,155)</b>	<b>(130,901)</b>	<b>(353,610)</b>	<b>(228,400)</b>
Net assets at beginning of year	22,350	(699,964)	(5,845,158)	2,646,915	762,440	1,042,680	2,537,258	1,586,128
Other transfers to (from) net assets	-	-	-	-	-	-	(27,432)	(3,960)
<b>Net assets at end of year</b>	<b>\$ 58,253</b>	<b>\$ (754,201)</b>	<b>\$ (5,650,622)</b>	<b>\$ 2,444,047</b>	<b>\$ 761,285</b>	<b>\$ 911,779</b>	<b>\$ 2,156,216</b>	<b>\$ 1,353,768</b>



**Mercy Housing Midwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Eliminations	Consolidated Mercy Housing Midwest
<b>Revenues</b>		
Rent - net of vacancies	\$ (8,768)	\$ 4,610,570
Developer fees	-	-
Services fees	(143,102)	91,696
Philanthropy	-	284,845
Capital grants	-	-
Consulting	-	91,902
Interest	(333,835)	2,983
Other	(296,972)	165,250
<b>Total revenues</b>	<b>(782,677)</b>	<b>5,247,246</b>
<b>Expenses and losses</b>		
Compensation	-	1,649,715
Administrative	-	751,939
Professional services	(143,103)	98,248
Depreciation and amortization	(43,830)	1,549,164
Grants	(8,768)	-
Facility	-	1,898,557
Interest and fees	(333,835)	418,690
Bad debts	(333,835)	55,589
Provision for impaired assets	-	-
Project expenses	-	-
Allocation	-	206,610
(Gain) loss on sale of assets	-	(721,299)
(Gain) loss on investment in limited partnership	(71)	-
<b>Total expenses and losses</b>	<b>(863,442)</b>	<b>5,907,213</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>80,765</b>	<b>(659,967)</b>
Net assets at beginning of year	6,125,472	8,178,121
Other transfers to (from) net assets	-	(31,392)
<b>Net assets at end of year</b>	<b>\$ 6,206,237</b>	<b>\$ 7,486,762</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Southwest	Avondale Senior Village	Camelot Casitas	Casa de Merced	Casa de Shanti, Inc.	Decatur Place	El Mirage Senior Village	Mesa Senior Meadows
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 29,239	\$ 10,590	\$ 27,307	\$ 21,328	\$ 236,192	\$ 25,985	\$ 18,083
Cash, tenant security deposits	-	11,346	2,280	10,819	6,634	36,712	12,172	11,278
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	1,910	50,342	506	422	873	21,816	182	459
Due from affiliate, net	2,125,192	-	-	-	-	57,524	-	-
Pledges receivable, net	18,544	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	164,420	-	-	-	-	-	-	-
Prepaid expenses and other assets	6,885	10,479	2,121	10,820	6,504	41,068	10,643	10,214
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>2,316,951</b>	<b>101,406</b>	<b>15,497</b>	<b>49,368</b>	<b>35,339</b>	<b>393,312</b>	<b>48,982</b>	<b>40,034</b>
Property and equipment								
Land and land improvements	-	139,772	68,890	119,815	92,256	451,085	77,415	192,606
Buildings	-	2,553,150	493,292	2,161,184	1,378,810	11,163,854	2,108,531	2,176,298
Furniture and equipment	-	118,606	8,210	108,590	65,924	699,019	147,443	100,560
Predevelopment project costs	109,011	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(1,875,292)	(372,493)	(1,953,619)	(1,300,635)	(8,457,248)	(1,892,656)	(1,795,957)
<b>Net property and equipment</b>	<b>109,011</b>	<b>936,236</b>	<b>197,899</b>	<b>435,970</b>	<b>236,355</b>	<b>3,856,710</b>	<b>440,733</b>	<b>673,507</b>
Other long-term assets								
Restricted property reserves	-	290,395	63,577	134,644	140,807	1,260,249	116,110	109,449
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	11,785	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>11,785</b>	<b>290,395</b>	<b>63,577</b>	<b>134,644</b>	<b>140,807</b>	<b>1,260,249</b>	<b>116,110</b>	<b>109,449</b>
<b>Total assets</b>	<b>\$ 2,437,747</b>	<b>\$ 1,328,037</b>	<b>\$ 276,973</b>	<b>\$ 619,982</b>	<b>\$ 412,501</b>	<b>\$ 5,510,271</b>	<b>\$ 605,825</b>	<b>\$ 822,990</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Southwest	Avondale Senior Village	Camelot Casitas	Casa de Merced	Casa de Shanti, Inc.	Decatur Place	El Mirage Senior Village	Mesa Senior Meadows
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 36,007	\$ 87,418	\$ 16,139	\$ 29,240	\$ 28,236	\$ 178,859	\$ 33,160	\$ 33,605
Due to affiliates	6,048,125	19,604	13,025	27,964	68,910	57,524	-	5,000
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	19,094	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	109,011	-	-	-	-	68,705	-	-
Deferred revenue and other liabilities	-	43,417	1,940	406	2,106	30,431	915	2,127
Tenant security deposits	-	11,386	1,544	9,979	5,919	35,483	11,425	10,013
<b>Total current liabilities</b>	<b>6,193,143</b>	<b>161,825</b>	<b>32,648</b>	<b>67,589</b>	<b>105,171</b>	<b>390,096</b>	<b>45,500</b>	<b>50,745</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	4,959	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	-	-	(108,861)	-	-
Notes payable, less current portion, affiliates	-	-	-	-	-	4,513,762	-	-
Deferred revenue and other liabilities	-	-	-	-	-	18,234	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,428,094</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>6,193,143</b>	<b>161,825</b>	<b>32,648</b>	<b>67,589</b>	<b>105,171</b>	<b>4,818,190</b>	<b>45,500</b>	<b>50,745</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(3,920,481)	1,166,212	244,325	552,393	307,330	692,081	560,325	772,245
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(3,920,481)</b>	<b>1,166,212</b>	<b>244,325</b>	<b>552,393</b>	<b>307,330</b>	<b>692,081</b>	<b>560,325</b>	<b>772,245</b>
Net assets with donor restrictions	165,085	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(3,755,396)</b>	<b>1,166,212</b>	<b>244,325</b>	<b>552,393</b>	<b>307,330</b>	<b>692,081</b>	<b>560,325</b>	<b>772,245</b>
<b>Total liabilities and net assets</b>	<b>\$ 2,437,747</b>	<b>\$ 1,328,037</b>	<b>\$ 276,973</b>	<b>\$ 619,982</b>	<b>\$ 412,501</b>	<b>\$ 5,510,271</b>	<b>\$ 605,825</b>	<b>\$ 822,990</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Guadalupe Senior Village	Peoria Place	Plazas de Merced	Vista Alegre	Willow Street Apartments	Eliminations	Consolidated Mercy Housing Southwest
<b>Assets</b>							
Current assets							
Cash and cash equivalents	\$ 21,472	\$ 12,102	\$ 22,030	\$ 25,715	\$ 5,547	\$ -	\$ 455,590
Cash, tenant security deposits	5,764	3,065	5,265	15,991	2,290	-	123,616
Cash, restricted	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-
Accounts receivable, net	-	1,614	22,945	34,268	2,804	-	138,141
Due from affiliate, net	-	-	-	-	-	-	2,182,716
Pledges receivable, net	-	-	-	-	-	-	18,544
Grants receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	(164,420)	-
Prepaid expenses and other assets	5,851	3,893	6,042	14,589	3,557	-	132,666
Inventory	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>33,087</b>	<b>20,674</b>	<b>56,282</b>	<b>90,563</b>	<b>14,198</b>	<b>(164,420)</b>	<b>3,051,273</b>
Property and equipment							
Land and land improvements	45,000	72,820	55,045	223,340	50,833	-	1,588,877
Buildings	1,193,701	1,014,413	1,681,883	3,625,736	1,299,077	(466,039)	30,383,890
Furniture and equipment	49,045	34,583	70,057	145,677	42,895	-	1,590,609
Predevelopment project costs	-	-	-	-	-	-	109,011
Construction in progress	-	-	-	-	-	-	-
Accumulated depreciation	(998,439)	(737,575)	(1,583,312)	(2,712,965)	(1,069,913)	357,077	(24,393,027)
<b>Net property and equipment</b>	<b>289,307</b>	<b>384,241</b>	<b>223,673</b>	<b>1,281,788</b>	<b>322,892</b>	<b>(108,962)</b>	<b>9,279,360</b>
Other long-term assets							
Restricted property reserves	139,392	30,738	141,786	269,720	111,788	-	2,808,655
Long-term investments	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	(11,785)	-
Notes and interest receivable, net	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>139,392</b>	<b>30,738</b>	<b>141,786</b>	<b>269,720</b>	<b>111,788</b>	<b>(11,785)</b>	<b>2,808,655</b>
<b>Total assets</b>	<b>\$ 461,786</b>	<b>\$ 435,653</b>	<b>\$ 421,741</b>	<b>\$ 1,642,071</b>	<b>\$ 448,878</b>	<b>\$ (285,167)</b>	<b>\$ 15,139,288</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Guadalupe Senior Village	Peoria Place	Plazas de Merced	Vista Alegre	Willow Street Apartments	Eliminations	Consolidated Mercy Housing Southwest
<b>Liabilities</b>							
Current liabilities							
Accounts payable and accrued expenses	\$ 29,910	\$ 36,503	\$ 56,288	\$ 134,371	\$ 18,669	\$ -	\$ 718,405
Due to affiliates	-	35,402	66,243	-	-	(236,148)	6,105,649
Accrued interest	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	19,094
Current portion of notes payable	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	20,000	-	-	(20,000)	177,716
Deferred revenue and other liabilities	171	1,354	1,584	2,408	2,328	-	89,187
Tenant security deposits	5,439	3,056	4,806	15,963	2,057	-	117,070
<b>Total current liabilities</b>	<b>35,520</b>	<b>76,315</b>	<b>148,921</b>	<b>152,742</b>	<b>23,054</b>	<b>(256,148)</b>	<b>7,227,121</b>
Long-term liabilities							
Due to affiliates	-	-	-	-	-	-	4,959
Accrued interest	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	-	-	-	(108,861)
Notes payable, less current portion, affiliates	-	-	-	-	-	-	4,513,762
Deferred revenue and other liabilities	-	-	-	-	-	-	18,234
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,428,094</b>
<b>Total liabilities</b>	<b>35,520</b>	<b>76,315</b>	<b>148,921</b>	<b>152,742</b>	<b>23,054</b>	<b>(256,148)</b>	<b>11,655,215</b>
<b>Net assets</b>							
Net assets without donor restrictions, controlling	426,266	359,338	272,820	1,489,329	425,824	(29,019)	3,318,988
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>426,266</b>	<b>359,338</b>	<b>272,820</b>	<b>1,489,329</b>	<b>425,824</b>	<b>(29,019)</b>	<b>3,318,988</b>
Net assets with donor restrictions	-	-	-	-	-	-	165,085
<b>Total net assets</b>	<b>426,266</b>	<b>359,338</b>	<b>272,820</b>	<b>1,489,329</b>	<b>425,824</b>	<b>(29,019)</b>	<b>3,484,073</b>
<b>Total liabilities and net assets</b>	<b>\$ 461,786</b>	<b>\$ 435,653</b>	<b>\$ 421,741</b>	<b>\$ 1,642,071</b>	<b>\$ 448,878</b>	<b>\$ (285,167)</b>	<b>\$ 15,139,288</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Southwest	Avondale Senior Village	Camelot Casitas	Casa de Merced	Casa de Shanti, Inc.	Decatur Place	El Mirage Senior Village	Mesa Senior Meadows
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 336,662	\$ 85,135	\$ 332,004	\$ 253,674	\$ 1,855,066	\$ 309,419	\$ 269,774
Developer fees	-	-	-	-	-	-	-	-
Services fees	130,852	-	-	-	-	-	-	-
Philanthropy	238,500	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	96	125	77	238	196	38	75	101
Other	79,101	9,267	174	2,096	1,555	20,948	1,754	3,826
<b>Total revenues</b>	<b>448,549</b>	<b>346,054</b>	<b>85,386</b>	<b>334,338</b>	<b>255,425</b>	<b>1,876,052</b>	<b>311,248</b>	<b>273,701</b>
<b>Expenses and losses</b>								
Compensation	324,771	134,740	22,434	130,024	85,065	334,468	121,823	123,635
Administrative	90,959	55,770	10,737	45,182	38,072	263,135	44,790	51,302
Professional services	74,492	8,583	7,711	8,380	8,230	191,750	8,380	8,380
Depreciation and amortization	-	104,566	21,468	86,350	56,131	542,422	81,155	78,911
Grants	-	-	-	-	-	-	-	-
Facility	156	149,023	29,064	118,106	90,780	501,198	120,572	92,261
Interest and fees	62,104	-	1	680	-	247,957	-	-
Bad debts	96	-	15	-	378	9,612	-	204
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	152,067	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>704,645</b>	<b>452,682</b>	<b>91,430</b>	<b>388,722</b>	<b>278,656</b>	<b>2,090,542</b>	<b>376,720</b>	<b>354,693</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(256,096)</b>	<b>(106,628)</b>	<b>(6,044)</b>	<b>(54,384)</b>	<b>(23,231)</b>	<b>(214,490)</b>	<b>(65,472)</b>	<b>(80,992)</b>
Net assets at beginning of year	(3,499,300)	1,272,840	250,369	606,777	330,561	906,571	625,797	853,237
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (3,755,396)</b>	<b>\$ 1,166,212</b>	<b>\$ 244,325</b>	<b>\$ 552,393</b>	<b>\$ 307,330</b>	<b>\$ 692,081</b>	<b>\$ 560,325</b>	<b>\$ 772,245</b>

**Mercy Housing Southwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Guadalupe Senior Village	Peoria Place	Plazas de Merced	Vista Alegre	Willow Street Apartments	Eliminations	Consolidated Mercy Housing Southwest
<b>Revenues</b>							
Rent - net of vacancies	\$ 215,917	\$ 112,820	\$ 245,635	\$ 421,315	\$ 128,278	\$ -	\$ 4,565,699
Developer fees	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	130,852
Philanthropy	-	-	-	-	-	-	238,500
Capital grants	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-
Interest	188	3	188	24	124	-	1,473
Other	1,419	1,043	1,813	3,323	-	-	126,319
<b>Total revenues</b>	<u>217,524</u>	<u>113,866</u>	<u>247,636</u>	<u>424,662</u>	<u>128,402</u>	<u>-</u>	<u>5,062,843</u>
<b>Expenses and losses</b>							
Compensation	72,335	29,542	78,684	128,840	30,411	-	1,616,772
Administrative	28,025	19,301	40,112	73,861	17,574	-	778,820
Professional services	8,623	9,154	8,880	9,580	8,230	-	360,373
Depreciation and amortization	44,142	36,879	68,664	136,875	52,847	(16,932)	1,293,478
Grants	-	-	-	-	-	-	-
Facility	61,915	66,051	78,601	179,328	45,641	-	1,532,696
Interest and fees	-	-	-	-	351	-	311,093
Bad debts	-	551	473	-	17	-	11,346
Provision for impaired assets	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	152,067
(Gain) loss on sale of assets	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<u>215,040</u>	<u>161,478</u>	<u>275,414</u>	<u>528,484</u>	<u>155,071</u>	<u>(16,932)</u>	<u>6,056,645</u>
<b>Excess (deficiency) of revenues over expenses</b>	2,484	(47,612)	(27,778)	(103,822)	(26,669)	16,932	(993,802)
Net assets at beginning of year	423,782	406,950	300,598	1,593,151	452,493	(45,951)	4,477,875
Other transfers to (from) net assets	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ 426,266</u>	<u>\$ 359,338</u>	<u>\$ 272,820</u>	<u>\$ 1,489,329</u>	<u>\$ 425,824</u>	<u>\$ (29,019)</u>	<u>\$ 3,484,073</u>

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	Mercy Housing California	MH California Properties 1 LLC	Affordable Housing Initiatives	All Hallows Community	Marin Homes for Independent Living (Camino Alto)	Cantabria Senior Homes	Mercy Senior Housing Oxnard (Casa Merced)	Francis of Assisi Community
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 8,205,027	\$ -	\$ -	\$ 495,289	\$ 5,260	\$ 33,516	\$ 22,164	\$ 539,087
Cash, tenant security deposits	-	-	-	12,598	8,745	14,602	12,758	-
Cash, restricted	109,878	-	-	-	-	-	-	28,142
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	8,132,619	-	-	5,728	7,697	869	2,386	-
Due from affiliate, net	130,533,954	-	-	-	-	-	-	-
Pledges receivable, net	4,929,167	-	-	-	-	-	-	-
Grants receivable	53,183	-	-	-	-	-	-	-
Current portion of notes and interest receivable	48,849	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	8,793,302	-	-	-	-	-	-	-
Prepaid expenses and other assets	272,657	-	-	17,634	20,827	13,265	12,371	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>161,078,636</b>	<b>-</b>	<b>-</b>	<b>531,249</b>	<b>42,529</b>	<b>62,252</b>	<b>49,679</b>	<b>567,229</b>
Property and equipment								
Land and land improvements	3,060,518	-	-	217,910	394,875	20,827	323,400	417,517
Buildings	1,980,087	-	-	4,559,882	2,278,878	5,280,372	4,292,315	-
Furniture and equipment	596,639	-	-	1,331,944	208,347	19,879	92,485	-
Predevelopment project costs	10,624,067	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(1,216,862)	-	-	(3,500,667)	(2,146,910)	(3,205,623)	(3,561,078)	-
<b>Net property and equipment</b>	<b>15,044,449</b>	<b>-</b>	<b>-</b>	<b>2,609,069</b>	<b>735,190</b>	<b>2,115,455</b>	<b>1,147,122</b>	<b>417,517</b>
Other long-term assets								
Restricted property reserves	189,495	-	-	1,390,172	656,748	70,512	162,641	1,219
Long-term investments	9,620,000	-	-	-	-	-	-	-
Long-term investments, restricted	465,000	-	-	-	-	-	-	-
Due from affiliates	18,176,821	-	-	-	-	-	-	-
Pledges receivable, net	14,385,621	-	-	-	-	-	-	-
Investments in limited partnerships, net	(1,625,788)	5,017,185	330,715	-	-	-	-	-
Notes and interest receivable, net	1,375,354	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	41,434,597	-	-	-	-	-	-	479,657
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>84,021,100</b>	<b>5,017,185</b>	<b>330,715</b>	<b>1,390,172</b>	<b>656,748</b>	<b>70,512</b>	<b>162,641</b>	<b>480,876</b>
<b>Total assets</b>	<b>\$ 260,144,185</b>	<b>\$ 5,017,185</b>	<b>\$ 330,715</b>	<b>\$ 4,530,490</b>	<b>\$ 1,434,467</b>	<b>\$ 2,248,219</b>	<b>\$ 1,359,442</b>	<b>\$ 1,465,622</b>



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	Mercy Housing California	MH California Properties 1 LLC	Affordable Housing Initiatives	All Hallows Community	Marin Homes for Independent Living (Camino Alto)	Cantebria Senior Homes	Mercy Senior Housing Oxnard (Casa Merced)	Francis of Assisi Community
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 3,665,469	\$ -	\$ 2,179	\$ 730,406	\$ 173,222	\$ 36,579	\$ 60,785	\$ 3,119
Due to affiliates	38,274,724	201,757	90,278	-	-	6,916	32,564	-
Accrued interest	-	-	-	13,861	7,774	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	75,728	37,464	-	-	-
Current portion of notes payable, affiliates	14,787,932	-	-	-	-	-	-	-
Deferred revenue and other liabilities	2,498,942	-	-	26,235	3,203	10,846	1,435	-
Tenant security deposits	-	-	-	12,165	8,251	14,101	12,064	-
<b>Total current liabilities</b>	<b>59,227,067</b>	<b>201,757</b>	<b>92,457</b>	<b>858,395</b>	<b>229,914</b>	<b>68,442</b>	<b>106,848</b>	<b>3,119</b>
Long-term liabilities								
Due to affiliates	60,000	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	8,570,000	-	-	3,022,757	1,569,480	-	-	-
Notes payable, less current portion, affiliates	464,136	-	-	-	-	-	-	-
Deferred revenue and other liabilities	134,767	-	-	70,050	-	2,142	-	-
<b>Total long-term liabilities</b>	<b>9,228,903</b>	<b>-</b>	<b>-</b>	<b>3,092,807</b>	<b>1,569,480</b>	<b>2,142</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>68,455,970</b>	<b>201,757</b>	<b>92,457</b>	<b>3,951,202</b>	<b>1,799,394</b>	<b>70,584</b>	<b>106,848</b>	<b>3,119</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	151,285,732	4,815,428	238,258	579,288	(364,927)	2,177,635	1,252,594	1,462,503
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>151,285,732</b>	<b>4,815,428</b>	<b>238,258</b>	<b>579,288</b>	<b>(364,927)</b>	<b>2,177,635</b>	<b>1,252,594</b>	<b>1,462,503</b>
Net assets with donor restrictions	40,402,483	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>191,688,215</b>	<b>4,815,428</b>	<b>238,258</b>	<b>579,288</b>	<b>(364,927)</b>	<b>2,177,635</b>	<b>1,252,594</b>	<b>1,462,503</b>
<b>Total liabilities and net assets</b>	<b>\$ 260,144,185</b>	<b>\$ 5,017,185</b>	<b>\$ 330,715</b>	<b>\$ 4,530,490</b>	<b>\$ 1,434,467</b>	<b>\$ 2,248,219</b>	<b>\$ 1,359,442</b>	<b>\$ 1,465,622</b>

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	Gault Street Senior Housing	John W. King Senior Community	Maria B. Freitas Senior Housing Corporation	Marin Housing Corporation (Martinelli House)	Mercy Family Plaza Limited Partnership (Mercy Family Plaza)	Mercy Gardens	Notre Dame Senior Housing Corporation	Oceana Senior Housing Corporation (Oceana Terrace)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 17,688	\$ 196,854	\$ 55,456	\$ 9	\$ 192,737	\$ 32,134	\$ 20,172	\$ 65,175
Cash, tenant security deposits	14,784	27,366	21,864	-	39,478	7,249	27,495	15,158
Cash, restricted	10,295	29,548	300	-	-	268	-	10,000
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	2,272	1,066	2,597	-	193	4,118	44	2,838
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	10,531	34,028	20,779	-	10,214	7,378	18,538	13,048
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>55,570</b>	<b>288,862</b>	<b>100,996</b>	<b>9</b>	<b>242,622</b>	<b>51,147</b>	<b>66,249</b>	<b>106,219</b>
Property and equipment								
Land and land improvements	-	1,084,968	785,749	-	1,037,824	95,609	2,000,000	400,000
Buildings	4,681,219	14,109,498	6,231,784	-	2,198,103	3,951,568	8,641,805	4,418,247
Furniture and equipment	75,814	316,886	232,899	-	198,262	79,530	313,919	302,817
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(3,040,152)	(10,159,814)	(5,535,420)	-	(2,562,917)	(2,822,006)	(7,696,454)	(3,754,675)
<b>Net property and equipment</b>	<b>1,716,881</b>	<b>5,351,538</b>	<b>1,715,012</b>	<b>-</b>	<b>871,272</b>	<b>1,304,701</b>	<b>3,259,270</b>	<b>1,366,389</b>
Other long-term assets								
Restricted property reserves	230,491	465,790	263,090	-	268,875	125,966	346,355	197,006
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	4,469,955	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>230,491</b>	<b>465,790</b>	<b>263,090</b>	<b>4,469,955</b>	<b>268,875</b>	<b>125,966</b>	<b>346,355</b>	<b>197,006</b>
<b>Total assets</b>	<b>\$ 2,002,942</b>	<b>\$ 6,106,190</b>	<b>\$ 2,079,098</b>	<b>\$ 4,469,964</b>	<b>\$ 1,382,769</b>	<b>\$ 1,481,814</b>	<b>\$ 3,671,874</b>	<b>\$ 1,669,614</b>

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	Gault Street Senior Housing	John W. King Senior Community	Maria B. Freitas Senior Housing Corporation	Marin Housing Corporation (Martinelli House)	Mercy Family Plaza Limited Partnership (Mercy Family Plaza)	Mercy Gardens	Notre Dame Senior Housing Corporation	Oceana Senior Housing Corporation (Oceana Terrace)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 68,896	\$ 322,412	\$ 128,145	\$ 3,149	\$ 29,388	\$ 74,032	\$ 170,300	\$ 154,244
Due to affiliates	-	10,431	-	-	19,569	8,019	-	-
Accrued interest	-	-	-	-	2,048	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	156,920	-	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	1,322	1,972	2,975	-	3,194	2,054	622	915
Tenant security deposits	14,381	27,335	21,631	-	39,018	6,751	26,995	14,820
Total current liabilities	84,599	362,150	152,751	3,149	250,137	90,856	197,917	169,979
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	665,350	-	1,006,757
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	-	651,624	1,060,319	-	618,352
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	1,957	1,119	-	-	1,001	1,191	758
Total long-term liabilities	-	1,957	1,119	-	651,624	1,726,670	1,191	1,625,867
<b>Total liabilities</b>	84,599	364,107	153,870	3,149	901,761	1,817,526	199,108	1,795,846
<b>Net assets</b>								
Net assets without donor restrictions, controlling	1,918,343	5,742,083	1,925,228	4,466,815	481,008	(335,712)	3,472,766	(126,232)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	1,918,343	5,742,083	1,925,228	4,466,815	481,008	(335,712)	3,472,766	(126,232)
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	1,918,343	5,742,083	1,925,228	4,466,815	481,008	(335,712)	3,472,766	(126,232)
<b>Total liabilities and net assets</b>	\$ 2,002,942	\$ 6,106,190	\$ 2,079,098	\$ 4,469,964	\$ 1,382,769	\$ 1,481,814	\$ 3,671,874	\$ 1,669,614

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	Presentation Senior Housing Community	Russell Manor	Tierra Del Sol, Inc.	Garden Park Apartment Community	Mercy Oaks Village	Mercy Commercial California	MPCAL, LLC	MCC 1360 LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 2,659	\$ 29,274	\$ 31,241	\$ 209,471	\$ 8,264	\$ 238,711	\$ 108,868	\$ -
Cash, tenant security deposits	38,999	20,679	24,119	5,971	23,546	-	33,501	-
Cash, restricted	-	-	10,290	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	3,751	46,063	327	7,002	2,055	177,763	406,803	-
Due from affiliate, net	519	-	4,300	-	-	54,167	-	3,193,106
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	35,167	18,913	32,287	10,245	18,521	11,177	39,285	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>81,095</b>	<b>114,929</b>	<b>102,564</b>	<b>232,689</b>	<b>52,386</b>	<b>481,818</b>	<b>588,457</b>	<b>3,193,106</b>
Property and equipment								
Land and land improvements	1,797,674	242,906	1,213,204	617,205	9,960	-	5,845	-
Buildings	14,311,665	5,730,947	11,891,910	5,240,916	7,870,350	325,339	2,586,820	-
Furniture and equipment	644,896	388,365	31,415	68,868	91,893	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(11,393,190)	(5,282,757)	(6,495,591)	(2,750,920)	(4,476,208)	(252,219)	(519,407)	-
<b>Net property and equipment</b>	<b>5,361,045</b>	<b>1,079,461</b>	<b>6,640,938</b>	<b>3,176,069</b>	<b>3,495,995</b>	<b>73,120</b>	<b>2,073,258</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	1,506,743	557,405	615,417	1,096,270	244,024	944,074	344,244	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	33,040	-
<b>Total other long-term assets</b>	<b>1,506,743</b>	<b>557,405</b>	<b>615,417</b>	<b>1,096,270</b>	<b>244,024</b>	<b>944,074</b>	<b>377,284</b>	<b>-</b>
<b>Total assets</b>	<b>\$ 6,948,883</b>	<b>\$ 1,751,795</b>	<b>\$ 7,358,919</b>	<b>\$ 4,505,028</b>	<b>\$ 3,792,405</b>	<b>\$ 1,499,012</b>	<b>\$ 3,038,999</b>	<b>\$ 3,193,106</b>

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	Presentation Senior Housing Community	Russell Manor	Tierra Del Sol, Inc.	Garden Park Apartment Community	Mercy Oaks Village	Mercy Commercial California	MPCAL, LLC	MCC 1360 LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 227,894	\$ 141,048	\$ 50,556	\$ 74,304	\$ 59,161	\$ 151,505	\$ 7,206	\$ (833)
Due to affiliates	-	11,778	1,476,860	146,670	10,000	2,948,271	192,276	54,167
Accrued interest	-	-	-	-	-	-	293,940	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	44,927	-
Current portion of notes payable, affiliates	-	-	96,934	-	-	-	-	-
Deferred revenue and other liabilities	1,524	4,135	8,958	2,649	1,341	9,924	-	-
Tenant security deposits	38,395	19,993	23,694	5,501	22,490	100,045	33,001	-
<b>Total current liabilities</b>	<b>267,813</b>	<b>176,954</b>	<b>1,657,002</b>	<b>229,124</b>	<b>92,992</b>	<b>3,209,745</b>	<b>571,350</b>	<b>53,334</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	255,932	-	1,256,801	84,779	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	356,658	(4,375)	3,082,386	480,992	-	2,686,181	-
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	146,064	483,184	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>612,590</b>	<b>(4,375)</b>	<b>4,339,187</b>	<b>565,771</b>	<b>146,064</b>	<b>3,169,365</b>	<b>-</b>
<b>Total liabilities</b>	<b>267,813</b>	<b>789,544</b>	<b>1,652,627</b>	<b>4,568,311</b>	<b>658,763</b>	<b>3,355,809</b>	<b>3,740,715</b>	<b>53,334</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	6,681,070	962,251	4,925,701	(63,283)	3,133,642	(1,856,797)	(701,716)	3,139,772
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>6,681,070</b>	<b>962,251</b>	<b>4,925,701</b>	<b>(63,283)</b>	<b>3,133,642</b>	<b>(1,856,797)</b>	<b>(701,716)</b>	<b>3,139,772</b>
Net assets with donor restrictions	-	-	780,591	-	-	-	-	-
<b>Total net assets</b>	<b>6,681,070</b>	<b>962,251</b>	<b>5,706,292</b>	<b>(63,283)</b>	<b>3,133,642</b>	<b>(1,856,797)</b>	<b>(701,716)</b>	<b>3,139,772</b>
<b>Total liabilities and net assets</b>	<b>\$ 6,948,883</b>	<b>\$ 1,751,795</b>	<b>\$ 7,358,919</b>	<b>\$ 4,505,028</b>	<b>\$ 3,792,405</b>	<b>\$ 1,499,012</b>	<b>\$ 3,038,999</b>	<b>\$ 3,193,106</b>

**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Central Coast Housing	Mercy Housing California 58, LP (Neary Lagoon Apts.)	Sycamore Street Consolidated	Mercy Housing California Family Properties	Mercy Housing California 51, LP (Bill Sorro Community)	Mercy Housing California Special Needs	Mercy Housing California 57, LP (1500 Page)	Florin Housing Corporation GP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 28,507	\$ 134,340	\$ 355,096	\$ -	\$ 348,741	\$ -	\$ 11,264	\$ -
Cash, tenant security deposits	5,068	57,139	52,099	-	71,413	-	7,550	-
Cash, restricted	-	811	-	-	-	-	78,174	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	5	5,190	15,542	-	39,463	-	3,356	-
Due from affiliate, net	42,176	-	-	54,997	-	17,390	-	62,364
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	2,655	35,838	20,367	-	61,180	-	8,876	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>78,411</b>	<b>233,318</b>	<b>443,104</b>	<b>54,997</b>	<b>520,797</b>	<b>17,390</b>	<b>109,220</b>	<b>62,364</b>
Property and equipment								
Land and land improvements	211,256	455,340	1,560,000	-	1,168,786	-	553,919	-
Buildings	661,257	18,759,635	3,776,013	-	37,440,347	-	9,588,685	-
Furniture and equipment	13,971	433,582	31,310	-	526,234	-	88,093	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(429,700)	(6,576,683)	(2,092,056)	-	(7,156,495)	-	(1,466,415)	-
<b>Net property and equipment</b>	<b>456,784</b>	<b>13,071,874</b>	<b>3,275,267</b>	<b>-</b>	<b>31,978,872</b>	<b>-</b>	<b>8,764,282</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	94,382	869,458	1,011,806	-	628,835	-	757,482	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(189,532)	-	-	1,273,035	-	(13,835)	-	(7,549,003)
Notes and interest receivable, net	-	-	-	2,377,000	-	2,347,800	-	-
Notes and interest receivable, affiliates	-	-	-	(2,377,000)	-	(2,347,800)	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	40,134	-	-	32,869	-	19,619	-
<b>Total other long-term assets</b>	<b>(95,150)</b>	<b>909,592</b>	<b>1,011,806</b>	<b>1,273,035</b>	<b>661,704</b>	<b>(13,835)</b>	<b>777,101</b>	<b>(7,549,003)</b>
<b>Total assets</b>	<b>\$ 440,045</b>	<b>\$ 14,214,784</b>	<b>\$ 4,730,177</b>	<b>\$ 1,328,032</b>	<b>\$ 33,161,373</b>	<b>\$ 3,555</b>	<b>\$ 9,650,603</b>	<b>\$ (7,486,639)</b>

**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Central Coast Housing	Mercy Housing California 58, LP (Neary Lagoon Apts.)	Sycamore Street Consolidated	Mercy Housing California Family Properties	Mercy Housing California 51, LP (Bill Sorro Community)	Mercy Housing California Special Needs	Mercy Housing California 57, LP (1500 Page)	Florin Housing Corporation GP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 11,266	\$ 152,843	\$ 55,593	\$ 1,641	\$ 132,762	\$ 2,780	\$ 46,206	\$ -
Due to affiliates	6	31,669	16,356	69,480	9,567	24,062	-	72,239
Accrued interest	54	-	3,485	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	1,918	-	89,876	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	45	7,843	27,440	-	12,939	-	3,021	-
Tenant security deposits	4,616	55,775	51,599	-	70,915	-	7,048	-
<b>Total current liabilities</b>	<b>17,905</b>	<b>248,130</b>	<b>244,349</b>	<b>71,121</b>	<b>226,183</b>	<b>26,842</b>	<b>56,275</b>	<b>72,239</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	152,589	3,764,264	1,323,717	-	343,169	-	-	-
Accrued interest, affiliates	175,770	-	-	-	-	-	-	-
Notes payable, less current portion, net	215,689	7,250,906	3,669,273	-	18,970,540	-	3,571,148	-
Notes payable, less current portion, affiliates	180,000	-	-	-	2,377,000	-	-	-
Deferred revenue and other liabilities	-	2,256	1,083	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>724,048</b>	<b>11,017,426</b>	<b>4,994,073</b>	<b>-</b>	<b>21,690,709</b>	<b>-</b>	<b>3,571,148</b>	<b>-</b>
<b>Total liabilities</b>	<b>741,953</b>	<b>11,265,556</b>	<b>5,238,422</b>	<b>71,121</b>	<b>21,916,892</b>	<b>26,842</b>	<b>3,627,423</b>	<b>72,239</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(301,908)	2,949,228	(508,245)	1,256,911	11,244,481	(23,287)	6,023,180	(7,558,878)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(301,908)</b>	<b>2,949,228</b>	<b>(508,245)</b>	<b>1,256,911</b>	<b>11,244,481</b>	<b>(23,287)</b>	<b>6,023,180</b>	<b>(7,558,878)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(301,908)</b>	<b>2,949,228</b>	<b>(508,245)</b>	<b>1,256,911</b>	<b>11,244,481</b>	<b>(23,287)</b>	<b>6,023,180</b>	<b>(7,558,878)</b>
<b>Total liabilities and net assets</b>	<b>\$ 440,045</b>	<b>\$ 14,214,784</b>	<b>\$ 4,730,177</b>	<b>\$ 1,328,032</b>	<b>\$ 33,161,373</b>	<b>\$ 3,555</b>	<b>\$ 9,650,603</b>	<b>\$ (7,486,639)</b>

**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Crossroad Gardens Consolidated	Mercy Housing California 80, LP, Consolidated	3425 Orange Grove, LLC	Mercy Housing California 81, LP (Courtyard Inn)	Mercy Mather Veterans 3 LLC	Mercy Housing California 79, LP (Mather Phase 3)	Consolidated Mercy Housing California Senior Properties	Consolidated Mercy Housing Calwest
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 219,650	\$ 198,988	\$ -	\$ 287,631	\$ -	\$ 172,688	\$ 1,038,675	\$ 27,567,755
Cash, tenant security deposits	49,544	64,690	-	17,922	-	16,547	63,326	2,921,867
Cash, restricted	287,491	263,032	-	239,469	-	79,407	450	12,299,672
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	2,573	-	131,861	-	64,257	34,666	4,973,644
Due from affiliate, net	-	-	17,353	-	16,250	-	1,569	976,524
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	22,695	34,300	-	44,950	-	19,822	66,082	11,116,288
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	639,440
<b>Total current assets</b>	<b>579,380</b>	<b>563,583</b>	<b>17,353</b>	<b>721,833</b>	<b>16,250</b>	<b>352,721</b>	<b>1,204,768</b>	<b>60,495,190</b>
Property and equipment								
Land and land improvements	1,754,172	1,912,371	-	4,262,630	-	1,034,466	1,203,753	178,793,462
Buildings	14,764,308	12,700,160	-	27,943,586	-	12,317,003	14,920,974	1,571,409,781
Furniture and equipment	321,730	771,516	-	977,402	-	268,988	2,005,875	36,043,327
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	99,508,247
Accumulated depreciation	(2,098,354)	(1,880,024)	-	(1,998,222)	-	(1,615,522)	(7,794,797)	(244,517,759)
<b>Net property and equipment</b>	<b>14,741,856</b>	<b>13,504,023</b>	<b>-</b>	<b>31,185,396</b>	<b>-</b>	<b>12,004,935</b>	<b>10,335,805</b>	<b>1,641,237,058</b>
Other long-term assets								
Restricted property reserves	645,473	583,229	-	478,216	-	2,026,121	2,309,005	81,702,373
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	(3,784)	-	(4,277)	-	-	(10,888,483)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	1,397,284
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	29,719	81,090	-	117,981	-	45,778	-	22,367,557
<b>Total other long-term assets</b>	<b>675,192</b>	<b>664,319</b>	<b>(3,784)</b>	<b>596,197</b>	<b>(4,277)</b>	<b>2,071,899</b>	<b>2,309,005</b>	<b>94,578,731</b>
<b>Total assets</b>	<b>\$ 15,996,428</b>	<b>\$ 14,731,925</b>	<b>\$ 13,569</b>	<b>\$ 32,503,426</b>	<b>\$ 11,973</b>	<b>\$ 14,429,555</b>	<b>\$ 13,849,578</b>	<b>\$ 1,796,310,979</b>



**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Crossroad Gardens Consolidated	Mercy Housing California 80, LP, Consolidated	3425 Orange Grove, LLC	Mercy Housing California 81, LP (Courtyard Inn)	Mercy Mather Veterans 3 LLC	Mercy Housing California 79, LP (Mather Phase 3)	Consolidated Mercy Housing California Senior Properties	Consolidated Mercy Housing Calwest
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 83,797	\$ 77,517	\$ 20	\$ 118,752	\$ -	\$ 109,665	\$ 1,881,782	\$ 49,863,470
Due to affiliates	214,590	310,258	24,724	26,210	53,396	225,581	20,882	29,765,907
Accrued interest	-	-	-	-	-	-	117,133	2,363,194
Accrued interest, affiliates	-	-	-	-	-	-	-	2,170
Current portion of notes payable	-	-	-	-	-	-	373,688	223,130,313
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	8,912,198
Deferred revenue and other liabilities	5,209	2,154	-	5,334	-	2,788	12,743	2,413,220
Tenant security deposits	49,201	63,789	-	17,522	-	15,438	59,533	2,915,656
<b>Total current liabilities</b>	<b>352,797</b>	<b>453,718</b>	<b>24,744</b>	<b>167,818</b>	<b>53,396</b>	<b>353,472</b>	<b>2,465,761</b>	<b>319,366,128</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	57,383	4,282,379	-	139,104	-	105,828	787,556	55,710,958
Accrued interest, affiliates	-	-	-	-	-	-	-	1,283,496
Notes payable, less current portion, net	9,324,468	8,014,293	-	11,383,169	-	5,964,671	7,353,047	926,234,515
Notes payable, less current portion, affiliates	2,087,284	-	-	-	-	110,001	-	45,063,326
Deferred revenue and other liabilities	582,782	-	-	-	-	-	63,447	37,414,367
<b>Total long-term liabilities</b>	<b>12,051,917</b>	<b>12,296,672</b>	<b>-</b>	<b>11,522,273</b>	<b>-</b>	<b>6,180,500</b>	<b>8,204,050</b>	<b>1,065,706,662</b>
<b>Total liabilities</b>	<b>12,404,714</b>	<b>12,750,390</b>	<b>24,744</b>	<b>11,690,091</b>	<b>53,396</b>	<b>6,533,972</b>	<b>10,669,811</b>	<b>1,385,072,790</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	3,591,714	1,981,535	(11,175)	20,813,335	(41,423)	7,895,583	3,179,767	411,238,189
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>3,591,714</b>	<b>1,981,535</b>	<b>(11,175)</b>	<b>20,813,335</b>	<b>(41,423)</b>	<b>7,895,583</b>	<b>3,179,767</b>	<b>411,238,189</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>3,591,714</b>	<b>1,981,535</b>	<b>(11,175)</b>	<b>20,813,335</b>	<b>(41,423)</b>	<b>7,895,583</b>	<b>3,179,767</b>	<b>411,238,189</b>
<b>Total liabilities and net assets</b>	<b>\$ 15,996,428</b>	<b>\$ 14,731,925</b>	<b>\$ 13,569</b>	<b>\$ 32,503,426</b>	<b>\$ 11,973</b>	<b>\$ 14,429,555</b>	<b>\$ 13,849,578</b>	<b>\$ 1,796,310,979</b>

**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Properties California	Consolidated San Juan Housing Corporation	Eliminations	Consolidated Mercy Housing California
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ 653,888	\$ 498,104	\$ -	\$ 42,024,383
Cash, tenant security deposits	42,588	138,361	-	3,857,026
Cash, restricted	-	-	-	13,447,227
Investments	-	-	-	-
Investments, restricted	-	-	-	-
Accounts receivable, net	13,953	25,009	(148,827)	13,966,883
Due from affiliate, net	75,477	-	(30,247,095)	104,803,051
Pledges receivable, net	3,150	-	-	4,932,317
Grants receivable	-	-	-	53,183
Current portion of notes and interest receivable	-	-	-	48,849
Current portion of notes and interest receivable, affiliates	-	-	(8,537,011)	256,291
Prepaid expenses and other assets	239,502	56,942	(1,721,044)	10,625,318
Inventory	-	-	-	-
Assets held for sale	1,416,874	-	-	2,056,314
Total current assets	<u>2,445,432</u>	<u>718,416</u>	<u>(40,653,977)</u>	<u>196,070,842</u>
Property and equipment				
Land and land improvements	4,729,519	1,734,224	-	213,099,889
Buildings	8,910,029	8,042,034	(35,546,006)	1,816,269,511
Furniture and equipment	60,290	3,819,076	-	50,356,252
Predevelopment project costs	-	-	-	10,624,067
Construction in progress	-	-	(1,270,703)	98,237,544
Accumulated depreciation	<u>(6,923,036)</u>	<u>(10,561,823)</u>	<u>7,540,358</u>	<u>(367,943,398)</u>
Net property and equipment	<u>6,776,802</u>	<u>3,033,511</u>	<u>(29,276,351)</u>	<u>1,820,643,865</u>
Other long-term assets				
Restricted property reserves	887,417	702,311	-	102,372,645
Long-term investments	-	-	-	9,620,000
Long-term investments, restricted	-	-	-	465,000
Due from affiliates	60,000	-	(18,015,818)	221,003
Pledges receivable, net	-	-	-	14,385,621
Investments in limited partnerships, net	-	-	13,753,972	100,205
Notes and interest receivable, net	22,000	-	(4,724,800)	1,397,354
Notes and interest receivable, affiliates	-	-	(36,122,455)	6,934,238
Allowance for impaired assets	-	-	-	-
Other assets, net	-	-	-	22,767,787
Total other long-term assets	<u>969,417</u>	<u>702,311</u>	<u>(45,109,101)</u>	<u>158,263,853</u>
<b>Total assets</b>	<u>\$ 10,191,651</u>	<u>\$ 4,454,238</u>	<u>\$ (115,039,429)</u>	<u>\$ 2,174,978,560</u>

**Mercy Housing California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Properties California	Consolidated San Juan Housing Corporation	Eliminations	Consolidated Mercy Housing California
<b>Liabilities</b>				
Current liabilities				
Accounts payable and accrued expenses	\$ 139,066	\$ 229,124	\$ 22,010	\$ 59,261,460
Due to affiliates	172,090	159,696	(32,488,787)	42,192,206
Accrued interest	679,735	12,761	-	3,493,985
Accrued interest, affiliates	-	-	-	2,170
Current portion of notes payable	1,355,614	151,558	-	225,418,006
Current portion of notes payable, affiliates	192,416	-	(8,368,095)	15,621,385
Deferred revenue and other liabilities	6,302	15,003	(1,706,710)	3,389,577
Tenant security deposits	44,759	130,755	-	3,927,237
Total current liabilities	2,589,982	698,897	(42,541,582)	353,306,026
Long-term liabilities				
Due to affiliates	-	-	(60,000)	-
Accrued interest	528,108	2,580,345	-	73,045,019
Accrued interest, affiliates	-	-	(1,283,494)	175,772
Notes payable, less current portion, net	2,333,687	6,509,304	(2,347,800)	1,030,541,284
Notes payable, less current portion, affiliates	-	-	(46,363,436)	3,918,311
Deferred revenue and other liabilities	11,500	-	(16,764,715)	22,152,953
Total long-term liabilities	2,873,295	9,089,649	(66,819,445)	1,129,833,339
<b>Total liabilities</b>	<b>5,463,277</b>	<b>9,788,546</b>	<b>(109,361,027)</b>	<b>1,483,139,365</b>
<b>Net assets</b>				
Net assets without donor restrictions, controlling	4,728,374	(5,334,308)	(5,678,402)	650,656,121
Net assets without donor restrictions, noncontrolling	-	-	-	-
Total net assets without donor restrictions	4,728,374	(5,334,308)	(5,678,402)	650,656,121
Net assets with donor restrictions	-	-	-	41,183,074
<b>Total net assets</b>	<b>4,728,374</b>	<b>(5,334,308)</b>	<b>(5,678,402)</b>	<b>691,839,195</b>
<b>Total liabilities and net assets</b>	<b>\$ 10,191,651</b>	<b>\$ 4,454,238</b>	<b>\$ (115,039,429)</b>	<b>\$ 2,174,978,560</b>

**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California	MH California Properties 1 LLC	Affordable Housing Initiatives	All Hallows Community	Marin Homes for Independent Living (Camino Alto)	Cantabria Senior Homes	Mercy Senior Housing Oxnard (Casa Merced)	Francis of Assisi Community
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ 1,401,822	\$ 404,306	\$ 417,753	\$ 422,711	\$ -
Developer fees	21,119,417	-	-	-	-	-	-	-
Services fees	7,908,201	-	-	-	-	-	-	-
Philanthropy	9,513,201	-	-	-	-	-	-	-
Capital grants	1,588,261	-	-	-	-	-	-	-
Consulting	842,356	-	-	-	-	-	-	-
Interest	825,718	-	-	(1,230)	635	4	9	-
Other	9,889,654	-	-	30,379	2,294	4,153	4,463	492,927
<b>Total revenues</b>	<b>51,686,808</b>	<b>-</b>	<b>-</b>	<b>1,430,971</b>	<b>407,235</b>	<b>421,910</b>	<b>427,183</b>	<b>492,927</b>
<b>Expenses and losses</b>								
Compensation	16,068,192	-	-	292,857	108,625	161,043	127,554	-
Administrative	3,097,425	14	941	81,621	39,306	78,164	67,594	210
Professional services	813,163	201,743	1,245	37,048	8,350	9,956	52,603	-
Depreciation and amortization	167,820	-	-	296,094	64,070	198,479	161,167	-
Grants	13,996,001	-	-	-	-	-	-	862,904
Facility	629,156	-	-	232,589	112,136	137,374	151,199	-
Interest and fees	4,097	-	-	169,185	96,657	-	-	-
Bad debts	159,917	-	-	-	3,091	2,523	44	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	437,006	-	-	-	-	-	-	-
Allocation	5,724,451	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	341	-	38	-	-	-	-	-
<b>Total expenses and losses</b>	<b>41,097,569</b>	<b>201,757</b>	<b>2,224</b>	<b>1,109,394</b>	<b>432,235</b>	<b>587,539</b>	<b>560,161</b>	<b>863,114</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>10,589,239</b>	<b>(201,757)</b>	<b>(2,224)</b>	<b>321,577</b>	<b>(25,000)</b>	<b>(165,629)</b>	<b>(132,978)</b>	<b>(370,187)</b>
Net assets at beginning of year	181,098,976	-	240,482	257,711	(339,927)	2,343,264	1,385,572	1,388,156
Other transfers to (from) net assets	-	5,017,185	-	-	-	-	-	444,534
<b>Net assets at end of year</b>	<b>\$ 191,688,215</b>	<b>\$ 4,815,428</b>	<b>\$ 238,258</b>	<b>\$ 579,288</b>	<b>\$ (364,927)</b>	<b>\$ 2,177,635</b>	<b>\$ 1,252,594</b>	<b>\$ 1,462,503</b>

**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Gault Street Senior Housing	John W. King Senior Community	Maria B. Freitas Senior Housing Corporation	Marin Housing Corporation (Martinelli House)	Mercy Family Plaza Limited Partnership (Mercy Family Plaza)	Mercy Gardens	Notre Dame Senior Housing Corporation	Oceana Senior Housing Corporation (Oceana Terrace)
<b>Revenues</b>								
Rent - net of vacancies	\$ 316,865	\$ 1,172,556	\$ 695,643	\$ -	\$ 839,152	\$ 277,709	\$ 654,327	\$ 533,676
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	13	226	58	176,819	41	6	202	113
Other	5,412	35,911	4,474	-	17,407	1,594	11,904	674,745
<b>Total revenues</b>	<b>322,290</b>	<b>1,208,693</b>	<b>700,175</b>	<b>176,819</b>	<b>856,600</b>	<b>279,309</b>	<b>666,433</b>	<b>1,208,534</b>
<b>Expenses and losses</b>								
Compensation	132,141	587,729	287,269	-	48,354	74,763	296,753	156,150
Administrative	52,768	144,712	104,997	-	88,234	41,065	104,240	76,465
Professional services	24,580	10,926	26,729	-	8,993	12,468	15,007	12,880
Depreciation and amortization	180,683	541,742	242,733	-	238,240	147,594	326,235	185,730
Grants	-	-	-	327,262	-	-	-	-
Facility	107,533	285,031	246,955	-	220,612	98,991	270,679	207,190
Interest and fees	-	-	-	-	27,592	31,810	-	36,807
Bad debts	3,997	553	3,619	-	603,270	1,287	-	40
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>501,702</b>	<b>1,570,693</b>	<b>912,302</b>	<b>327,262</b>	<b>1,235,295</b>	<b>407,978</b>	<b>1,012,914</b>	<b>675,262</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(179,412)</b>	<b>(362,000)</b>	<b>(212,127)</b>	<b>(150,443)</b>	<b>(378,695)</b>	<b>(128,669)</b>	<b>(346,481)</b>	<b>533,272</b>
Net assets at beginning of year	2,097,755	6,104,083	2,137,355	4,617,258	889,673	(207,043)	3,819,247	(659,504)
Other transfers to (from) net assets	-	-	-	-	(29,970)	-	-	-
<b>Net assets at end of year</b>	<b>\$ 1,918,343</b>	<b>\$ 5,742,083</b>	<b>\$ 1,925,228</b>	<b>\$ 4,466,815</b>	<b>\$ 481,008</b>	<b>\$ (335,712)</b>	<b>\$ 3,472,766</b>	<b>\$ (126,232)</b>

**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Presentation Senior Housing Community	Russell Manor	Tierra Del Sol, Inc.	Garden Park Apartment Community	Mercy Oaks Village	Mercy Commercial California	MPCAL, LLC	MCC 1360 LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 1,368,520	\$ 523,607	\$ 703,427	\$ 433,562	\$ 495,170	\$ 687,168	\$ 509,365	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	(850)	(2,683)	3,246	(2,775)	13	(5,204)	60	-
Other	17,337	4,866	9,052	351,406	7,412	156,456	57,553	-
<b>Total revenues</b>	<b>1,385,007</b>	<b>525,790</b>	<b>715,725</b>	<b>782,193</b>	<b>502,595</b>	<b>838,420</b>	<b>566,978</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	669,454	209,306	216,281	148,582	188,548	155,498	-	-
Administrative	168,577	94,149	127,599	59,086	81,794	62,595	30,685	850
Professional services	16,780	10,007	9,580	282,308	44,747	5,846	6,942	2,616
Depreciation and amortization	606,193	208,044	495,625	202,016	295,320	17,660	113,268	-
Grants	-	-	-	25,000	-	-	-	-
Facility	443,333	220,976	278,042	247,746	152,264	650,547	330,084	-
Interest and fees	36	10,753	6,404	93,271	5,771	-	135,242	-
Bad debts	-	45	449	3,091	-	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>1,904,373</b>	<b>753,280</b>	<b>1,133,980</b>	<b>1,061,100</b>	<b>768,444</b>	<b>892,146</b>	<b>616,221</b>	<b>3,466</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(519,366)</b>	<b>(227,490)</b>	<b>(418,255)</b>	<b>(278,907)</b>	<b>(265,849)</b>	<b>(53,726)</b>	<b>(49,243)</b>	<b>(3,466)</b>
Net assets at beginning of year	7,200,436	1,189,741	6,124,547	215,624	3,399,491	(1,803,071)	(652,473)	3,143,238
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 6,681,070</b>	<b>\$ 962,251</b>	<b>\$ 5,706,292</b>	<b>\$ (63,283)</b>	<b>\$ 3,133,642</b>	<b>\$ (1,856,797)</b>	<b>\$ (701,716)</b>	<b>\$ 3,139,772</b>

**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Central Coast Housing	Mercy Housing California 58, LP (Neary Lagoon Apts.)	Sycamore Street Consolidated	Mercy Housing California Family Properties	Mercy Housing California 51, LP (Bill Sorro Community)	Mercy Housing California Special Needs	Mercy Housing California 57, LP (1500 Page)	Florin Housing Corporation GP
<b>Revenues</b>								
Rent - net of vacancies	\$ 63,621	\$ 1,117,448	\$ 1,148,941	\$ -	\$ 989,427	\$ -	\$ 182,993	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	124,192	-	17,390	-	21,139
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	45	86	5,015	-	312	-	(1,259)	-
Other	1,079	9,051	20,431	-	31,901	-	2,670	-
<b>Total revenues</b>	<b>64,745</b>	<b>1,126,585</b>	<b>1,174,387</b>	<b>124,192</b>	<b>1,021,640</b>	<b>17,390</b>	<b>184,404</b>	<b>21,139</b>
<b>Expenses and losses</b>								
Compensation	36,462	247,889	165,392	-	130,368	-	43,626	-
Administrative	6,108	148,870	101,042	124,242	135,110	17,439	57,909	21,139
Professional services	4,262	91,665	86,649	2,523	102,059	623	20,447	2,834
Depreciation and amortization	16,458	719,483	345,790	-	1,497,785	-	292,353	-
Grants	-	-	-	-	-	-	-	-
Facility	19,223	540,367	289,044	-	514,157	-	85,701	-
Interest and fees	7,016	197,275	122,863	-	121,151	-	1,177	-
Bad debts	-	33,807	15,578	-	92,825	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	43	-	-	157	-	32	-	146
<b>Total expenses and losses</b>	<b>89,572</b>	<b>1,979,356</b>	<b>1,126,358</b>	<b>126,922</b>	<b>2,593,455</b>	<b>18,094</b>	<b>501,213</b>	<b>24,119</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(24,827)</b>	<b>(852,771)</b>	<b>48,029</b>	<b>(2,730)</b>	<b>(1,571,815)</b>	<b>(704)</b>	<b>(316,809)</b>	<b>(2,980)</b>
Net assets at beginning of year	(277,081)	3,801,999	(556,274)	1,259,641	12,816,296	(22,583)	6,339,989	(7,555,898)
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (301,908)</b>	<b>\$ 2,949,228</b>	<b>\$ (508,245)</b>	<b>\$ 1,256,911</b>	<b>\$ 11,244,481</b>	<b>\$ (23,287)</b>	<b>\$ 6,023,180</b>	<b>\$ (7,558,878)</b>

**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Crossroad Gardens Consolidated	Mercy Housing California 80, LP, Consolidated	3425 Orange Grove, LLC	Mercy Housing California 81, LP (Courtyard Inn)	Mercy Mather Veterans 3 LLC	Mercy Housing California 79, LP (Mather Phase 3)	Consolidated Mercy Housing California Senior Properties	Consolidated Mercy Housing Calwest
<b>Revenues</b>								
Rent - net of vacancies	\$ 695,584	\$ 788,788	\$ -	\$ 1,342,646	\$ -	\$ 683,259	\$ 4,044,361	\$ 68,033,173
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	59,948	-	16,250	-	-	31,670
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	9,294,840
Consulting	-	-	-	-	-	-	-	-
Interest	(1,825)	31	-	(3,463)	-	(2,280)	(1,793)	(1,847,663)
Other	5,692	39,999	-	17,241	10,000	7,409	99,429	12,863,253
<b>Total revenues</b>	<b>699,451</b>	<b>828,818</b>	<b>59,948</b>	<b>1,356,424</b>	<b>26,250</b>	<b>688,388</b>	<b>4,141,997</b>	<b>88,375,273</b>
<b>Expenses and losses</b>								
Compensation	206,369	226,661	-	420,783	-	219,628	823,400	14,213,435
Administrative	81,303	138,970	60,798	221,259	51,260	117,465	461,580	10,730,212
Professional services	53,437	102,710	1,924	145,186	1,791	101,079	51,243	5,679,150
Depreciation and amortization	529,806	787,959	-	1,200,538	-	683,770	932,816	49,267,625
Grants	-	-	-	-	-	-	2,088,780	553,509
Facility	223,637	304,114	-	302,660	-	173,278	696,708	22,735,175
Interest and fees	68,740	249,180	-	87,346	-	169,417	467,402	22,476,926
Bad debts	5,993	10,251	-	1,322	10,000	7,843	7,551	1,279,759
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	102	-	59	-	-	1,064,328
<b>Total expenses and losses</b>	<b>1,169,285</b>	<b>1,819,845</b>	<b>62,824</b>	<b>2,379,094</b>	<b>63,110</b>	<b>1,472,480</b>	<b>5,529,480</b>	<b>128,000,119</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(469,834)</b>	<b>(991,027)</b>	<b>(2,876)</b>	<b>(1,022,670)</b>	<b>(36,860)</b>	<b>(784,092)</b>	<b>(1,387,483)</b>	<b>(39,624,846)</b>
Net assets at beginning of year	4,061,548	2,972,562	(8,299)	21,528,206	(4,563)	6,439,910	3,934,281	391,680,883
Other transfers to (from) net assets	-	-	-	307,799	-	2,239,765	632,969	59,182,152
<b>Net assets at end of year</b>	<b>\$ 3,591,714</b>	<b>\$ 1,981,535</b>	<b>\$ (11,175)</b>	<b>\$ 20,813,335</b>	<b>\$ (41,423)</b>	<b>\$ 7,895,583</b>	<b>\$ 3,179,767</b>	<b>\$ 411,238,189</b>



**Mercy Housing California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Consolidated Mercy Properties California	Consolidated San Juan Housing Corporation	Eliminations	Consolidated Mercy Housing California
<b>Revenues</b>				
Rent - net of vacancies	\$ 907,994	\$ 1,551,486	\$ (1,637,258)	\$ 91,769,802
Developer fees	-	-	(2,427,318)	18,692,099
Services fees	-	-	(5,687,275)	2,491,515
Philanthropy	-	-	-	9,513,201
Capital grants	58,488	-	-	10,941,589
Consulting	-	-	(142,500)	699,856
Interest	4,561	1,507	(362,492)	(1,214,797)
Other	95,191	149,956	(12,379,145)	12,753,556
<b>Total revenues</b>	<u>1,066,234</u>	<u>1,702,949</u>	<u>(22,635,988)</u>	<u>145,646,821</u>
<b>Expenses and losses</b>				
Compensation	165,525	366,904	-	37,195,541
Administrative	1,017,185	250,217	(2,079,866)	16,265,333
Professional services	22,385	19,250	(4,338,591)	3,765,143
Depreciation and amortization	518,486	452,794	(1,060,500)	60,873,876
Grants	-	-	(11,776,961)	6,076,495
Facility	393,570	672,626	(812,864)	31,159,833
Interest and fees	155,975	282,735	(164,325)	24,860,503
Bad debts	7,296	19,307	(134,214)	2,139,244
Provision for impaired assets	-	-	-	-
Project expenses	-	-	-	437,006
Allocation	-	-	-	5,724,451
(Gain) loss on sale of assets	7,492	-	-	7,492
(Gain) loss on investment in limited partnership	-	-	(481,877)	583,369
<b>Total expenses and losses</b>	<u>2,287,914</u>	<u>2,063,833</u>	<u>(20,849,198)</u>	<u>189,088,286</u>
<b>Excess (deficiency) of revenues over expenses</b>	<u>(1,221,680)</u>	<u>(360,884)</u>	<u>(1,786,790)</u>	<u>(43,441,465)</u>
Net assets at beginning of year	5,950,054	(4,973,424)	(3,895,822)	667,482,016
Other transfers to (from) net assets	-	-	4,210	67,798,644
<b>Net assets at end of year</b>	<u>\$ 4,728,374</u>	<u>\$ (5,334,308)</u>	<u>\$ (5,678,402)</u>	<u>\$ 691,839,195</u>

**Mercy Housing California Senior Properties**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California Senior Properties	Bennett House, LP	Dorothy Day Community, LP	Junipero Serra, LP	Monsignor Lyne, LP	St. Andrew Community, LP	Villa Columbia Mercy Riverside, LP	Eliminations	Consolidated Mercy Housing California Senior Properties
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ -	\$ -	\$ 181	\$ 252,022	\$ 207,103	\$ 553,536	\$ 25,833	\$ -	\$ 1,038,675
Cash, tenant security deposits	-	-	-	9,871	7,000	20,586	25,869	-	63,326
Cash, restricted	-	-	-	-	-	-	450	-	450
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	20	731	9,680	24,235	-	34,666
Due from affiliate, net	-	-	-	-	1,167	-	1,569	(1,167)	1,569
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	11,828	8,930	17,273	28,051	-	66,082
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>-</b>	<b>-</b>	<b>181</b>	<b>273,741</b>	<b>224,931</b>	<b>601,075</b>	<b>106,007</b>	<b>(1,167)</b>	<b>1,204,768</b>
Property and equipment									
Land and land improvements	-	-	-	32,240	210,151	614,986	346,376	-	1,203,753
Buildings	-	-	-	2,583,420	2,842,371	4,928,175	4,567,008	-	14,920,974
Furniture and equipment	-	-	-	155,923	902,126	762,211	185,615	-	2,005,875
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	-	-	-	(1,194,646)	(1,739,043)	(2,434,832)	(2,426,276)	-	(7,794,797)
<b>Net property and equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,576,937</b>	<b>2,215,605</b>	<b>3,870,540</b>	<b>2,672,723</b>	<b>-</b>	<b>10,335,805</b>
Other long-term assets									
Restricted property reserves	-	-	-	735,427	586,761	350,192	636,625	-	2,309,005
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	3,179,013	-	-	-	-	-	-	(3,179,013)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>3,179,013</b>	<b>-</b>	<b>-</b>	<b>735,427</b>	<b>586,761</b>	<b>350,192</b>	<b>636,625</b>	<b>(3,179,013)</b>	<b>2,309,005</b>
<b>Total assets</b>	<b>\$ 3,179,013</b>	<b>\$ -</b>	<b>\$ 181</b>	<b>\$ 2,586,105</b>	<b>\$ 3,027,297</b>	<b>\$ 4,821,807</b>	<b>\$ 3,415,355</b>	<b>\$ (3,180,180)</b>	<b>\$ 13,849,578</b>

**Mercy Housing California Senior Properties**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California Senior Properties	Bennett House, LP	Dorothy Day Community, LP	Junipero Serra, LP	Monsignor Lyne, LP	St. Andrew Community, LP	Villa Columbia Mercy Riverside, LP	Eliminations	Consolidated Mercy Housing California Senior Properties
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 2,780	\$ -	\$ -	\$ 684,877	\$ 477,055	\$ 597,502	\$ 119,568	\$ -	\$ 1,881,782
Due to affiliates	20,882	-	-	-	-	1,167	-	(1,167)	20,882
Accrued interest	-	-	-	29,532	17,477	26,514	43,610	-	117,133
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	80,016	63,672	115,000	115,000	-	373,688
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	4,212	25	349	8,157	-	12,743
Tenant security deposits	-	-	-	9,367	6,643	20,087	23,436	-	59,533
Total current liabilities	23,662	-	-	808,004	564,872	760,619	309,771	(1,167)	2,465,761
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	787,556	-	-	787,556
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	1,486,505	1,202,797	2,247,796	2,415,949	-	7,353,047
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	62,544	-	903	-	-	63,447
Total long-term liabilities	-	-	-	1,549,049	1,202,797	3,036,255	2,415,949	-	8,204,050
<b>Total liabilities</b>	23,662	-	-	2,357,053	1,767,669	3,796,874	2,725,720	(1,167)	10,669,811
<b>Net assets</b>									
Net assets without donor restrictions, controlling	3,155,351	-	181	229,052	1,259,628	1,024,933	689,635	(3,179,013)	3,179,767
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	3,155,351	-	181	229,052	1,259,628	1,024,933	689,635	(3,179,013)	3,179,767
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	3,155,351	-	181	229,052	1,259,628	1,024,933	689,635	(3,179,013)	3,179,767
<b>Total liabilities and net assets</b>	\$ 3,179,013	\$ -	\$ 181	\$ 2,586,105	\$ 3,027,297	\$ 4,821,807	\$ 3,415,355	\$ (3,180,180)	\$ 13,849,578

**Mercy Housing California Senior Properties**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California Senior Properties	Bennett House, LP	Dorothy Day Community, LP	Junipero Serra, LP	Monsignor Lyne, LP	St. Andrew Community, LP	Villa Columbia Mercy Riverside, LP	Eliminations	Consolidated Mercy Housing California Senior Properties
<b>Revenues</b>									
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ 853,801	\$ 915,492	\$ 1,320,016	\$ 955,052	\$ -	\$ 4,044,361
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	-	-	-	1,343	(2,002)	(701)	(433)	-	(1,793)
Other	-	-	-	29,089	32,629	8,860	28,851	-	99,429
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>884,233</u>	<u>946,119</u>	<u>1,328,175</u>	<u>983,470</u>	<u>-</u>	<u>4,141,997</u>
<b>Expenses and losses</b>									
Compensation	-	-	-	193,422	169,194	168,121	292,663	-	823,400
Administrative	425	-	2,318	62,082	49,350	215,383	132,022	-	461,580
Professional services	2,543	4,867	-	8,254	9,623	12,252	13,704	-	51,243
Depreciation and amortization	-	-	-	156,772	245,287	342,548	188,209	-	932,816
Grants	-	144,691	1,944,089	-	-	-	-	-	2,088,780
Facility	-	-	-	130,373	118,002	186,920	261,413	-	696,708
Interest and fees	-	358	-	96,489	67,997	130,609	171,949	-	467,402
Bad debts	-	-	-	-	-	-	7,551	-	7,551
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	1,370,671	-	-	-	-	-	-	(1,370,671)	-
<b>Total expenses and losses</b>	<u>1,373,639</u>	<u>149,916</u>	<u>1,946,407</u>	<u>647,392</u>	<u>659,453</u>	<u>1,055,833</u>	<u>1,067,511</u>	<u>(1,370,671)</u>	<u>5,529,480</u>
<b>Excess (deficiency) of revenues over expenses</b>	(1,373,639)	(149,916)	(1,946,407)	236,841	286,666	272,342	(84,041)	1,370,671	(1,387,483)
Net assets at beginning of year	3,896,021	149,916	1,313,619	(7,789)	972,962	752,591	773,676	(3,916,715)	3,934,281
Other transfers to (from) net assets	632,969	-	632,969	-	-	-	-	(632,969)	632,969
<b>Net assets at end of year</b>	<u>\$ 3,155,351</u>	<u>\$ -</u>	<u>\$ 181</u>	<u>\$ 229,052</u>	<u>\$ 1,259,628</u>	<u>\$ 1,024,933</u>	<u>\$ 689,635</u>	<u>\$ (3,179,013)</u>	<u>\$ 3,179,767</u>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Calwest	Mercy Housing California XXXIX, LP (Gleason Park)	Mercy Housing California XL, LP (Arlington Hotel)	Mercy Housing California XXXVIII, LP (East Leland Courts)	Mercy Housing California XLII, LP (Boulevard Court)	Mercy Housing California XLIV, LP (1180 Fourth Street)	Third and LeConte Associates LP (Bayview Hill Gardens)	Caroline Severance LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 103,333	\$ 355,635	\$ 40,718	\$ 101,563	\$ 1,036,376	\$ 687,277	\$ -
Cash, tenant security deposits	-	57,310	39,565	59,588	25,244	133,524	15,547	-
Cash, restricted	126	-	-	-	201,782	69,494	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	110	3,903	56,287	1,372	249,375	86,052	143,634	-
Due from affiliate, net	1,494,344	-	-	-	-	122,658	-	58,391
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	37,964	57,793	32,923	27,113	142,175	57,347	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>1,494,580</b>	<b>202,510</b>	<b>509,280</b>	<b>134,601</b>	<b>605,077</b>	<b>1,590,279</b>	<b>903,805</b>	<b>58,391</b>
Property and equipment								
Land and land improvements	-	1,082,249	3,972,090	2,754,496	3,090,021	1,876,368	2,416,056	-
Buildings	-	20,095,787	35,842,361	19,590,560	13,825,757	63,842,421	28,865,848	-
Furniture and equipment	-	209,399	2,073,484	345,014	855,612	2,684,203	998,220	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(8,673,938)	(15,371,484)	(11,624,352)	(6,724,601)	(14,889,668)	(10,608,835)	-
<b>Net property and equipment</b>	<b>-</b>	<b>12,713,497</b>	<b>26,516,451</b>	<b>11,065,718</b>	<b>11,046,789</b>	<b>53,513,324</b>	<b>21,671,289</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	-	1,484,687	3,558,861	429,047	3,642,691	1,157,314	973,418	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(62,302,915)	-	-	-	-	-	-	(6,620)
Notes and interest receivable, net	50,000	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	13,685,439	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	11,326	35,411	5,856	33,035	47,860	40,489	-
<b>Total other long-term assets</b>	<b>(48,567,476)</b>	<b>1,496,013</b>	<b>3,594,272</b>	<b>434,903</b>	<b>3,675,726</b>	<b>1,205,174</b>	<b>1,013,907</b>	<b>(6,620)</b>
<b>Total assets</b>	<b>\$ (47,072,896)</b>	<b>\$ 14,412,020</b>	<b>\$ 30,620,003</b>	<b>\$ 11,635,222</b>	<b>\$ 15,327,592</b>	<b>\$ 56,308,777</b>	<b>\$ 23,589,001</b>	<b>\$ 51,771</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Calwest	Mercy Housing California XXXIX, LP (Gleason Park)	Mercy Housing California XL, LP (Arlington Hotel)	Mercy Housing California XXXVIII, LP (East Leland Courts)	Mercy Housing California XLII, LP (Boulevard Court)	Mercy Housing California XLIV, LP (1180 Fourth Street)	Third and LeConte Associates LP (Bayview Hill Gardens)	Caroline Severance LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 2,780	\$ 95,976	\$ 401,700	\$ 113,419	\$ 121,960	\$ 428,554	\$ 150,307	\$ 1,118
Due to affiliates	1,149,164	51,382	8,980	11,418	138,372	78,176	166,665	78,238
Accrued interest	-	-	-	2,505	-	5,310	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	50,459	-	79,954	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	23,217	422,176	2,229	598,208	695,643	21,667	-
Tenant security deposits	-	57,038	39,178	60,540	24,184	133,042	14,625	-
<b>Total current liabilities</b>	<b>1,151,944</b>	<b>227,613</b>	<b>872,034</b>	<b>240,570</b>	<b>882,724</b>	<b>1,420,679</b>	<b>353,264</b>	<b>79,356</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	6,495,205	2,486,043	857,889	2,272,517	2,367,542	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	1,187,838	21,311,484	33,495,663	11,431,843	10,779,339	37,332,600	18,110,711	-
Notes payable, less current portion, affiliates	1,139,500	1,201,238	-	-	-	-	-	-
Deferred revenue and other liabilities	-	2,000	7,033,544	1,355	6,254,839	10,000	-	-
<b>Total long-term liabilities</b>	<b>2,327,338</b>	<b>22,514,722</b>	<b>47,024,412</b>	<b>13,919,241</b>	<b>17,892,067</b>	<b>39,615,117</b>	<b>20,478,253</b>	<b>-</b>
<b>Total liabilities</b>	<b>3,479,282</b>	<b>22,742,335</b>	<b>47,896,446</b>	<b>14,159,811</b>	<b>18,774,791</b>	<b>41,035,796</b>	<b>20,831,517</b>	<b>79,356</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(50,552,178)	(8,330,315)	(17,276,443)	(2,524,589)	(3,447,199)	15,272,981	2,757,484	(27,585)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(50,552,178)</b>	<b>(8,330,315)</b>	<b>(17,276,443)</b>	<b>(2,524,589)</b>	<b>(3,447,199)</b>	<b>15,272,981</b>	<b>2,757,484</b>	<b>(27,585)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(50,552,178)</b>	<b>(8,330,315)</b>	<b>(17,276,443)</b>	<b>(2,524,589)</b>	<b>(3,447,199)</b>	<b>15,272,981</b>	<b>2,757,484</b>	<b>(27,585)</b>
<b>Total liabilities and net assets</b>	<b>\$ (47,072,896)</b>	<b>\$ 14,412,020</b>	<b>\$ 30,620,003</b>	<b>\$ 11,635,222</b>	<b>\$ 15,327,592</b>	<b>\$ 56,308,777</b>	<b>\$ 23,589,001</b>	<b>\$ 51,771</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XLIII, LP (Caroline Severance Manor)	7th & H GP, LLC	Mercy Housing California 47, LP (7th & H Street)	Madonna Senior Housing LLC	Mercy Housing California 53, LP (Madonna Residences)	Mercy Housing California 52, LP (School House Station-Vista Grande)	1100 Ocean Avenue Limited Partnership (1100 Ocean Avenue Apts.)	55 Laguna, LP (Open House Community at 55 Laguna)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 101,619	\$ -	\$ 135,181	\$ -	\$ 51,548	\$ 616,627	\$ 221,569	\$ 808,333
Cash, tenant security deposits	102,867	-	68,478	-	60,382	90,985	53,618	33,143
Cash, restricted	-	-	605	-	-	-	933,710	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	6,058	-	86,264	-	261,888	18,341	61,962	130,011
Due from affiliate, net	-	151,569	-	85,000	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	52,086	-	60,221	-	35,526	33,666	48,245	59,264
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>262,630</b>	<b>151,569</b>	<b>350,749</b>	<b>85,000</b>	<b>409,344</b>	<b>759,619</b>	<b>1,319,104</b>	<b>1,030,751</b>
Property and equipment								
Land and land improvements	3,897,034	-	4,434,686	-	5,722	20,714	1,278,420	2,037,195
Buildings	27,241,564	-	36,005,174	-	11,321,773	20,582,982	29,669,712	23,423,671
Furniture and equipment	513,330	-	949,532	-	314,516	181,140	982,720	481,726
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(8,893,353)	-	(13,641,548)	-	(4,283,723)	(5,021,881)	(6,129,965)	(5,579,948)
<b>Net property and equipment</b>	<b>22,758,575</b>	<b>-</b>	<b>27,747,844</b>	<b>-</b>	<b>7,358,288</b>	<b>15,762,955</b>	<b>25,800,887</b>	<b>20,362,644</b>
Other long-term assets								
Restricted property reserves	593,981	-	4,135,711	-	3,778,702	672,468	1,428,849	398,432
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	14,205,607	-	28,926	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	42,182	-	42,815	-	1,020,893	5,692	23,673	2,156,907
<b>Total other long-term assets</b>	<b>636,163</b>	<b>14,205,607</b>	<b>4,178,526</b>	<b>28,926</b>	<b>4,799,595</b>	<b>678,160</b>	<b>1,452,522</b>	<b>2,555,339</b>
<b>Total assets</b>	<b>\$ 23,657,368</b>	<b>\$ 14,357,176</b>	<b>\$ 32,277,119</b>	<b>\$ 113,926</b>	<b>\$ 12,567,227</b>	<b>\$ 17,200,734</b>	<b>\$ 28,572,513</b>	<b>\$ 23,948,734</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XLIII, LP (Caroline Severance Manor)	7th & H GP, LLC	Mercy Housing California 47, LP (7th & H Street)	Madonna Senior Housing LLC	Mercy Housing California 53, LP (Madonna Residences)	Mercy Housing California 52, LP (School House Station-Vista Grande)	1100 Ocean Avenue Limited Partnership (1100 Ocean Avenue Apts.)	55 Laguna, LP (Open House Community at 55 Laguna)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 163,968	\$ 1,118	\$ 317,546	\$ 1,118	\$ 615,128	\$ 254,309	\$ 122,854	\$ 62,583
Due to affiliates	58,853	190,633	-	122,872	-	54,805	72,247	103,178
Accrued interest	12,616	-	-	-	-	24,525	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	214,083	-	-	-	-	137,991	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	28,073	-	26,009	-	29,701	9,963	23,747	4,801
Tenant security deposits	105,272	-	66,069	-	56,884	89,488	53,308	30,593
<b>Total current liabilities</b>	<b>582,865</b>	<b>191,751</b>	<b>409,624</b>	<b>123,990</b>	<b>701,713</b>	<b>571,081</b>	<b>272,156</b>	<b>201,155</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	3,682,288	-	813,989	-	1,344,152	621,243	1,433,898	1,725,979
Accrued interest, affiliates	-	-	-	-	-	1,091,478	-	-
Notes payable, less current portion, net	16,222,103	-	10,947,009	-	9,134,371	7,276,525	17,350,137	7,912,073
Notes payable, less current portion, affiliates	-	-	-	-	-	4,452,969	700,000	-
Deferred revenue and other liabilities	150,021	-	-	-	446	848	15,000	148,467
<b>Total long-term liabilities</b>	<b>20,054,412</b>	<b>-</b>	<b>11,760,998</b>	<b>-</b>	<b>10,478,969</b>	<b>13,443,063</b>	<b>19,499,035</b>	<b>9,786,519</b>
<b>Total liabilities</b>	<b>20,637,277</b>	<b>191,751</b>	<b>12,170,622</b>	<b>123,990</b>	<b>11,180,682</b>	<b>14,014,144</b>	<b>19,771,191</b>	<b>9,987,674</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	3,020,091	14,165,425	20,106,497	(10,064)	1,386,545	3,186,590	8,801,322	13,961,060
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>3,020,091</b>	<b>14,165,425</b>	<b>20,106,497</b>	<b>(10,064)</b>	<b>1,386,545</b>	<b>3,186,590</b>	<b>8,801,322</b>	<b>13,961,060</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>3,020,091</b>	<b>14,165,425</b>	<b>20,106,497</b>	<b>(10,064)</b>	<b>1,386,545</b>	<b>3,186,590</b>	<b>8,801,322</b>	<b>13,961,060</b>
<b>Total liabilities and net assets</b>	<b>\$ 23,657,368</b>	<b>\$ 14,357,176</b>	<b>\$ 32,277,119</b>	<b>\$ 113,926</b>	<b>\$ 12,567,227</b>	<b>\$ 17,200,734</b>	<b>\$ 28,572,513</b>	<b>\$ 23,948,734</b>



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	Esparto Family Apartments, LLC	Mercy Housing California 54, LP (Esperanza Crossing)	Sunset Lane Apartments LLC	Mercy Housing California 55, LP (Trailside Terrace)	Mercy Housing California 56, LP (Jefferson Park Terrace)	Coastside Senior Housing Limited Partners, LP	El Monte Veterans Apartments LLC	El Monte Veterans Apartments, LP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 20,649	\$ -	\$ 27,975	\$ 18,913	\$ 537,455	\$ -	\$ 144,833
Cash, tenant security deposits	-	32,411	-	28,116	51,850	13,735	-	33,706
Cash, restricted	-	-	-	-	-	238,742	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	1,864	-	607	-	3,610	-	11,529
Due from affiliate, net	55,959	-	9,917	-	-	-	23,730	45
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	12,426	-	17,483	28,218	21,146	-	21,049
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>55,959</b>	<b>67,350</b>	<b>9,917</b>	<b>74,181</b>	<b>98,981</b>	<b>814,688</b>	<b>23,730</b>	<b>211,162</b>
Property and equipment								
Land and land improvements	-	2,946,584	-	1,493,737	1,880,926	675,178	-	1,293,775
Buildings	-	8,432,461	-	10,301,452	15,279,985	13,057,001	-	10,071,330
Furniture and equipment	-	181,490	-	202,287	218,032	473,093	-	602,016
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	2,467	-	-	-	-
Accumulated depreciation	-	(3,287,447)	-	(2,777,179)	(5,020,797)	(4,576,060)	-	(3,427,643)
<b>Net property and equipment</b>	<b>-</b>	<b>8,273,088</b>	<b>-</b>	<b>9,222,764</b>	<b>12,358,146</b>	<b>9,629,212</b>	<b>-</b>	<b>8,539,478</b>
Other long-term assets								
Restricted property reserves	-	301,539	-	383,300	234,605	574,950	-	628,424
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(282)	-	(433)	-	-	-	82,335	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	15,771	-	17,036	29,341	52,796	-	22,626
<b>Total other long-term assets</b>	<b>(282)</b>	<b>317,310</b>	<b>(433)</b>	<b>400,336</b>	<b>263,946</b>	<b>627,746</b>	<b>82,335</b>	<b>651,050</b>
<b>Total assets</b>	<b>\$ 55,677</b>	<b>\$ 8,657,748</b>	<b>\$ 9,484</b>	<b>\$ 9,697,281</b>	<b>\$ 12,721,073</b>	<b>\$ 11,071,646</b>	<b>\$ 106,065</b>	<b>\$ 9,401,690</b>

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	Esparto Family Apartments, LLC	Mercy Housing California 54, LP (Esperanza Crossing)	Sunset Lane Apartments LLC	Mercy Housing California 55, LP (Trailside Terrace)	Mercy Housing California 56, LP (Jefferson Park Terrace)	Coastside Senior Housing Limited Partners, LP	El Monte Veterans Apartments LLC	El Monte Veterans Apartments, LP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 1,118	\$ 88,916	\$ 1,118	\$ 44,296	\$ 128,787	\$ 197,816	\$ 1,118	\$ 55,245
Due to affiliates	81,189	-	33,807	54,543	158,819	25,307	44,418	23,730
Accrued interest	-	1,712	-	959	8,327	5,014	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	98,575	-	23,126	37,846	56,440	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	2,771	-	23,397	9,384	1,994	-	878
Tenant security deposits	-	31,425	-	27,711	50,049	12,920	-	33,204
<b>Total current liabilities</b>	<b>82,307</b>	<b>223,399</b>	<b>34,925</b>	<b>174,032</b>	<b>393,212</b>	<b>299,491</b>	<b>45,536</b>	<b>113,057</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	950,626	-	1,037,159	1,061,749	539,902	-	591,521
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	3,937,993	-	4,479,764	5,647,980	3,925,333	-	4,043,464
Notes payable, less current portion, affiliates	-	-	-	-	1,074,176	587,838	-	-
Deferred revenue and other liabilities	-	-	-	-	174,167	1,178,070	-	2,883
<b>Total long-term liabilities</b>	<b>-</b>	<b>4,888,619</b>	<b>-</b>	<b>5,516,923</b>	<b>7,958,072</b>	<b>6,231,143</b>	<b>-</b>	<b>4,637,868</b>
<b>Total liabilities</b>	<b>82,307</b>	<b>5,112,018</b>	<b>34,925</b>	<b>5,690,955</b>	<b>8,351,284</b>	<b>6,530,634</b>	<b>45,536</b>	<b>4,750,925</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(26,630)	3,545,730	(25,441)	4,006,326	4,369,789	4,541,012	60,529	4,650,765
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(26,630)</b>	<b>3,545,730</b>	<b>(25,441)</b>	<b>4,006,326</b>	<b>4,369,789</b>	<b>4,541,012</b>	<b>60,529</b>	<b>4,650,765</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(26,630)</b>	<b>3,545,730</b>	<b>(25,441)</b>	<b>4,006,326</b>	<b>4,369,789</b>	<b>4,541,012</b>	<b>60,529</b>	<b>4,650,765</b>
<b>Total liabilities and net assets</b>	<b>\$ 55,677</b>	<b>\$ 8,657,748</b>	<b>\$ 9,484</b>	<b>\$ 9,697,281</b>	<b>\$ 12,721,073</b>	<b>\$ 11,071,646</b>	<b>\$ 106,065</b>	<b>\$ 9,401,690</b>

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	1028 Howard Street, LLC	Mercy Housing California 60, LP (Quinn Cottages)	Mercy Housing California XI, LP (Madison Place)	Mercy Eden House LLC	Eden House, L.P.	Transbay Block 6, LLC	Mercy Housing California 62, LP (280 Beale)	Sunset Valley Duplexes, LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 196,484	\$ 58,522	\$ 30,090	\$ -	\$ 424,502	\$ -	\$ 580,484	\$ -
Cash, tenant security deposits	27,449	9,284	33,757	-	83,580	-	66,449	-
Cash, restricted	-	-	-	-	-	-	37,431	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	2,809	5,373	1,721	-	9,849	-	118,301	-
Due from affiliate, net	-	-	-	230,552	473	170,963	-	17,000
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	14,327	28,554	14,949	-	31,988	-	30,507	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	639,440	-	-	-	-	-
<b>Total current assets</b>	<b>241,069</b>	<b>101,733</b>	<b>719,957</b>	<b>230,552</b>	<b>550,392</b>	<b>170,963</b>	<b>833,172</b>	<b>17,000</b>
Property and equipment								
Land and land improvements	-	1,216,886	-	-	1,060,410	-	985,629	-
Buildings	3,610,847	4,398,498	-	-	11,326,978	-	24,302,115	-
Furniture and equipment	109,838	302,250	-	-	652,629	-	700,486	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	199	-
Accumulated depreciation	(1,502,185)	(1,807,584)	110	-	(3,141,734)	-	(4,671,814)	-
<b>Net property and equipment</b>	<b>2,218,500</b>	<b>4,110,050</b>	<b>110</b>	<b>-</b>	<b>9,898,283</b>	<b>-</b>	<b>21,316,615</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	732,475	3,066,048	223,233	-	2,325,796	-	834,158	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	634,329	-	500,274	-	573,994
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	690,000	-	61
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	9,951	-	-	28,946	-	22,526	-
<b>Total other long-term assets</b>	<b>732,475</b>	<b>3,075,999</b>	<b>223,233</b>	<b>634,329</b>	<b>2,354,742</b>	<b>1,190,274</b>	<b>856,684</b>	<b>574,055</b>
<b>Total assets</b>	<b>\$ 3,192,044</b>	<b>\$ 7,287,782</b>	<b>\$ 943,300</b>	<b>\$ 864,881</b>	<b>\$ 12,803,417</b>	<b>\$ 1,361,237</b>	<b>\$ 23,006,471</b>	<b>\$ 591,055</b>

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	1028 Howard Street, LLC	Mercy Housing California 60, LP (Quinn Cottages)	Mercy Housing California XI, LP (Madison Place)	Mercy Eden House LLC	Eden House, L.P.	Transbay Block 6, LLC	Mercy Housing California 62, LP (280 Beale)	Sunset Valley Duplexes, LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 44,344	\$ 77,162	\$ 39,639	\$ 1,118	\$ 104,617	\$ 1,118	\$ 88,505	\$ 1,138
Due to affiliates	-	5,922	150,000	-	2,647	162,715	142,473	113,538
Accrued interest	208	-	1,035	-	12,711	-	1,600	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	34,305	-	35,629	-	139,057	-	35,397	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	3,846	4,852	1,734	-	33,880	-	10,829	-
Tenant security deposits	26,949	8,785	32,227	-	84,852	-	66,481	-
<b>Total current liabilities</b>	<b>109,652</b>	<b>96,721</b>	<b>260,264</b>	<b>1,118</b>	<b>377,764</b>	<b>163,833</b>	<b>345,285</b>	<b>114,676</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	1,261,614	661,577	1,688,612	-	40,591	-	2,516,150	-
Accrued interest, affiliates	-	-	-	-	861,012	-	-	-
Notes payable, less current portion, net	2,035,999	4,893,724	799,437	-	2,636,531	690,000	14,131,663	-
Notes payable, less current portion, affiliates	-	-	-	-	3,100,000	-	690,000	-
Deferred revenue and other liabilities	-	4,750	2,814	-	3,335	-	15,000	-
<b>Total long-term liabilities</b>	<b>3,297,613</b>	<b>5,560,051</b>	<b>2,490,863</b>	<b>-</b>	<b>6,641,469</b>	<b>690,000</b>	<b>17,352,813</b>	<b>-</b>
<b>Total liabilities</b>	<b>3,407,265</b>	<b>5,656,772</b>	<b>2,751,127</b>	<b>1,118</b>	<b>7,019,233</b>	<b>853,833</b>	<b>17,698,098</b>	<b>114,676</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(215,221)	1,631,010	(1,807,827)	863,763	5,784,184	507,404	5,308,373	476,379
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(215,221)</b>	<b>1,631,010</b>	<b>(1,807,827)</b>	<b>863,763</b>	<b>5,784,184</b>	<b>507,404</b>	<b>5,308,373</b>	<b>476,379</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(215,221)</b>	<b>1,631,010</b>	<b>(1,807,827)</b>	<b>863,763</b>	<b>5,784,184</b>	<b>507,404</b>	<b>5,308,373</b>	<b>476,379</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,192,044</b>	<b>\$ 7,287,782</b>	<b>\$ 943,300</b>	<b>\$ 864,881</b>	<b>\$ 12,803,417</b>	<b>\$ 1,361,237</b>	<b>\$ 23,006,471</b>	<b>\$ 591,055</b>

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	Mercy Housing California 63, LP (Sunset Valley Duplexes)		345 Arguello, LP	Land Park Woods, LLC	Mercy Housing California 68, LP (Land Park Woods)		1880 Pine, LP	Transbay Block 7, LLC	Mercy Housing California 64, LP (Transbay Block 7)	Mercy Mather Veterans, LLC						
<b>Assets</b>																
Current assets																
Cash and cash equivalents	\$	94,127	\$	550,800	\$	-	\$	72,136	\$	846,699	\$	-	\$	967,134	\$	-
Cash, tenant security deposits		49,268		18,963		-		57,149		24,171		-		128,724		-
Cash, restricted		-		127,386		-		-		386,871		-		2,087		-
Investments		-		-		-		-		-		-		-		-
Investments, restricted		-		-		-		-		-		-		-		-
Accounts receivable, net		4,454		12,301		-		837		17,403		-		9,670		-
Due from affiliate, net		-		-		-		-		167,493		-		-		-
Pledges receivable, net		-		-		-		-		-		-		-		-
Grants receivable		-		-		-		-		-		-		-		-
Current portion of notes and interest receivable		-		-		-		-		-		-		-		-
Current portion of notes and interest receivable, affiliates		-		-		-		-		-		-		-		-
Prepaid expenses and other assets		23,822		38,316		-		21,490		60,296		-		99,224		-
Inventory		-		-		-		-		-		-		-		-
Assets held for sale		-		-		-		-		-		-		-		-
Total current assets		<u>171,671</u>		<u>747,766</u>		<u>-</u>		<u>151,612</u>		<u>1,335,440</u>		<u>167,493</u>		<u>1,206,839</u>		<u>-</u>
Property and equipment																
Land and land improvements		10,328,013		75,402		-		2,629,622		365,207		-		4,147,129		-
Buildings		13,232,248		27,903,759		-		9,890,258		33,009,794		-		58,948,414		-
Furniture and equipment		278,106		492,038		-		445,854		624,527		-		695,097		-
Predevelopment project costs		-		-		-		-		-		-		-		-
Construction in progress		-		-		-		-		-		-		-		-
Accumulated depreciation		<u>(4,149,742)</u>		<u>(4,080,929)</u>		<u>-</u>		<u>(2,644,369)</u>		<u>(4,967,458)</u>		<u>-</u>		<u>(6,702,253)</u>		<u>-</u>
Net property and equipment		<u>19,688,625</u>		<u>24,390,270</u>		<u>-</u>		<u>10,321,365</u>		<u>29,032,070</u>		<u>-</u>		<u>57,088,387</u>		<u>-</u>
Other long-term assets																
Restricted property reserves		886,681		1,282,420		-		1,157,069		1,457,375		-		689,367		-
Long-term investments		-		-		-		-		-		-		-		-
Long-term investments, restricted		-		-		-		-		-		-		-		-
Due from affiliates		-		-		-		-		-		-		-		-
Pledges receivable, net		-		-		-		-		-		-		-		-
Investments in limited partnerships, net		-		-		116,664		-		-		381,707		-		120,520
Notes and interest receivable, net		-		-		-		-		-		-		-		-
Notes and interest receivable, affiliates		-		-		-		-		-		-		-		-
Allowance for impaired assets		-		-		-		-		-		-		-		-
Other assets, net		<u>51,750</u>		<u>881,995</u>		<u>-</u>		<u>38,558</u>		<u>1,563,112</u>		<u>-</u>		<u>56,676</u>		<u>-</u>
Total other long-term assets		<u>938,431</u>		<u>2,164,415</u>		<u>116,664</u>		<u>1,195,627</u>		<u>3,020,487</u>		<u>381,707</u>		<u>746,043</u>		<u>120,520</u>
<b>Total assets</b>	<b>\$</b>	<b>20,798,727</b>	<b>\$</b>	<b>27,302,451</b>	<b>\$</b>	<b>116,664</b>	<b>\$</b>	<b>11,668,604</b>	<b>\$</b>	<b>33,387,997</b>	<b>\$</b>	<b>549,200</b>	<b>\$</b>	<b>59,041,269</b>	<b>\$</b>	<b>120,520</b>

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	Mercy Housing California 63, LP (Sunset Valley Duplexes)	345 Arguello, LP	Land Park Woods, LLC	Mercy Housing California 68, LP (Land Park Woods)	1880 Pine, LP	Transbay Block 7, LLC	Mercy Housing California 64, LP (Transbay Block 7)	Mercy Mather Veterans, LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 52,442	\$ 86,752	\$ -	\$ 57,755	\$ 92,713	\$ -	\$ 147,190	\$ 441
Due to affiliates	8,500	45,286	12,568	-	89,040	94,435	171,723	16,605
Accrued interest	-	187,729	-	-	396,806	-	7,802	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	104,960	-	-	115,906	-	159,485	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	1,203	1,312	-	19,725	8,550	-	37,713	-
Tenant security deposits	48,798	18,157	-	56,645	23,628	-	130,826	-
<b>Total current liabilities</b>	<b>110,943</b>	<b>444,196</b>	<b>12,568</b>	<b>134,125</b>	<b>726,643</b>	<b>94,435</b>	<b>654,739</b>	<b>17,046</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	1,447,340	-	-	2,188,306	-	-	1,366,632	-
Accrued interest, affiliates	2,239	-	-	-	-	-	-	-
Notes payable, less current portion, net	8,851,424	17,740,406	-	4,055,292	22,195,565	-	32,158,504	-
Notes payable, less current portion, affiliates	69,758	500,000	-	740,000	1,120,000	-	1,733,283	-
Deferred revenue and other liabilities	-	1,484	-	17,348	-	-	45,000	-
<b>Total long-term liabilities</b>	<b>10,370,761</b>	<b>18,241,890</b>	<b>-</b>	<b>7,000,946</b>	<b>23,315,565</b>	<b>-</b>	<b>35,303,419</b>	<b>-</b>
<b>Total liabilities</b>	<b>10,481,704</b>	<b>18,686,086</b>	<b>12,568</b>	<b>7,135,071</b>	<b>24,042,208</b>	<b>94,435</b>	<b>35,958,158</b>	<b>17,046</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	10,317,023	8,616,365	104,096	4,533,533	9,345,789	454,765	23,083,111	103,474
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>10,317,023</b>	<b>8,616,365</b>	<b>104,096</b>	<b>4,533,533</b>	<b>9,345,789</b>	<b>454,765</b>	<b>23,083,111</b>	<b>103,474</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>10,317,023</b>	<b>8,616,365</b>	<b>104,096</b>	<b>4,533,533</b>	<b>9,345,789</b>	<b>454,765</b>	<b>23,083,111</b>	<b>103,474</b>
<b>Total liabilities and net assets</b>	<b>\$ 20,798,727</b>	<b>\$ 27,302,451</b>	<b>\$ 116,664</b>	<b>\$ 11,668,604</b>	<b>\$ 33,387,997</b>	<b>\$ 549,200</b>	<b>\$ 59,041,269</b>	<b>\$ 120,520</b>

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	Mercy Housing California 61, LP (Mather Veterans Village)	Mercy Housing California 65, LLC	Mercy Housing California 65, LP (The Arbor at Hesperion)	Plaza Maria, LLC	Mercy Laguna LLC, GP	Laguna Senior Housing, L.P. (95 Laguna Senior Housing)	JFK Tower, LP	2698 California, LP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 241,681	\$ -	\$ 321,374	\$ 101,676	\$ -	\$ 376,350	\$ 665,546	\$ 562,266
Cash, tenant security deposits	11,987	-	64,412	72,234	-	92,130	24,962	9,742
Cash, restricted	-	-	240,441	-	-	2,839,626	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	39,764	9,292	-	58,125	17,799	6,365
Due from affiliate, net	10,481	102,411	-	-	115,644	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	24,716	-	38,208	14,357	-	87,099	71,995	30,189
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>288,865</b>	<b>102,411</b>	<b>704,199</b>	<b>197,559</b>	<b>115,644</b>	<b>3,453,330</b>	<b>780,302</b>	<b>608,562</b>
Property and equipment								
Land and land improvements	1,112,787	-	2,991,331	750,000	-	1,700,519	512,587	245,919
Buildings	13,883,195	-	22,957,399	2,390,251	-	37,992,233	50,256,565	26,344,229
Furniture and equipment	434,035	-	437,132	7,108	-	643,584	943,205	488,807
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(2,573,122)	-	(3,445,012)	(1,893,651)	-	(2,857,169)	(6,314,070)	(3,366,200)
<b>Net property and equipment</b>	<b>12,856,895</b>	<b>-</b>	<b>22,940,850</b>	<b>1,253,708</b>	<b>-</b>	<b>37,479,167</b>	<b>45,398,287</b>	<b>23,712,755</b>
Other long-term assets								
Restricted property reserves	6,272,773	-	738,268	152,426	-	476,346	1,383,568	981,168
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	701	-	-	134,862	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	43,410	-	43,679	-	-	4,288,693	1,855,894	827,164
<b>Total other long-term assets</b>	<b>6,316,183</b>	<b>701</b>	<b>781,947</b>	<b>152,426</b>	<b>134,862</b>	<b>4,765,039</b>	<b>3,239,462</b>	<b>1,808,332</b>
<b>Total assets</b>	<b>\$ 19,461,943</b>	<b>\$ 103,112</b>	<b>\$ 24,426,996</b>	<b>\$ 1,603,693</b>	<b>\$ 250,506</b>	<b>\$ 45,697,536</b>	<b>\$ 49,418,051</b>	<b>\$ 26,129,649</b>

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	Mercy Housing California 61, LP (Mather Veterans Village)	Mercy Housing California 65, LLC	Mercy Housing California 65, LP (The Arbor at Hesperion)	Plaza Maria, LLC	Mercy Laguna LLC, GP	Laguna Senior Housing, L.P. (95 Laguna Senior Housing)	JFK Tower, LP	2698 California, LP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 59,455	\$ -	\$ 154,329	\$ 24,811	\$ (311)	\$ 108,457	\$ 118,424	\$ 175,921
Due to affiliates	40,771	67,978	72,060	3,859	128,149	122,696	45,322	45,323
Accrued interest	-	-	1,913	21,473	-	-	337,024	214,481
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	29,569	117,255	-	-	155,154	47,920
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	4,083	-	(1,263)	386	-	16,716	-	10,596
Tenant security deposits	11,575	-	64,082	71,738	-	90,764	24,487	9,551
<b>Total current liabilities</b>	<b>115,884</b>	<b>67,978</b>	<b>320,690</b>	<b>239,522</b>	<b>127,838</b>	<b>338,633</b>	<b>680,411</b>	<b>503,792</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	321,750	-	2,507,253	-	-	3,030,533	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	4,880,302	-	14,723,511	5,642,484	-	20,844,190	31,671,530	17,284,945
Notes payable, less current portion, affiliates	1,341,552	-	-	-	-	-	970,000	400,000
Deferred revenue and other liabilities	-	-	-	931	-	495,047	1,384,705	259,466
<b>Total long-term liabilities</b>	<b>6,543,604</b>	<b>-</b>	<b>17,230,764</b>	<b>5,643,415</b>	<b>-</b>	<b>24,369,770</b>	<b>34,026,235</b>	<b>17,944,411</b>
<b>Total liabilities</b>	<b>6,659,488</b>	<b>67,978</b>	<b>17,551,454</b>	<b>5,882,937</b>	<b>127,838</b>	<b>24,708,403</b>	<b>34,706,646</b>	<b>18,448,203</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	12,802,455	35,134	6,875,542	(4,279,244)	122,668	20,989,133	14,711,405	7,681,446
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>12,802,455</b>	<b>35,134</b>	<b>6,875,542</b>	<b>(4,279,244)</b>	<b>122,668</b>	<b>20,989,133</b>	<b>14,711,405</b>	<b>7,681,446</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>12,802,455</b>	<b>35,134</b>	<b>6,875,542</b>	<b>(4,279,244)</b>	<b>122,668</b>	<b>20,989,133</b>	<b>14,711,405</b>	<b>7,681,446</b>
<b>Total liabilities and net assets</b>	<b>\$ 19,461,943</b>	<b>\$ 103,112</b>	<b>\$ 24,426,996</b>	<b>\$ 1,603,693</b>	<b>\$ 250,506</b>	<b>\$ 45,697,536</b>	<b>\$ 49,418,051</b>	<b>\$ 26,129,649</b>



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	Mercy Housing California 66, LP (Colma Veterans Village)	455 Fell, LP (Parcel O)	Mercy Housing California 67, LP (Columbia Park)	Historic Live Oak (Odd Fellows)	Mercy Housing Camino GP, LLC	Mercy Housing La Cienega, LLC	New Dana Strand IV, LP (Camino Del Mar)	St Mary's Tower, LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 781,227	\$ 219,573	\$ 157,518	\$ 40,719	\$ -	\$ -	\$ 1,879,612	\$ -
Cash, tenant security deposits	28,151	125,649	60,331	8,931	-	-	84,926	-
Cash, restricted	5,232	248,356	-	-	-	-	221,697	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	8,375	105,963	20,386	12,665	-	-	90,250	345
Due from affiliate, net	-	-	-	-	32,304	-	-	84,438
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	52,001	107,237	27,878	4,278	-	-	94,826	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>874,986</b>	<b>806,778</b>	<b>266,113</b>	<b>66,593</b>	<b>32,304</b>	<b>-</b>	<b>2,371,311</b>	<b>84,783</b>
Property and equipment								
Land and land improvements	7,303,126	5,862,894	1,335,380	84,914	-	-	2,072,976	-
Buildings	28,146,995	58,122,598	15,878,271	2,791,081	-	-	28,571,399	-
Furniture and equipment	562,016	934,075	308,821	18,132	-	-	660,811	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(3,445,441)	(5,535,413)	(3,842,612)	(1,294,600)	-	-	(2,726,324)	-
<b>Net property and equipment</b>	<b>32,566,696</b>	<b>59,384,154</b>	<b>13,679,860</b>	<b>1,599,527</b>	<b>-</b>	<b>-</b>	<b>28,578,862</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	1,693,902	880,234	405,856	59,671	-	-	595,938	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	(21)	(100)	-	(3,864,903)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	36,882	60,620	27,900	-	-	-	3,631,547	-
<b>Total other long-term assets</b>	<b>1,730,784</b>	<b>940,854</b>	<b>433,756</b>	<b>59,671</b>	<b>(21)</b>	<b>(100)</b>	<b>4,227,485</b>	<b>(3,864,903)</b>
<b>Total assets</b>	<b>\$ 35,172,466</b>	<b>\$ 61,131,786</b>	<b>\$ 14,379,729</b>	<b>\$ 1,725,791</b>	<b>\$ 32,283</b>	<b>\$ (100)</b>	<b>\$ 35,177,658</b>	<b>\$ (3,780,120)</b>

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	Mercy Housing California 66, LP (Colma Veterans Village)	455 Fell, LP (Parcel O)	Mercy Housing California 67, LP (Columbia Park)	Historic Live Oak (Odd Fellows)	Mercy Housing Camino GP, LLC	Mercy Housing La Cienega, LLC	New Dana Strand IV, LP (Camino Del Mar)	St Mary's Tower, LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 86,425	\$ 219,763	\$ 61,971	\$ 11,430	\$ -	\$ -	\$ 79,907	\$ -
Due to affiliates	241,936	153,741	17,379	157,405	45,547	16,054	88,376	65,040
Accrued interest	33,969	19,473	12,544	21	-	-	54,995	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	261,865	71,853	69,551	3,999	-	-	296,237	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	22,650	17,352	10,319	2,978	-	-	9,656	-
Tenant security deposits	27,651	123,550	59,832	7,964	-	-	80,991	-
Total current liabilities	674,496	605,732	231,596	183,797	45,547	16,054	610,162	65,040
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	679,520	588,399	168,154	-	-	-	530,426	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	23,155,846	35,930,126	8,830,796	1,218,650	-	-	21,144,664	-
Notes payable, less current portion, affiliates	-	1,500,000	4,000,000	-	-	-	-	-
Deferred revenue and other liabilities	904,917	478,552	-	-	-	-	1,175,993	-
Total long-term liabilities	24,740,283	38,497,077	12,998,950	1,218,650	-	-	22,851,083	-
<b>Total liabilities</b>	<b>25,414,779</b>	<b>39,102,809</b>	<b>13,230,546</b>	<b>1,402,447</b>	<b>45,547</b>	<b>16,054</b>	<b>23,461,245</b>	<b>65,040</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	9,757,687	22,028,977	1,149,183	323,344	(13,264)	(16,154)	11,716,413	(3,845,160)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	9,757,687	22,028,977	1,149,183	323,344	(13,264)	(16,154)	11,716,413	(3,845,160)
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>9,757,687</b>	<b>22,028,977</b>	<b>1,149,183</b>	<b>323,344</b>	<b>(13,264)</b>	<b>(16,154)</b>	<b>11,716,413</b>	<b>(3,845,160)</b>
<b>Total liabilities and net assets</b>	<b>\$ 35,172,466</b>	<b>\$ 61,131,786</b>	<b>\$ 14,379,729</b>	<b>\$ 1,725,791</b>	<b>\$ 32,283</b>	<b>\$ (100)</b>	<b>\$ 35,177,658</b>	<b>\$ (3,780,120)</b>

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	Mercy Housing California 71, LP (St Mary's Tower)	Francis of Assisi, LLC	Mercy Housing California 69, LP (Francis of Assisi)	3001 24th Street LLC	Mercy Housing California 59, LP (Casa de la Mission)	623 Vernon, LLC	Mercy Housing California 48, LP (Lohse Apartments)	Esperanza Crossing II, LLC GP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 769,887	\$ -	\$ 919,603	\$ -	\$ 318,203	\$ -	\$ 88,474	\$ -
Cash, tenant security deposits	42,525	-	36,777	-	14,648	-	46,362	-
Cash, restricted	-	-	52,167	-	129,955	-	91,021	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	19,020	-	100,222	170	124,493	-	2,338	-
Due from affiliate, net	417	21,993	-	-	-	71,029	-	1,857
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	64,009	-	47,331	-	8,741	-	30,606	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>895,858</b>	<b>21,993</b>	<b>1,156,100</b>	<b>170</b>	<b>596,040</b>	<b>71,029</b>	<b>258,801</b>	<b>1,857</b>
Property and equipment								
Land and land improvements	9,107,484	-	333,198	-	4,194,449	-	3,727,256	-
Buildings	26,734,452	-	22,416,853	-	24,249,223	-	21,788,371	-
Furniture and equipment	536,566	-	1,685,534	-	405,078	-	803,217	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(5,300,121)	-	(5,363,304)	-	(493,080)	-	(3,310,417)	-
<b>Net property and equipment</b>	<b>31,078,381</b>	<b>-</b>	<b>19,072,281</b>	<b>-</b>	<b>28,355,670</b>	<b>-</b>	<b>23,008,427</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	810,230	-	2,771,337	-	-	-	462,178	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	(29,455,279)	-	(69,634)	-	1,425,089	-	46,949
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	103,761	-	54,215	-	116,039	-	64,778	-
<b>Total other long-term assets</b>	<b>913,991</b>	<b>(29,455,279)</b>	<b>2,825,552</b>	<b>(69,634)</b>	<b>116,039</b>	<b>1,425,089</b>	<b>526,956</b>	<b>46,949</b>
<b>Total assets</b>	<b>\$ 32,888,230</b>	<b>\$ (29,433,286)</b>	<b>\$ 23,053,933</b>	<b>\$ (69,464)</b>	<b>\$ 29,067,749</b>	<b>\$ 1,496,118</b>	<b>\$ 23,794,184</b>	<b>\$ 48,806</b>

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	Mercy Housing California 71, LP (St Mary's Tower)	Francis of Assisi, LLC	Mercy Housing California 69, LP (Francis of Assisi)	3001 24th Street LLC	Mercy Housing California 59, LP (Casa de la Mission)	623 Vernon, LLC	Mercy Housing California 48, LP (Lohse Apartments)	Esperanza Crossing II, LLC GP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 254,191	\$ -	\$ 304,939	\$ -	\$ 202,814	\$ -	\$ 37,394	\$ -
Due to affiliates	-	209,609	-	3,192	935,147	95,827	41,246	62,094
Accrued interest	67,547	-	82,053	-	64,355	-	2,856	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	345,539	-	1,333,800	-	20,604,802	-	32,398	-
Current portion of notes payable, affiliates	-	-	-	-	15,000	-	-	-
Deferred revenue and other liabilities	6,939	-	12,085	-	1,520	-	4,883	-
Tenant security deposits	41,939	-	37,366	-	14,148	-	44,800	-
Total current liabilities	716,155	209,609	1,770,243	3,192	21,837,786	95,827	163,577	62,094
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	863,781	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	20,103,603	-	24,268,408	-	(9,784)	-	6,818,041	-
Notes payable, less current portion, affiliates	-	-	-	-	5,000,000	-	2,164,800	-
Deferred revenue and other liabilities	73,194	-	482,348	-	-	-	-	-
Total long-term liabilities	20,176,797	-	24,750,756	-	4,990,216	-	9,846,622	-
<b>Total liabilities</b>	20,892,952	209,609	26,520,999	3,192	26,828,002	95,827	10,010,199	62,094
<b>Net assets</b>								
Net assets without donor restrictions, controlling	11,995,278	(29,642,895)	(3,467,066)	(72,656)	2,239,747	1,400,291	13,783,985	(13,288)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	11,995,278	(29,642,895)	(3,467,066)	(72,656)	2,239,747	1,400,291	13,783,985	(13,288)
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	11,995,278	(29,642,895)	(3,467,066)	(72,656)	2,239,747	1,400,291	13,783,985	(13,288)
<b>Total liabilities and net assets</b>	\$ 32,888,230	\$ (29,433,286)	\$ 23,053,933	\$ (69,464)	\$ 29,067,749	\$ 1,496,118	\$ 23,794,184	\$ 48,806

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	Mercy Housing California 76, LP (Esperanza Crossing Phase II)	Mercy Transformation, LLC GP	Sunnydale Parcel Q Housing Partners, LP	Candlestick Pointe 11a, a California Limited Partnership (Candlestick)	20 North Cottonwood LLC (GP)	Mercy New Hope, LP (Woodland/180 West Beamer)	Mercy Housing California 74, LP (Britton Street)	Pico Robertson LLC GP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 78,983	\$ -	\$ 1,613,497	\$ -	\$ -	\$ 95,448	\$ 829,053	\$ -
Cash, tenant security deposits	29,528	-	33,843	-	-	48,611	72,241	-
Cash, restricted	121,893	-	144,086	4,575	-	369,641	164,474	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	3,979	-	27,086	-	-	34	12,588	-
Due from affiliate, net	-	23,200	9,567	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	14,256	-	44,207	387,500	-	36,163	42,180	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	<u>248,639</u>	<u>23,200</u>	<u>1,872,286</u>	<u>392,075</u>	<u>-</u>	<u>549,897</u>	<u>1,120,536</u>	<u>-</u>
Property and equipment								
Land and land improvements	1,713,183	-	1,644,910	-	-	2,883,622	2,786,651	-
Buildings	9,258,022	-	37,049,990	-	-	19,519,961	33,866,419	-
Furniture and equipment	181,882	-	798,647	-	-	559,640	446,889	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	2,178,828	-	-	-	-
Accumulated depreciation	<u>(1,883,643)</u>	<u>-</u>	<u>(2,445,754)</u>	<u>-</u>	<u>-</u>	<u>(3,220,529)</u>	<u>(5,935,548)</u>	<u>-</u>
Net property and equipment	<u>9,269,444</u>	<u>-</u>	<u>37,047,793</u>	<u>2,178,828</u>	<u>-</u>	<u>19,742,694</u>	<u>31,164,411</u>	<u>-</u>
Other long-term assets								
Restricted property reserves	168,230	-	826,769	-	-	3,395,695	1,703,002	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	(278)	-	-	(191)	-	-	(246)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	4,142,950	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	<u>17,582</u>	<u>-</u>	<u>107,588</u>	<u>-</u>	<u>-</u>	<u>75,850</u>	<u>55,071</u>	<u>-</u>
Total other long-term assets	<u>185,812</u>	<u>(278)</u>	<u>934,357</u>	<u>-</u>	<u>4,142,759</u>	<u>3,471,545</u>	<u>1,758,073</u>	<u>(246)</u>
<b>Total assets</b>	<u>\$ 9,703,895</u>	<u>\$ 22,922</u>	<u>\$ 39,854,436</u>	<u>\$ 2,570,903</u>	<u>\$ 4,142,759</u>	<u>\$ 23,764,136</u>	<u>\$ 34,043,020</u>	<u>\$ (246)</u>

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	Mercy Housing California 76, LP (Esperanza Crossing Phase II)	Mercy Transformation, LLC GP	Sunnydale Parcel Q Housing Partners, LP	Candlestick Pointe 11a, a California Limited Partnership (Candlestick)	20 North Cottonwood LLC (GP)	Mercy New Hope, LP (Woodland/180 West Beamer)	Mercy Housing California 74, LP (Britton Street)	Pico Robertson LLC GP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 38,292	\$ -	\$ 137,390	\$ 6,138	\$ -	\$ 106,264	\$ 125,389	\$ -
Due to affiliates	109,101	10,172	1,221	19,239	11,591	63,327	62,089	10,960
Accrued interest	5,404	-	19,409	-	-	-	42,460	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	54,933	-	81,672	-	-	-	433,357	-
Current portion of notes payable, affiliates	-	-	-	3,408	-	-	-	-
Deferred revenue and other liabilities	6,632	-	58,159	-	-	2,136	45,546	-
Tenant security deposits	29,285	-	33,493	-	-	46,042	66,784	-
<b>Total current liabilities</b>	<b>243,647</b>	<b>10,172</b>	<b>331,344</b>	<b>28,785</b>	<b>11,591</b>	<b>217,769</b>	<b>775,625</b>	<b>10,960</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	604,279	-	968,382	241,892	-	533,989	1,359,268	-
Accrued interest, affiliates	-	-	-	-	-	231,054	-	-
Notes payable, less current portion, net	6,478,553	-	19,114,166	2,325,672	-	5,595,312	24,385,573	-
Notes payable, less current portion, affiliates	50,000	-	-	-	-	4,925,259	5,005,485	-
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>7,132,832</b>	<b>-</b>	<b>20,082,548</b>	<b>2,567,564</b>	<b>-</b>	<b>11,285,614</b>	<b>30,750,326</b>	<b>-</b>
<b>Total liabilities</b>	<b>7,376,479</b>	<b>10,172</b>	<b>20,413,892</b>	<b>2,596,349</b>	<b>11,591</b>	<b>11,503,383</b>	<b>31,525,951</b>	<b>10,960</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	2,327,416	12,750	19,440,544	(25,446)	4,131,168	12,260,753	2,517,069	(11,206)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>2,327,416</b>	<b>12,750</b>	<b>19,440,544</b>	<b>(25,446)</b>	<b>4,131,168</b>	<b>12,260,753</b>	<b>2,517,069</b>	<b>(11,206)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>2,327,416</b>	<b>12,750</b>	<b>19,440,544</b>	<b>(25,446)</b>	<b>4,131,168</b>	<b>12,260,753</b>	<b>2,517,069</b>	<b>(11,206)</b>
<b>Total liabilities and net assets</b>	<b>\$ 9,703,895</b>	<b>\$ 22,922</b>	<b>\$ 39,854,436</b>	<b>\$ 2,570,903</b>	<b>\$ 4,142,759</b>	<b>\$ 23,764,136</b>	<b>\$ 34,043,020</b>	<b>\$ (246)</b>

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	Mercy Housing California 73, LP (Pico Robertson)	Baldwin Rose LLC, GP	Baldwin Rose LP	Mercy Housing California 78, LP (Mission Bay Block 6)	Mercy Housing California 75, LP (Dorothy Day)	Placentia Veterans Village, LLC GP	Placentia Veterans Village, LP	Mercy Housing California 82, LP (Treasure Island)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 58,843	\$ -	\$ 86,691	\$ 889,630	\$ 1,779,832	\$ -	\$ 373,889	\$ -
Cash, tenant security deposits	47,176	-	81,318	186,324	41,285	-	80,833	-
Cash, restricted	6,998	-	51,719	512,326	160,066	-	23,116	48,188
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	93,075	-	5,101	47,784	8,146	800	74,176	-
Due from affiliate, net	-	33,039	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	26,878	-	38,149	110,643	40,130	-	102,433	450,000
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>232,970</b>	<b>33,039</b>	<b>262,978</b>	<b>1,746,707</b>	<b>2,029,459</b>	<b>800</b>	<b>654,447</b>	<b>498,188</b>
Property and equipment								
Land and land improvements	926,421	-	5,133,769	4,967,385	2,158,784	-	3,641,991	-
Buildings	25,159,556	-	25,959,312	108,143,564	31,160,772	-	17,354,391	-
Furniture and equipment	538,796	-	420,564	1,037,835	520,443	-	585,338	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	3,243,494
Accumulated depreciation	(1,399,654)	-	(2,426,540)	(3,141,705)	(3,229,383)	-	(1,208,052)	-
<b>Net property and equipment</b>	<b>25,225,119</b>	<b>-</b>	<b>29,087,105</b>	<b>111,007,079</b>	<b>30,610,616</b>	<b>-</b>	<b>20,373,668</b>	<b>3,243,494</b>
Other long-term assets								
Restricted property reserves	256,900	-	417,826	-	1,071,467	-	1,013,603	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	(86)	-	-	-	(32)	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	82,670	-	109,701	106,000	90,372	-	3,109,112	42,200
<b>Total other long-term assets</b>	<b>339,570</b>	<b>(86)</b>	<b>527,527</b>	<b>106,000</b>	<b>1,161,839</b>	<b>(32)</b>	<b>4,122,715</b>	<b>42,200</b>
<b>Total assets</b>	<b>\$ 25,797,659</b>	<b>\$ 32,953</b>	<b>\$ 29,877,610</b>	<b>\$ 112,859,786</b>	<b>\$ 33,801,914</b>	<b>\$ 768</b>	<b>\$ 25,150,830</b>	<b>\$ 3,783,882</b>

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	Mercy Housing California 73, LP (Pico Robertson)	Baldwin Rose LLC, GP	Baldwin Rose LP	Mercy Housing California 78, LP (Mission Bay Block 6)	Mercy Housing California 75, LP (Dorothy Day)	Placentia Veterans Village, LLC GP	Placentia Veterans Village, LP	Mercy Housing California 82, LP (Treasure Island)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 62,224	\$ -	\$ 148,015	\$ 544,316	\$ 193,901	\$ -	\$ 70,943	\$ 94,692
Due to affiliates	331,801	44,164	440,016	5,513,534	76,488	9,556	184,775	8,780
Accrued interest	-	-	12,356	82,706	85,978	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	85,785	59,896,090	644,025	-	112,462	-
Current portion of notes payable, affiliates	11,710	-	103,594	-	-	-	-	541,023
Deferred revenue and other liabilities	14,246	-	15,967	30,346	2,963	-	1,827	-
Tenant security deposits	46,676	-	80,982	185,680	40,783	-	80,333	-
<b>Total current liabilities</b>	<b>466,657</b>	<b>44,164</b>	<b>886,715</b>	<b>66,252,672</b>	<b>1,044,138</b>	<b>9,556</b>	<b>450,340</b>	<b>644,495</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	119,025	-	439,370	911,271	-	-	120,408	125,415
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	4,389,914	-	9,304,381	39,370,117	20,087,313	-	5,672,938	3,028,102
Notes payable, less current portion, affiliates	3,800,000	-	-	4,511,304	-	-	-	-
Deferred revenue and other liabilities	1,223,530	-	313,092	1,179,940	1,448,536	-	3,535,955	-
<b>Total long-term liabilities</b>	<b>9,532,469</b>	<b>-</b>	<b>10,056,843</b>	<b>45,972,632</b>	<b>21,535,849</b>	<b>-</b>	<b>9,329,301</b>	<b>3,153,517</b>
<b>Total liabilities</b>	<b>9,999,126</b>	<b>44,164</b>	<b>10,943,558</b>	<b>112,225,304</b>	<b>22,579,987</b>	<b>9,556</b>	<b>9,779,641</b>	<b>3,798,012</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	15,798,533	(11,211)	18,934,052	634,482	11,221,927	(8,788)	15,371,189	(14,130)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>15,798,533</b>	<b>(11,211)</b>	<b>18,934,052</b>	<b>634,482</b>	<b>11,221,927</b>	<b>(8,788)</b>	<b>15,371,189</b>	<b>(14,130)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>15,798,533</b>	<b>(11,211)</b>	<b>18,934,052</b>	<b>634,482</b>	<b>11,221,927</b>	<b>(8,788)</b>	<b>15,371,189</b>	<b>(14,130)</b>
<b>Total liabilities and net assets</b>	<b>\$ 25,797,659</b>	<b>\$ 32,953</b>	<b>\$ 29,877,610</b>	<b>\$ 112,859,786</b>	<b>\$ 33,801,914</b>	<b>\$ 768</b>	<b>\$ 25,150,830</b>	<b>\$ 3,783,882</b>



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	1064 Mission		833 Bryant, LLC	833 Bryant, LP	Villa de Vida GP		1721 West Capitol	Mercy Housing
	1064 Mission LLC, GP	Homeless Services Center LLC	GP	(Tipping Point)	LLC	Villa de Vida	LLC	California 87, LP (West Capitol)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 353,013	\$ -	\$ 240,094	\$ -	\$ 8,104
Cash, tenant security deposits	-	-	-	11,000	-	73,112	-	-
Cash, restricted	-	333	-	165,491	-	167,029	-	212,116
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	1,597,560	-	51,982	-	89,661	-	187,933
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	3,654	-	15,332	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	-	1,597,893	-	585,140	-	585,228	-	408,153
Property and equipment								
Land and land improvements	-	-	-	1,878,121	-	6,222,001	-	3,136,290
Buildings	-	-	-	52,001,891	-	18,827,351	-	28,010,998
Furniture and equipment	-	-	-	1,082,615	-	495,810	-	438,147
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	10,681,484	-	-	-	-	-	-
Accumulated depreciation	-	-	-	(243,309)	-	(441,475)	-	(189,950)
Net property and equipment	-	10,681,484	-	54,719,318	-	25,103,687	-	31,395,485
Other long-term assets								
Restricted property reserves	-	-	-	3,843,894	-	2,464,571	-	44,576
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(4,060)	-	(6,626)	-	(10)	-	1,557,756	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	27,377	-	101,404	-	135,067
Total other long-term assets	(4,060)	-	(6,626)	3,871,271	(10)	2,565,975	1,557,756	179,643
<b>Total assets</b>	<b>\$ (4,060)</b>	<b>\$ 12,279,377</b>	<b>\$ (6,626)</b>	<b>\$ 59,175,729</b>	<b>\$ (10)</b>	<b>\$ 28,254,890</b>	<b>\$ 1,557,756</b>	<b>\$ 31,983,281</b>

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	1064 Mission 1064 Mission LLC, GP	1064 Mission Homeless Services Center LLC	833 Bryant, LLC GP	833 Bryant, LP (Tipping Point)	Villa de Vida GP LLC	Villa de Vida	1721 West Capitol LLC	Mercy Housing California 87, LP (West Capitol)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 1,486,902	\$ (311)	\$ 2,120,249	\$ -	\$ 355,782	\$ -	\$ 4,885,416
Due to affiliates	3,362	110,991	5,985	6,462,737	4,528	527,547	4,413	1,284,988
Accrued interest	-	-	-	309,804	-	28,493	-	26,317
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	50,646,739	-	16,802,047	-	18,614,603
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	25,010
Deferred revenue and other liabilities	-	-	-	2,253	-	4,847	-	457
Tenant security deposits	-	-	-	12,327	-	74,626	-	32,633
<b>Total current liabilities</b>	<b>3,362</b>	<b>1,597,893</b>	<b>5,674</b>	<b>59,554,109</b>	<b>4,528</b>	<b>17,793,342</b>	<b>4,413</b>	<b>24,869,424</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	484,970	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	(2,158,104)	-	8,672,419	-	3,166,371
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	850,000
Deferred revenue and other liabilities	-	-	-	-	-	599,997	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,158,104)</b>	<b>-</b>	<b>9,757,386</b>	<b>-</b>	<b>4,016,371</b>
<b>Total liabilities</b>	<b>3,362</b>	<b>1,597,893</b>	<b>5,674</b>	<b>57,396,005</b>	<b>4,528</b>	<b>27,550,728</b>	<b>4,413</b>	<b>28,885,795</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(7,422)	10,681,484	(12,300)	1,779,724	(4,538)	704,162	1,553,343	3,097,486
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(7,422)</b>	<b>10,681,484</b>	<b>(12,300)</b>	<b>1,779,724</b>	<b>(4,538)</b>	<b>704,162</b>	<b>1,553,343</b>	<b>3,097,486</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(7,422)</b>	<b>10,681,484</b>	<b>(12,300)</b>	<b>1,779,724</b>	<b>(4,538)</b>	<b>704,162</b>	<b>1,553,343</b>	<b>3,097,486</b>
<b>Total liabilities and net assets</b>	<b>\$ (4,060)</b>	<b>\$ 12,279,377</b>	<b>\$ (6,626)</b>	<b>\$ 59,175,729</b>	<b>\$ (10)</b>	<b>\$ 28,254,890</b>	<b>\$ 1,557,756</b>	<b>\$ 31,983,281</b>

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	Mercy Housing California 84, LP (Bennett House)	1121 9th Street LLC, GP	Mercy Housing California 90, LP (Capital Park)	Mercy Housing California 94 LLC GP	Mercy Housing California 94, LP (Sherman Oaks)	Mercy Housing California 83, LP (Bermuda Gardens)	Sunnydale Block 6 Development CO LLC GP	Sunnydale Block 6 Housing Partnership, LP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 473,202	\$ -	\$ -	\$ -	\$ 100	\$ 824,826	\$ -	\$ 686
Cash, tenant security deposits	28,814	-	-	-	-	60,152	-	-
Cash, restricted	152,470	-	139,423	-	59,288	508,905	-	587,937
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	973	-	-	-	6,497	70,933	-	79,609
Due from affiliate, net	15,183	-	800	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	26,737	-	-	-	-	30,941	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	<u>697,379</u>	<u>-</u>	<u>140,223</u>	<u>-</u>	<u>65,885</u>	<u>1,495,757</u>	<u>-</u>	<u>668,232</u>
Property and equipment								
Land and land improvements	518,053	-	2,145,039	-	2,700,000	1,888,972	-	14,704,283
Buildings	16,219,290	-	7,911,772	-	-	23,608,987	-	111,961,657
Furniture and equipment	541,577	-	340	-	26,021	871,819	-	1,192,265
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	22,981,930	-	7,367,647	-	-	-
Accumulated depreciation	<u>(996,018)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(736,558)</u>	<u>-</u>	<u>(574,968)</u>
Net property and equipment	<u>16,282,902</u>	<u>-</u>	<u>33,039,081</u>	<u>-</u>	<u>10,093,668</u>	<u>25,633,220</u>	<u>-</u>	<u>127,283,237</u>
Other long-term assets								
Restricted property reserves	729,115	-	9,500,556	-	-	1,500,000	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	98	-	(10,409)	-	-	(13,758)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	<u>41,180</u>	<u>-</u>	<u>107,000</u>	<u>-</u>	<u>10,653</u>	<u>92,657</u>	<u>-</u>	<u>134,216</u>
Total other long-term assets	<u>770,295</u>	<u>98</u>	<u>9,607,556</u>	<u>(10,409)</u>	<u>10,653</u>	<u>1,592,657</u>	<u>(13,758)</u>	<u>134,216</u>
<b>Total assets</b>	<u>\$ 17,750,576</u>	<u>\$ 98</u>	<u>\$ 42,786,860</u>	<u>\$ (10,409)</u>	<u>\$ 10,170,206</u>	<u>\$ 28,721,634</u>	<u>\$ (13,758)</u>	<u>\$ 128,085,685</u>

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	Mercy Housing California 84, LP (Bennett House)	1121 9th Street LLC, GP	Mercy Housing California 90, LP (Capital Park)	Mercy Housing California 94 LLC GP	Mercy Housing California 94, LP (Sherman Oaks)	Mercy Housing California 83, LP (Bermuda Gardens)	Sunnydale Block 6 Development CO LLC GP	Sunnydale Block 6 Housing Partnership, LP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 294,601	\$ -	\$ 4,476,795	\$ -	\$ 2,343,634	\$ 293,054	\$ -	\$ 6,288,303
Due to affiliates	34,773	3,680	599,386	2,004	138,412	4,337,626	1,234	1,871,242
Accrued interest	32,464	-	46,610	-	11,987	23,150	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	589,061	-	-	-	3,120,999	22,833,469	-	-
Current portion of notes payable, affiliates	-	-	-	-	453	-	-	8,880
Deferred revenue and other liabilities	4,039	-	-	-	2	22,545	-	15,001
Tenant security deposits	28,682	-	-	-	-	60,608	-	-
<b>Total current liabilities</b>	<b>983,620</b>	<b>3,680</b>	<b>5,122,791</b>	<b>2,004</b>	<b>5,615,487</b>	<b>27,570,452</b>	<b>1,234</b>	<b>8,183,426</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	133,713	-	1,319,301
Accrued interest, affiliates	49,100	-	-	-	-	-	-	-
Notes payable, less current portion, net	10,327,938	705	33,109,996	-	4,021,539	2,798,225	-	108,801,033
Notes payable, less current portion, affiliates	972,007	-	1,340,000	-	-	1,500,000	-	-
Deferred revenue and other liabilities	2,698,894	-	-	-	-	2,745	-	5,064,018
<b>Total long-term liabilities</b>	<b>14,047,939</b>	<b>705</b>	<b>34,449,996</b>	<b>-</b>	<b>4,021,539</b>	<b>4,434,683</b>	<b>-</b>	<b>115,184,352</b>
<b>Total liabilities</b>	<b>15,031,559</b>	<b>4,385</b>	<b>39,572,787</b>	<b>2,004</b>	<b>9,637,026</b>	<b>32,005,135</b>	<b>1,234</b>	<b>123,367,778</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	2,719,017	(4,287)	3,214,073	(12,413)	533,180	(3,283,501)	(14,992)	4,717,907
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>2,719,017</b>	<b>(4,287)</b>	<b>3,214,073</b>	<b>(12,413)</b>	<b>533,180</b>	<b>(3,283,501)</b>	<b>(14,992)</b>	<b>4,717,907</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>2,719,017</b>	<b>(4,287)</b>	<b>3,214,073</b>	<b>(12,413)</b>	<b>533,180</b>	<b>(3,283,501)</b>	<b>(14,992)</b>	<b>4,717,907</b>
<b>Total liabilities and net assets</b>	<b>\$ 17,750,576</b>	<b>\$ 98</b>	<b>\$ 42,786,860</b>	<b>\$ (10,409)</b>	<b>\$ 10,170,206</b>	<b>\$ 28,721,634</b>	<b>\$ (13,758)</b>	<b>\$ 128,085,685</b>

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	Mercy Housing California 95 LLC GP (Long Beach GP)	Mercy Housing California 95, LP (Long Beach)	600 7th Street GP	Mercy Housing California 97, LP (600 7th Street)	Mercy HPSY Block 56 LLC	Hunters Point Block 56, LP	Middlefield Junction LLC GP	Mercy Housing California 96, LP (Middlefield Junction)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 406	\$ -	\$ 242,151	\$ -	\$ 610,709
Cash, tenant security deposits	-	-	-	-	-	-	-	-
Cash, restricted	-	60,926	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	-	-	-
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	550,000	-	195,000	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	-	60,926	-	550,406	-	437,151	-	610,709
Property and equipment								
Land and land improvements	-	2,955,777	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-
Furniture and equipment	-	-	-	-	-	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	2,390,616	-	2,165,817	-	1,527,122	-	2,933,984
Accumulated depreciation	-	-	-	-	-	-	-	-
Net property and equipment	-	5,346,393	-	2,165,817	-	1,527,122	-	2,933,984
Other long-term assets								
Restricted property reserves	-	-	-	-	-	-	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	29,994	-	(1)	-	(5,893)	-	(3)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	25,822	-	2,200	-	-	-	-
Total other long-term assets	29,994	25,822	(1)	2,200	(5,893)	-	(3)	-
<b>Total assets</b>	<b>\$ 29,994</b>	<b>\$ 5,433,141</b>	<b>\$ (1)</b>	<b>\$ 2,718,423</b>	<b>\$ (5,893)</b>	<b>\$ 1,964,273</b>	<b>\$ (3)</b>	<b>\$ 3,544,693</b>

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	Mercy Housing California 95 LLC GP (Long Beach GP)	Mercy Housing California 95, LP (Long Beach)	600 7th Street GP	Mercy Housing California 97, LP (600 7th Street)	Mercy HPSY Block 56 LLC	Hunters Point Block 56, LP	Middlefield Junction LLC GP	Mercy Housing California 96, LP (Middlefield Junction)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 24,516	\$ -	\$ 228,322	\$ -	\$ 217,991	\$ -	\$ 6,409
Due to affiliates	1,884	24,830	934	2,762	934	5,406	934	17,893
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	2,170	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	3,314,266	-	-	-	62,374	-	729,585
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
Tenant security deposits	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>1,884</b>	<b>3,365,782</b>	<b>934</b>	<b>231,084</b>	<b>934</b>	<b>285,771</b>	<b>934</b>	<b>753,887</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	54,642	-	23,926	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	(100,162)	-	2,443,589	-	1,664,564	-	2,824,582
Notes payable, less current portion, affiliates	-	2,200,000	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>2,099,838</b>	<b>-</b>	<b>2,498,231</b>	<b>-</b>	<b>1,688,490</b>	<b>-</b>	<b>2,824,582</b>
<b>Total liabilities</b>	<b>1,884</b>	<b>5,465,620</b>	<b>934</b>	<b>2,729,315</b>	<b>934</b>	<b>1,974,261</b>	<b>934</b>	<b>3,578,469</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	28,110	(32,479)	(935)	(10,892)	(6,827)	(9,988)	(937)	(33,776)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>28,110</b>	<b>(32,479)</b>	<b>(935)</b>	<b>(10,892)</b>	<b>(6,827)</b>	<b>(9,988)</b>	<b>(937)</b>	<b>(33,776)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>28,110</b>	<b>(32,479)</b>	<b>(935)</b>	<b>(10,892)</b>	<b>(6,827)</b>	<b>(9,988)</b>	<b>(937)</b>	<b>(33,776)</b>
<b>Total liabilities and net assets</b>	<b>\$ 29,994</b>	<b>\$ 5,433,141</b>	<b>\$ (1)</b>	<b>\$ 2,718,423</b>	<b>\$ (5,893)</b>	<b>\$ 1,964,273</b>	<b>\$ (3)</b>	<b>\$ 3,544,693</b>

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	Mercy Housing California 99 LLC	Mercy Housing California 99, LP (North Auburn)	Mercy Housing California 100 GP	Mercy Housing California 100, LP (Whittier)	7789 La Mancha Way LLC	Mercy Housing California 103 GP	Mercy Housing California 103, LP (Laguna Honda)	231 Grant Ave LLC (Palo Alto)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 1,307,295	\$ -	\$ 125,409	\$ 341,712	\$ -	\$ 48,828	\$ 608,640
Cash, tenant security deposits	-	-	-	-	5,000	-	-	-
Cash, restricted	-	-	-	-	1,046,222	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	100,000	-	-	203,310	-	-	-
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	9,914	-	-	120,246	-	100,000	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	-	1,417,209	-	125,409	1,716,490	-	148,828	608,640
Property and equipment								
Land and land improvements	-	2,449,527	-	2,021,934	2,816,652	-	-	-
Buildings	-	30,614,684	-	-	14,655,848	-	-	-
Furniture and equipment	-	350,445	-	-	335,941	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	80,494	-	1,317,949	195,451	-	386,096	1,060,064
Accumulated depreciation	-	(50,458)	-	-	(433,299)	-	-	-
Net property and equipment	-	33,444,692	-	3,339,883	17,570,593	-	386,096	1,060,064
Other long-term assets								
Restricted property reserves	-	-	-	-	50,000	-	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	89	-	5	-	-	(1)	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	118,387	-	153,807	-	-	-	-
Total other long-term assets	89	118,387	5	153,807	50,000	(1)	-	-
<b>Total assets</b>	<b>\$ 89</b>	<b>\$ 34,980,288</b>	<b>\$ 5</b>	<b>\$ 3,619,099</b>	<b>\$ 19,337,083</b>	<b>\$ (1)</b>	<b>\$ 534,924</b>	<b>\$ 1,668,704</b>

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	Mercy Housing California 99 LLC	Mercy Housing California 99, LP (North Auburn)	Mercy Housing California 100 GP	Mercy Housing California 100, LP (Whittier)	7789 La Mancha Way LLC	Mercy Housing California 103 GP	Mercy Housing California 103, LP (Laguna Honda)	231 Grant Ave LLC (Palo Alto)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 6,488,132	\$ -	\$ 139,850	\$ 537,992	\$ -	\$ 68,634	\$ 352,852
Due to affiliates	3,584	1,226,073	934	15,768	10,078	-	869	-
Accrued interest	-	43,593	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	24,521,916	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	1,312,421	3,474	-	38,646	260,792
Deferred revenue and other liabilities	-	-	-	-	19,852	-	-	-
Tenant security deposits	-	-	-	-	3,406	-	-	-
<b>Total current liabilities</b>	<b>3,584</b>	<b>32,279,714</b>	<b>934</b>	<b>1,468,039</b>	<b>574,802</b>	<b>-</b>	<b>108,149</b>	<b>613,644</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	5,661	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	(337,313)	-	2,098,792	1,760,741	-	427,293	500,000
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>(337,313)</b>	<b>-</b>	<b>2,098,792</b>	<b>1,760,741</b>	<b>-</b>	<b>432,954</b>	<b>500,000</b>
<b>Total liabilities</b>	<b>3,584</b>	<b>31,942,401</b>	<b>934</b>	<b>3,566,831</b>	<b>2,335,543</b>	<b>-</b>	<b>541,103</b>	<b>1,113,644</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(3,495)	3,037,887	(929)	52,268	17,001,540	(1)	(6,179)	555,060
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(3,495)</b>	<b>3,037,887</b>	<b>(929)</b>	<b>52,268</b>	<b>17,001,540</b>	<b>(1)</b>	<b>(6,179)</b>	<b>555,060</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(3,495)</b>	<b>3,037,887</b>	<b>(929)</b>	<b>52,268</b>	<b>17,001,540</b>	<b>(1)</b>	<b>(6,179)</b>	<b>555,060</b>
<b>Total liabilities and net assets</b>	<b>\$ 89</b>	<b>\$ 34,980,288</b>	<b>\$ 5</b>	<b>\$ 3,619,099</b>	<b>\$ 19,337,083</b>	<b>\$ (1)</b>	<b>\$ 534,924</b>	<b>\$ 1,668,704</b>



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	Mercy Kimball Development GP	Mercy Morgan Development GP	Richmond Hacienda GP	Richmond Hacienda	MHCA 89 GP	Mercy Housing California 89 LLC (6th & San Julian)	Transbay 2 Family GP	Transbay 2 Family
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110
Cash, tenant security deposits	-	-	-	-	-	-	-	-
Cash, restricted	-	-	-	520,641	-	1,245,080	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	-	-	5,000
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	-	-	6,795,336	-	165,000
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	-	-	-	520,641	-	8,040,416	-	170,110
Property and equipment								
Land and land improvements	-	-	-	540,475	-	6,452,430	-	-
Buildings	-	-	-	3,529,451	-	-	-	-
Furniture and equipment	-	-	-	183,553	-	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	26,937,355	-	12,988,586	-	136,939
Accumulated depreciation	-	-	-	-	-	-	-	-
Net property and equipment	-	-	-	31,190,834	-	19,441,016	-	136,939
Other long-term assets								
Restricted property reserves	-	-	-	673	-	-	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	1,473,469	1,854,049	75	-	100	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	42,972	-	26,121	-	-
Total other long-term assets	1,473,469	1,854,049	75	43,645	100	26,121	-	-
<b>Total assets</b>	<b>\$ 1,473,469</b>	<b>\$ 1,854,049</b>	<b>\$ 75</b>	<b>\$ 31,755,120</b>	<b>\$ 100</b>	<b>\$ 27,507,553</b>	<b>\$ -</b>	<b>\$ 307,049</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Kimball Development GP	Mercy Morgan Development GP	Richmond Hacienda GP	Richmond Hacienda	MHCA 89 GP	Mercy Housing California 89 LLC (6th & San Julian)	Transbay 2 Family GP	Transbay 2 Family
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 9,241,113	\$ -	\$ 2,512,650	\$ -	\$ -
Due to affiliates	-	-	75	456,813	100	1,829,342	-	-
Accrued interest	-	-	-	10,900	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	4,435	-	1,424,819	-	8,304
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
Tenant security deposits	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>-</b>	<b>-</b>	<b>75</b>	<b>9,713,261</b>	<b>100</b>	<b>5,766,811</b>	<b>-</b>	<b>8,304</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	48,361	-	28,126	-	1,345
Accrued interest, affiliates	-	-	-	142,917	-	-	-	-
Notes payable, less current portion, net	-	-	-	10,750,483	-	19,400,597	-	298,270
Notes payable, less current portion, affiliates	-	-	-	7,000,000	-	-	-	-
Deferred revenue and other liabilities	-	-	-	897,519	-	133,617	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,839,280</b>	<b>-</b>	<b>19,562,340</b>	<b>-</b>	<b>299,615</b>
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>75</b>	<b>28,552,541</b>	<b>100</b>	<b>25,329,151</b>	<b>-</b>	<b>307,919</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	1,473,469	1,854,049	-	3,202,579	-	2,178,402	-	(870)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>1,473,469</b>	<b>1,854,049</b>	<b>-</b>	<b>3,202,579</b>	<b>-</b>	<b>2,178,402</b>	<b>-</b>	<b>(870)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>1,473,469</b>	<b>1,854,049</b>	<b>-</b>	<b>3,202,579</b>	<b>-</b>	<b>2,178,402</b>	<b>-</b>	<b>(870)</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,473,469</b>	<b>\$ 1,854,049</b>	<b>\$ 75</b>	<b>\$ 31,755,120</b>	<b>\$ 100</b>	<b>\$ 27,507,553</b>	<b>\$ -</b>	<b>\$ 307,049</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California 105 LLC GP	Mercy Housing California 105 LLC (4995 Stockton)	Mercy Kelsey Civic Center LLC	Kelsey Civic Center L.P.	Sunnydale Block 7 LLC GP	Eliminations	Consolidated Mercy Housing Calwest
<b>Assets</b>							
Current assets							
Cash and cash equivalents	\$ -	\$ 302,313	\$ -	\$ -	\$ -	\$ -	\$ 27,567,755
Cash, tenant security deposits	-	-	-	-	-	-	2,921,867
Cash, restricted	-	-	-	-	-	-	12,299,672
Investments	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-
Accounts receivable, net	-	100,000	-	290,490	-	(4,230)	4,973,644
Due from affiliate, net	-	-	-	-	-	(2,133,933)	976,524
Pledges receivable, net	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	-	-	-	11,116,288
Inventory	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	639,440
Total current assets	-	402,313	-	290,490	-	(2,138,163)	60,495,190
Property and equipment							
Land and land improvements	-	4,507,999	-	-	-	700,824	178,793,462
Buildings	-	-	-	-	-	-	1,571,409,781
Furniture and equipment	-	-	-	-	-	-	36,043,327
Predevelopment project costs	-	-	-	-	-	-	-
Construction in progress	-	471,998	-	459,727	-	-	99,508,247
Accumulated depreciation	-	-	-	-	-	-	(244,517,759)
Net property and equipment	-	4,979,997	-	459,727	-	700,824	1,641,237,058
Other long-term assets							
Restricted property reserves	-	-	-	-	-	-	81,702,373
Long-term investments	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	61,685,706	(10,888,483)
Notes and interest receivable, net	-	-	-	-	-	(50,000)	-
Notes and interest receivable, affiliates	-	-	-	-	-	(17,121,166)	1,397,284
Allowance for impaired assets	-	-	-	-	-	-	-
Other assets, net	-	140,743	-	-	-	-	22,367,557
Total other long-term assets	-	140,743	-	-	-	44,514,540	94,578,731
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 5,523,053</b>	<b>\$ -</b>	<b>\$ 750,217</b>	<b>\$ -</b>	<b>\$ 43,077,201</b>	<b>\$ 1,796,310,979</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California 105 LLC GP	Mercy Housing California 105 LLC (4995 Stockton)	Mercy Kelsey Civic Center LLC	Kelsey Civic Center L.P.	Sunnydale Block 7 LLC GP	Eliminations	Consolidated Mercy Housing Calwest
<b>Liabilities</b>							
Current liabilities							
Accounts payable and accrued expenses	\$ -	\$ 140,853	\$ -	\$ 262,890	\$ -	\$ (498,429)	\$ 49,863,470
Due to affiliates	102	898	-	-	-	(2,505,027)	29,765,907
Accrued interest	-	-	-	-	-	-	2,363,194
Accrued interest, affiliates	-	-	-	-	-	-	2,170
Current portion of notes payable	-	-	-	-	-	-	223,130,313
Current portion of notes payable, affiliates	-	842,804	-	201,200	-	-	8,912,198
Deferred revenue and other liabilities	-	-	-	-	-	-	2,413,220
Tenant security deposits	-	-	-	-	-	-	2,915,656
Total current liabilities	102	984,555	-	464,090	-	(3,003,456)	319,366,128
Long-term liabilities							
Due to affiliates	-	-	-	-	-	-	-
Accrued interest	-	45,108	-	166	-	-	55,710,958
Accrued interest, affiliates	-	-	-	-	-	(1,094,304)	1,283,496
Notes payable, less current portion, net	-	4,498,339	-	290,490	-	-	926,234,515
Notes payable, less current portion, affiliates	-	-	-	-	-	(19,575,843)	45,063,326
Deferred revenue and other liabilities	-	-	-	-	-	-	37,414,367
Total long-term liabilities	-	4,543,447	-	290,656	-	(20,670,147)	1,065,706,662
<b>Total liabilities</b>	102	5,528,002	-	754,746	-	(23,673,603)	1,385,072,790
<b>Net assets</b>							
Net assets without donor restrictions, controlling	(102)	(4,949)	-	(4,529)	-	66,750,804	411,238,189
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-
Total net assets without donor restrictions	(102)	(4,949)	-	(4,529)	-	66,750,804	411,238,189
Net assets with donor restrictions	-	-	-	-	-	-	-
<b>Total net assets</b>	(102)	(4,949)	-	(4,529)	-	66,750,804	411,238,189
<b>Total liabilities and net assets</b>	\$ -	\$ 5,523,053	\$ -	\$ 750,217	\$ -	\$ 43,077,201	\$ 1,796,310,979

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Calwest	Mercy Housing California XXXIX, LP (Gleason Park)	Mercy Housing California XL, LP (Arlington Hotel)	Mercy Housing California XXXVIII, LP (East Leland Courts)	Mercy Housing California XLII, LP (Boulevard Court)	Mercy Housing California XLIV, LP (1180 Fourth Street)	Third and LeConte Associates LP (Bayview Hill Gardens)	Caroline Severance LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 710,451	\$ 1,956,530	\$ 817,350	\$ 338,625	\$ 2,052,448	\$ 1,667,805	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	522,163	-	-	-	-	-	-	10,823
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	422,013	-	394,939	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	108,190	(6,319)	(18,538)	60	(3,403)	3,153	(2,857)	-
Other	1,890,647	36,276	108,866	32,647	486,756	943,245	59,141	-
<b>Total revenues</b>	<b>2,521,000</b>	<b>740,408</b>	<b>2,468,871</b>	<b>850,057</b>	<b>1,216,917</b>	<b>2,998,846</b>	<b>1,724,089</b>	<b>10,823</b>
<b>Expenses and losses</b>								
Compensation	-	217,638	663,274	147,268	446,857	519,941	590,209	-
Administrative	837,798	188,952	327,872	125,534	115,675	337,571	193,274	11,673
Professional services	4,428	112,225	160,952	62,712	111,462	121,599	96,675	1,593
Depreciation and amortization	-	821,931	1,336,738	907,987	554,945	1,716,566	1,179,374	-
Grants	497,857	-	-	-	-	-	-	-
Facility	-	358,771	831,258	336,262	244,167	1,605,934	610,237	-
Interest and fees	-	764	840,776	283,188	90,582	490,165	378,276	-
Bad debts	-	6,511	98,099	99,754	2,468	130,335	41,625	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	1,008,946	-	-	-	-	-	-	125
<b>Total expenses and losses</b>	<b>2,349,029</b>	<b>1,706,792</b>	<b>4,258,969</b>	<b>1,962,705</b>	<b>1,566,156</b>	<b>4,922,111</b>	<b>3,089,670</b>	<b>13,391</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>171,971</b>	<b>(966,384)</b>	<b>(1,790,098)</b>	<b>(1,112,648)</b>	<b>(349,239)</b>	<b>(1,923,265)</b>	<b>(1,365,581)</b>	<b>(2,568)</b>
Net assets at end of year	(50,091,180)	(7,363,931)	(15,409,345)	(1,411,941)	(3,097,960)	17,196,246	4,123,065	(25,017)
Other transfers to (from) net assets	(632,969)	-	(77,000)	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (50,552,178)</b>	<b>\$ (8,330,315)</b>	<b>\$ (17,276,443)</b>	<b>\$ (2,524,589)</b>	<b>\$ (3,447,199)</b>	<b>\$ 15,272,981</b>	<b>\$ 2,757,484</b>	<b>\$ (27,585)</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California XLIII, LP (Caroline Severance Manor)	7th & H GP, LLC	Mercy Housing California 47, LP (7th & H Street)	Madonna Senior Housing LLC	Mercy Housing California 53, LP (Madonna Residences)	Mercy Housing California 52, LP (School House Station-Vista Grande)	1100 Ocean Avenue Limited Partnership (1100 Ocean Avenue Apts.)	55 Laguna, LP (Open House Community at 55 Laguna)
<b>Revenues</b>								
Rent - net of vacancies	\$ 1,523,974	\$ -	\$ 1,289,047	\$ -	\$ 899,927	\$ 1,456,294	\$ 929,509	\$ 666,765
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	19,025	-	15,000	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	(427)	-	(18,011)	-	(10,996)	5	(3,938)	677
Other	65,012	-	42,457	-	31,794	148,012	517,028	130,876
<b>Total revenues</b>	<b>1,588,559</b>	<b>19,025</b>	<b>1,313,493</b>	<b>15,000</b>	<b>920,725</b>	<b>1,604,311</b>	<b>1,442,599</b>	<b>798,318</b>
<b>Expenses and losses</b>								
Compensation	241,534	-	438,720	-	341,662	241,386	277,916	159,783
Administrative	143,830	19,874	227,591	15,850	159,662	176,490	173,854	125,682
Professional services	151,158	1,593	233,944	1,593	132,423	84,916	135,107	53,558
Depreciation and amortization	1,108,334	-	1,439,728	-	423,575	532,742	899,937	1,102,127
Grants	-	-	-	-	-	-	-	-
Facility	451,143	-	513,145	-	489,211	378,167	716,302	232,400
Interest and fees	692,371	-	92,226	-	147,167	474,503	255,515	278,326
Bad debts	54,599	-	63,569	-	40,914	90,247	31,742	4,558
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	170	-	81	-	-	-	-
<b>Total expenses and losses</b>	<b>2,842,969</b>	<b>21,637</b>	<b>3,008,923</b>	<b>17,524</b>	<b>1,734,614</b>	<b>1,978,451</b>	<b>2,490,373</b>	<b>1,956,434</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,254,410)</b>	<b>(2,612)</b>	<b>(1,695,430)</b>	<b>(2,524)</b>	<b>(813,889)</b>	<b>(374,140)</b>	<b>(1,047,774)</b>	<b>(1,158,116)</b>
Net assets at end of year	4,274,501	14,168,037	21,801,927	(7,540)	2,200,434	3,560,730	9,849,096	15,119,176
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 3,020,091</b>	<b>\$ 14,165,425</b>	<b>\$ 20,106,497</b>	<b>\$ (10,064)</b>	<b>\$ 1,386,545</b>	<b>\$ 3,186,590</b>	<b>\$ 8,801,322</b>	<b>\$ 13,961,060</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Esparto Family Apartments, LLC	Mercy Housing California 54, LP (Esperanza Crossing)	Sunset Lane Apartments LLC	Mercy Housing California 55, LP (Trailside Terrace)	Mercy Housing California 56, LP (Jefferson Park Terrace)	Coastside Senior Housing Limited Partners, LP	El Monte Veterans Apartments LLC	El Monte Veterans Apartments, LP
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 465,806	\$ -	\$ 336,823	\$ 683,604	\$ 719,212	\$ -	\$ 476,622
Developer fees	-	-	-	-	-	-	-	-
Services fees	8,500	-	-	-	-	-	10,741	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	69	-	67	139	98	-	62
Other	-	10,670	-	38,003	31,013	65,277	-	10,299
<b>Total revenues</b>	<b>8,500</b>	<b>476,545</b>	<b>-</b>	<b>374,893</b>	<b>714,756</b>	<b>784,587</b>	<b>10,741</b>	<b>486,983</b>
<b>Expenses and losses</b>								
Compensation	-	68,793	-	84,424	208,476	119,696	-	180,395
Administrative	9,349	57,954	850	60,535	106,183	119,844	11,590	92,183
Professional services	1,593	30,942	1,573	33,416	16,275	40,566	1,573	84,389
Depreciation and amortization	-	365,797	-	323,251	608,286	522,311	-	443,698
Grants	-	-	-	-	-	-	-	-
Facility	-	188,889	-	165,311	286,755	215,219	-	137,317
Interest and fees	-	144,935	-	143,012	226,932	159,626	-	74,845
Bad debts	-	15,890	-	19,388	54,389	8,201	-	3,320
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	40	-	45	-	-	-	27	-
<b>Total expenses and losses</b>	<b>10,982</b>	<b>873,200</b>	<b>2,468</b>	<b>829,337</b>	<b>1,507,296</b>	<b>1,185,463</b>	<b>13,190</b>	<b>1,016,147</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(2,482)</b>	<b>(396,655)</b>	<b>(2,468)</b>	<b>(454,444)</b>	<b>(792,540)</b>	<b>(400,876)</b>	<b>(2,449)</b>	<b>(529,164)</b>
Net assets at end of year	(24,148)	3,942,285	(22,973)	4,386,988	4,938,941	4,941,888	62,978	5,180,232
Other transfers to (from) net assets	-	100	-	73,782	223,388	-	-	(303)
<b>Net assets at end of year</b>	<b>\$ (26,630)</b>	<b>\$ 3,545,730</b>	<b>\$ (25,441)</b>	<b>\$ 4,006,326</b>	<b>\$ 4,369,789</b>	<b>\$ 4,541,012</b>	<b>\$ 60,529</b>	<b>\$ 4,650,765</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	1028 Howard Street, LLC	Mercy Housing California 60, LP (Quinn Cottages)	Mercy Housing California XI, LP (Madison Place)	Mercy Eden House LLC	Eden House, L.P.	Transbay Block 6, LLC	Mercy Housing California 62, LP (280 Beale)	Sunset Valley Duplexes, LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 653,668	\$ 316,249	\$ 394,133	\$ -	\$ 1,880,963	\$ -	\$ 911,020	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	45,565	-	17,000
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	39	(36,359)	91	-	(3,753)	-	(1,240)	-
Other	22,933	9,046	22,580	-	18,647	-	121,367	-
<b>Total revenues</b>	<b>676,640</b>	<b>288,936</b>	<b>416,804</b>	<b>-</b>	<b>1,895,857</b>	<b>45,565</b>	<b>1,031,147</b>	<b>17,000</b>
<b>Expenses and losses</b>								
Compensation	105,681	331,087	92,243	-	236,597	-	167,609	-
Administrative	57,271	59,683	54,580	248,889	193,863	46,414	209,387	9,349
Professional services	38,094	8,980	4,212	2,543	147,354	1,573	52,444	3,513
Depreciation and amortization	172,107	194,663	153,176	-	431,361	-	730,810	-
Grants	-	-	-	-	-	-	-	-
Facility	179,888	202,774	188,841	-	626,063	-	442,400	-
Interest and fees	63,782	123,487	152,588	-	280,146	-	465,595	-
Bad debts	10,672	13,502	4,828	-	71,616	-	9,106	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	9	-	105	-	71
<b>Total expenses and losses</b>	<b>627,495</b>	<b>934,176</b>	<b>650,468</b>	<b>251,441</b>	<b>1,987,000</b>	<b>48,092</b>	<b>2,077,351</b>	<b>12,933</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>49,145</b>	<b>(645,240)</b>	<b>(233,664)</b>	<b>(251,441)</b>	<b>(91,143)</b>	<b>(2,527)</b>	<b>(1,046,204)</b>	<b>4,067</b>
Net assets at end of year	(264,366)	2,136,320	(1,574,163)	1,115,204	6,123,329	509,931	6,354,577	472,312
Other transfers to (from) net assets	-	139,930	-	-	(248,002)	-	-	-
<b>Net assets at end of year</b>	<b>\$ (215,221)</b>	<b>\$ 1,631,010</b>	<b>\$ (1,807,827)</b>	<b>\$ 863,763</b>	<b>\$ 5,784,184</b>	<b>\$ 507,404</b>	<b>\$ 5,308,373</b>	<b>\$ 476,379</b>



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**Consolidating Statement of Activities**  
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	Mercy Housing California 63, LP (Sunset Valley Duplexes)	345 Arguello, LP	Land Park Woods, LLC	Mercy Housing California 68, LP (Land Park Woods)	1880 Pine, LP	Transbay Block 7, LLC	Mercy Housing California 64, LP (Transbay Block 7)	Mercy Mather Veterans, LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 695,362	\$ 1,437,116	\$ -	\$ 598,373	\$ 2,188,491	\$ -	\$ 1,980,166	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	22,510	-	-	126,616	-	27,024
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	(8,476)	(737)	-	(7,737)	(4,660)	-	-	-
Other	10,328	10,000	-	21,975	11,920	-	47,830	-
<b>Total revenues</b>	<u>697,214</u>	<u>1,446,379</u>	<u>22,510</u>	<u>612,611</u>	<u>2,195,751</u>	<u>126,616</u>	<u>2,027,996</u>	<u>27,024</u>
<b>Expenses and losses</b>								
Compensation	145,846	265,008	-	156,546	327,396	-	318,691	-
Administrative	134,954	162,912	23,360	107,043	225,048	151,709	282,440	27,825
Professional services	49,076	165,064	1,904	72,264	260,866	1,884	157,708	1,884
Depreciation and amortization	613,862	760,981	-	510,165	921,415	-	1,737,052	-
Grants	-	-	-	-	-	-	-	-
Facility	299,003	350,895	-	248,157	737,120	-	769,821	-
Interest and fees	159,353	497,852	-	144,197	770,176	-	658,388	-
Bad debts	6,378	2,833	-	47,660	15,984	-	90	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	67	-	-	190	-	48
<b>Total expenses and losses</b>	<u>1,408,472</u>	<u>2,205,545</u>	<u>25,331</u>	<u>1,286,032</u>	<u>3,258,005</u>	<u>153,783</u>	<u>3,924,190</u>	<u>29,757</u>
<b>Excess (deficiency) of revenues over expenses</b>	(711,258)	(759,166)	(2,821)	(673,421)	(1,062,254)	(27,167)	(1,896,194)	(2,733)
Net assets at end of year	11,028,281	9,446,275	106,917	5,206,954	10,408,043	481,932	25,087,865	106,207
Other transfers to (from) net assets	-	(70,744)	-	-	-	-	(108,560)	-
<b>Net assets at end of year</b>	<u>\$ 10,317,023</u>	<u>\$ 8,616,365</u>	<u>\$ 104,096</u>	<u>\$ 4,533,533</u>	<u>\$ 9,345,789</u>	<u>\$ 454,765</u>	<u>\$ 23,083,111</u>	<u>\$ 103,474</u>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
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	Mercy Housing California 61, LP (Mather Veterans Village)	Mercy Housing California 65, LLC	Mercy Housing California 65, LP (The Arbor at Hesperion)	Plaza Maria, LLC	Mercy Laguna LLC, GP	Laguna Senior Housing, L.P. (95 Laguna Senior Housing)	JFK Tower, LP	2698 California, LP
<b>Revenues</b>								
Rent - net of vacancies	\$ 611,413	\$ -	\$ 897,541	\$ 1,007,108	\$ -	\$ 1,090,513	\$ 2,380,525	\$ 896,491
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	78,758	-	-	35,261	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	(46,231)	-	(745)	10	-	736	(4,705)	(3,469)
Other	10,345	-	3,954	15,906	-	58,505	15,294	8,584
<b>Total revenues</b>	<b>575,527</b>	<b>78,758</b>	<b>900,750</b>	<b>1,023,024</b>	<b>35,261</b>	<b>1,149,754</b>	<b>2,391,114</b>	<b>901,606</b>
<b>Expenses and losses</b>								
Compensation	223,102	-	220,046	86,591	-	237,121	329,110	199,834
Administrative	79,941	28,987	194,481	83,912	36,061	156,167	195,822	139,114
Professional services	103,261	1,904	99,533	8,132	1,573	60,722	252,147	95,766
Depreciation and amortization	454,572	-	678,259	280,567	-	1,108,393	1,392,368	728,991
Grants	-	-	-	-	-	-	-	55,652
Facility	183,862	-	263,806	281,115	-	649,201	719,951	286,608
Interest and fees	92,419	-	469,189	267,628	-	597,126	858,264	380,030
Bad debts	5,849	-	(7,935)	31,402	-	12,061	(3,958)	5,663
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	102	-	-	85	-	-	-
<b>Total expenses and losses</b>	<b>1,143,006</b>	<b>30,993</b>	<b>1,917,379</b>	<b>1,039,347</b>	<b>37,719</b>	<b>2,820,791</b>	<b>3,743,704</b>	<b>1,891,658</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(567,479)</b>	<b>47,765</b>	<b>(1,016,629)</b>	<b>(16,323)</b>	<b>(2,458)</b>	<b>(1,671,037)</b>	<b>(1,352,590)</b>	<b>(990,052)</b>
Net assets at end of year	13,369,934	(12,631)	7,898,761	(4,162,921)	125,126	21,678,226	15,965,733	8,682,029
Other transfers to (from) net assets	-	-	(6,590)	(100,000)	-	981,944	98,262	(10,531)
<b>Net assets at end of year</b>	<b>\$ 12,802,455</b>	<b>\$ 35,134</b>	<b>\$ 6,875,542</b>	<b>\$ (4,279,244)</b>	<b>\$ 122,668</b>	<b>\$ 20,989,133</b>	<b>\$ 14,711,405</b>	<b>\$ 7,681,446</b>

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	Mercy Housing California 66, LP (Colma Veterans Village)	455 Fell, LP (Parcel O)	Mercy Housing California 67, LP (Columbia Park)	Historic Live Oak (Odd Fellows)	Mercy Housing Camino GP, LLC	Mercy Housing La Cienega, LLC	New Dana Strand IV, LP (Camino Del Mar)	St Mary's Tower, LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 2,021,498	\$ 1,429,165	\$ 1,072,456	\$ 106,906	\$ -	\$ -	\$ 2,350,917	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	16,391	-	-	84,438
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	3	11	-	-	700	-
Other	81,978	377,641	46,667	2,197	-	-	21,556	-
<b>Total revenues</b>	<b>2,103,476</b>	<b>1,806,806</b>	<b>1,119,126</b>	<b>109,114</b>	<b>16,391</b>	<b>-</b>	<b>2,373,173</b>	<b>84,438</b>
<b>Expenses and losses</b>								
Compensation	279,247	341,094	80,839	11,065	-	-	106,138	-
Administrative	136,289	265,108	86,128	22,134	17,241	851	246,338	56,256
Professional services	197,385	54,616	130,245	7,382	1,884	2,834	69,679	934
Depreciation and amortization	1,406,438	2,334,683	699,300	69,908	-	-	792,694	-
Grants	-	-	-	-	-	-	-	-
Facility	412,428	875,256	328,799	50,556	-	-	696,927	(175)
Interest and fees	846,034	353,951	299,582	555	-	-	839,290	-
Bad debts	5,395	92,369	26,408	1,745	-	-	3,010	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	4	30	-	21
<b>Total expenses and losses</b>	<b>3,283,216</b>	<b>4,317,077</b>	<b>1,651,301</b>	<b>163,345</b>	<b>19,129</b>	<b>3,715</b>	<b>2,754,076</b>	<b>57,036</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,179,740)</b>	<b>(2,510,271)</b>	<b>(532,175)</b>	<b>(54,231)</b>	<b>(2,738)</b>	<b>(3,715)</b>	<b>(380,903)</b>	<b>27,402</b>
Net assets at end of year	10,937,427	22,124,300	1,788,178	377,575	(10,526)	(12,439)	12,009,754	(3,872,562)
Other transfers to (from) net assets	-	2,414,948	(106,820)	-	-	-	87,562	-
<b>Net assets at end of year</b>	<b>\$ 9,757,687</b>	<b>\$ 22,028,977</b>	<b>\$ 1,149,183</b>	<b>\$ 323,344</b>	<b>\$ (13,264)</b>	<b>\$ (16,154)</b>	<b>\$ 11,716,413</b>	<b>\$ (3,845,160)</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
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	Mercy Housing California 71, LP (St Mary's Tower)	Francis of Assisi, LLC	Mercy Housing California 69, LP (Francis of Assisi)	3001 24th Street LLC	Mercy Housing California 59, LP (Casa de la Mission)	623 Vernon, LLC	Mercy Housing California 48, LP (Lohse Apartments)	Esperanza Crossing II, LLC GP
<b>Revenues</b>								
Rent - net of vacancies	\$ 2,995,038	\$ -	\$ 4,622,240	\$ -	\$ 58,688	\$ -	\$ 562,128	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	28,554	-	-	-	27,186	-	1,857
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	75	-	(10,155)	-	-	-	355	-
Other	11,397	-	31,224	-	484,417	-	7,963	-
<b>Total revenues</b>	<b>3,006,510</b>	<b>28,554</b>	<b>4,643,309</b>	<b>-</b>	<b>543,105</b>	<b>27,186</b>	<b>570,446</b>	<b>1,857</b>
<b>Expenses and losses</b>								
Compensation	345,733	-	692,735	-	202,632	-	152,856	-
Administrative	324,892	29,404	218,420	863	200,051	27,986	100,268	2,694
Professional services	183,798	1,884	112,839	1,573	5,646	1,884	15,857	2,734
Depreciation and amortization	1,092,930	-	1,133,656	-	497,081	-	1,041,954	-
Grants	-	-	-	-	-	-	-	-
Facility	422,461	-	1,022,038	175	143,962	621	186,920	-
Interest and fees	841,496	-	1,094,664	-	442,062	-	216,009	-
Bad debts	391	-	918	-	3,256	-	13,346	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	(37)	-	95	-	116	-	50
<b>Total expenses and losses</b>	<b>3,211,701</b>	<b>31,251</b>	<b>4,275,270</b>	<b>2,706</b>	<b>1,494,690</b>	<b>30,607</b>	<b>1,727,210</b>	<b>5,478</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(205,191)</b>	<b>(2,697)</b>	<b>368,039</b>	<b>(2,706)</b>	<b>(951,585)</b>	<b>(3,421)</b>	<b>(1,156,764)</b>	<b>(3,621)</b>
Net assets at end of year	12,200,469	(29,195,664)	(3,390,571)	(69,950)	2,839,903	1,403,712	14,940,749	(9,667)
Other transfers to (from) net assets	-	(444,534)	(444,534)	-	351,429	-	-	-
<b>Net assets at end of year</b>	<b>\$ 11,995,278</b>	<b>\$ (29,642,895)</b>	<b>\$ (3,467,066)</b>	<b>\$ (72,656)</b>	<b>\$ 2,239,747</b>	<b>\$ 1,400,291</b>	<b>\$ 13,783,985</b>	<b>\$ (13,288)</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
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	Mercy Housing California 76, LP (Esperanza Crossing Phase II)	Mercy Transformation, LLC GP	Sunnydale Parcel Q Housing Partners, LP	Candlestick Pointe 11a, a California Limited Partnership (Candlestick)	20 North Cottonwood LLC (GP)	Mercy New Hope, LP (Woodland/180 West Beamer)	Mercy Housing California 74, LP (Britton Street)	Pico Robertson LLC GP
<b>Revenues</b>								
Rent - net of vacancies	\$ 453,753	\$ -	\$ 1,700,845	\$ -	\$ -	\$ 784,012	\$ 2,409,961	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	23,200	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	4	-	(1,649,874)	-	-	188	(15,094)	-
Other	8,830	-	8,272	-	669,514	16,287	57,847	-
<b>Total revenues</b>	<b>462,587</b>	<b>23,200</b>	<b>59,243</b>	<b>-</b>	<b>669,514</b>	<b>800,487</b>	<b>2,452,714</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	67,258	-	275,933	-	-	217,715	303,584	-
Administrative	43,823	2,947	198,827	1,705	799	133,370	177,289	800
Professional services	28,994	1,884	121,859	84	1,884	163,798	157,687	1,884
Depreciation and amortization	457,525	-	1,095,681	-	-	1,009,160	1,748,343	-
Grants	-	-	-	-	-	-	-	-
Facility	133,558	-	394,393	-	-	376,530	611,848	-
Interest and fees	227,603	-	786,333	-	-	305,152	869,386	-
Bad debts	5,201	-	2,702	-	-	19,673	31,092	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	141	-	-	73	-	-	172
<b>Total expenses and losses</b>	<b>963,962</b>	<b>4,972</b>	<b>2,875,728</b>	<b>1,789</b>	<b>2,756</b>	<b>2,225,398</b>	<b>3,899,229</b>	<b>2,856</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(501,375)</b>	<b>18,228</b>	<b>(2,816,485)</b>	<b>(1,789)</b>	<b>666,758</b>	<b>(1,424,911)</b>	<b>(1,446,515)</b>	<b>(2,856)</b>
Net assets at end of year	2,828,791	(5,478)	21,929,124	(23,657)	3,464,410	13,087,985	2,455,416	(8,350)
Other transfers to (from) net assets	-	-	327,905	-	-	597,679	1,508,168	-
<b>Net assets at end of year</b>	<b>\$ 2,327,416</b>	<b>\$ 12,750</b>	<b>\$ 19,440,544</b>	<b>\$ (25,446)</b>	<b>\$ 4,131,168</b>	<b>\$ 12,260,753</b>	<b>\$ 2,517,069</b>	<b>\$ (11,206)</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
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	Mercy Housing California 73, LP (Pico Robertson)	Baldwin Rose LLC, GP	Baldwin Rose LP	Mercy Housing California 78, LP (Mission Bay Block 6)	Mercy Housing California 75, LP (Dorothy Day)	Placentia Veterans Village, LLC GP	Placentia Veterans Village, LP	Mercy Housing California 82, LP (Treasure Island)
<b>Revenues</b>								
Rent - net of vacancies	\$ 619,784	\$ -	\$ 936,242	\$ 1,797,197	\$ 3,535,502	\$ -	\$ 931,817	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	33,039	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	18	-	-	-	304	-	17	-
Other	29,558	-	31,339	18,742	41,815	-	42,664	-
<b>Total revenues</b>	<b>649,360</b>	<b>33,039</b>	<b>967,581</b>	<b>1,815,939</b>	<b>3,577,621</b>	<b>-</b>	<b>974,498</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	168,352	-	188,145	309,105	667,715	-	96,798	-
Administrative	177,233	34,853	113,542	376,394	280,773	800	129,942	-
Professional services	54,992	1,884	204,254	117,253	19,105	1,884	159,660	4,509
Depreciation and amortization	1,094,165	-	1,199,805	3,147,284	1,280,930	-	839,289	-
Grants	-	-	-	-	-	-	-	-
Facility	244,128	-	201,114	564,614	416,149	-	379,242	-
Interest and fees	619,037	-	339,774	1,020,855	1,145,965	-	316,429	-
Bad debts	10,757	-	-	24,782	-	-	1,432	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	65	-	-	-	48	-	-
<b>Total expenses and losses</b>	<b>2,368,664</b>	<b>36,802</b>	<b>2,246,634</b>	<b>5,560,287</b>	<b>3,810,637</b>	<b>2,732</b>	<b>1,922,792</b>	<b>4,509</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,719,304)</b>	<b>(3,763)</b>	<b>(1,279,053)</b>	<b>(3,744,348)</b>	<b>(233,016)</b>	<b>(2,732)</b>	<b>(948,294)</b>	<b>(4,509)</b>
Net assets at end of year	552,488	(7,448)	19,697,844	363,870	10,954,943	(6,056)	886,544	(9,621)
Other transfers to (from) net assets	16,965,349	-	515,261	4,014,960	500,000	-	15,432,939	-
<b>Net assets at end of year</b>	<b>\$ 15,798,533</b>	<b>\$ (11,211)</b>	<b>\$ 18,934,052</b>	<b>\$ 634,482</b>	<b>\$ 11,221,927</b>	<b>\$ (8,788)</b>	<b>\$ 15,371,189</b>	<b>\$ (14,130)</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	1064 Mission 1064 Mission LLC, GP	1064 Mission Homeless Services Center LLC	833 Bryant, LLC GP	833 Bryant, LP (Tipping Point)	Villa de Vida GP LLC	Villa de Vida	1721 West Capitol LLC	Mercy Housing California 87, LP (West Capitol)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ 10,697	\$ -	\$ 552,409	\$ -	\$ 100,948
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	6,990,784	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	-	156	-	33	-	-
Other	-	-	-	428,916	-	520	1,671,594	3,330
<b>Total revenues</b>	<b>-</b>	<b>6,990,784</b>	<b>-</b>	<b>439,769</b>	<b>-</b>	<b>552,962</b>	<b>1,671,594</b>	<b>104,278</b>
<b>Expenses and losses</b>								
Compensation	-	-	-	172,206	-	120,924	-	56,483
Administrative	800	1,233	929	98,787	921	236,582	1,806	442,731
Professional services	934	4,509	2,523	10,085	1,884	49,438	2,195	9,410
Depreciation and amortization	-	-	-	243,539	-	445,505	-	192,239
Grants	-	-	-	-	-	-	-	-
Facility	-	-	-	90,680	-	140,235	-	9,923
Interest and fees	-	-	-	75,039	-	594,591	-	75,478
Bad debts	-	-	-	-	-	-	-	1,750
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	5	-	25	-	53	-	34	-
<b>Total expenses and losses</b>	<b>1,739</b>	<b>5,742</b>	<b>3,477</b>	<b>690,336</b>	<b>2,858</b>	<b>1,587,275</b>	<b>4,035</b>	<b>788,014</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,739)</b>	<b>6,985,042</b>	<b>(3,477)</b>	<b>(250,567)</b>	<b>(2,858)</b>	<b>(1,034,313)</b>	<b>1,667,559</b>	<b>(683,736)</b>
Net assets at end of year	(5,683)	3,696,442	(8,823)	2,114,673	(1,680)	1,604,880	(114,216)	2,115,938
Other transfers to (from) net assets	-	-	-	(84,382)	-	133,595	-	1,665,284
<b>Net assets at end of year</b>	<b>\$ (7,422)</b>	<b>\$ 10,681,484</b>	<b>\$ (12,300)</b>	<b>\$ 1,779,724</b>	<b>\$ (4,538)</b>	<b>\$ 704,162</b>	<b>\$ 1,553,343</b>	<b>\$ 3,097,486</b>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California 84, LP (Bennett House)	1121 9th Street LLC, GP	Mercy Housing California 90, LP (Capital Park)	Mercy Housing California 94 LLC GP	Mercy Housing California 94, LP (Sherman Oaks)	Mercy Housing California 83, LP (Bermuda Gardens)	Sunnydale Block 6 Development CO LLC GP	Sunnydale Block 6 Housing Partnership, LP
<b>Revenues</b>								
Rent - net of vacancies	\$ 1,937,334	\$ -	\$ -	\$ -	\$ -	\$ 1,102,944	\$ -	\$ 55,878
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	1,782	-	492	-	2	-	-	-
Other	283,193	-	-	-	-	66,191	-	25
<b>Total revenues</b>	<b>2,222,309</b>	<b>-</b>	<b>492</b>	<b>-</b>	<b>2</b>	<b>1,169,135</b>	<b>-</b>	<b>55,903</b>
<b>Expenses and losses</b>								
Compensation	220,674	-	-	-	-	188,786	-	46,362
Administrative	159,694	896	8,050	-	12,390	205,916	-	189,792
Professional services	110,953	1,573	4,509	1,593	4,509	135,021	622	23,140
Depreciation and amortization	739,956	-	-	-	-	507,024	-	575,718
Grants	-	-	-	-	-	-	-	-
Facility	225,547	-	-	-	-	198,224	-	15,000
Interest and fees	263,525	705	-	-	-	205,169	-	168,974
Bad debts	-	-	-	-	-	26,785	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	1	-	-	-	-	48	-
<b>Total expenses and losses</b>	<b>1,720,349</b>	<b>3,175</b>	<b>12,559</b>	<b>1,593</b>	<b>16,899</b>	<b>1,466,925</b>	<b>670</b>	<b>1,018,986</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>501,960</b>	<b>(3,175)</b>	<b>(12,067)</b>	<b>(1,593)</b>	<b>(16,897)</b>	<b>(297,790)</b>	<b>(670)</b>	<b>(963,083)</b>
Net assets at end of year	(8,426,765)	(1,112)	2,977,766	(312)	(8,889)	(2,985,711)	(14,322)	5,709,140
Other transfers to (from) net assets	10,643,822	-	248,374	(10,508)	558,966	-	-	(28,150)
<b>Net assets at end of year</b>	<b>\$ 2,719,017</b>	<b>\$ (4,287)</b>	<b>\$ 3,214,073</b>	<b>\$ (12,413)</b>	<b>\$ 533,180</b>	<b>\$ (3,283,501)</b>	<b>\$ (14,992)</b>	<b>\$ 4,717,907</b>



**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California 95 LLC GP (Long Beach GP)	Mercy Housing California 95, LP (Long Beach)	600 7th Street GP	Mercy Housing California 97, LP (600 7th Street)	Mercy HPSY Block 56 LLC	Hunters Point Block 56, LP	Middlefield Junction LLC GP	Mercy Housing California 96, LP (Middlefield Junction)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 3,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Other	30,000	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>30,000</u>	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenses and losses</b>								
Compensation	-	-	-	-	-	-	-	-
Administrative	-	98,474	-	-	-	841	-	20
Professional services	1,572	4,509	623	4,509	623	4,509	622	6,409
Depreciation and amortization	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-
Facility	-	-	-	-	-	-	-	-
Interest and fees	-	45	-	-	-	-	-	-
Bad debts	-	-	-	-	-	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	10	-	-	-	3,156	-	1	-
<b>Total expenses and losses</b>	<u>1,582</u>	<u>103,028</u>	<u>623</u>	<u>4,509</u>	<u>3,779</u>	<u>5,350</u>	<u>623</u>	<u>6,429</u>
<b>Excess (deficiency) of revenues over expenses</b>	28,418	(99,528)	(623)	(4,509)	(3,779)	(5,350)	(623)	(6,429)
Net assets at end of year	(308)	37,049	(312)	(6,383)	(3,048)	(4,638)	(314)	(27,347)
Other transfers to (from) net assets	-	30,000	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ 28,110</u>	<u>\$ (32,479)</u>	<u>\$ (935)</u>	<u>\$ (10,892)</u>	<u>\$ (6,827)</u>	<u>\$ (9,988)</u>	<u>\$ (937)</u>	<u>\$ (33,776)</u>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California 99 LLC	Mercy Housing California 99, LP (North Auburn)	Mercy Housing California 100 GP	Mercy Housing California 100, LP (Whittier)	7789 La Mancha Way LLC	Mercy Housing California 103 GP	Mercy Housing California 103, LP (Laguna Honda)	231 Grant Ave LLC (Palo Alto)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ 46,200	\$ 905,190	\$ -	\$ -	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	925,274	-	-	561,830
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	4,443	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,200</u>	<u>1,834,907</u>	<u>-</u>	<u>-</u>	<u>561,830</u>
<b>Expenses and losses</b>								
Compensation	-	-	-	-	510,576	-	-	-
Administrative	1,600	48,640	-	123	574,037	-	1,670	2,261
Professional services	1,573	4,509	934	2,010	159,410	-	4,509	4,509
Depreciation and amortization	-	50,458	-	-	416,291	-	-	-
Grants	-	-	-	-	-	-	-	-
Facility	-	-	-	-	404,029	-	-	-
Interest and fees	-	-	-	-	5,346	-	-	-
Bad debts	-	-	-	-	17,387	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	10	-	(4)	-	-	1	-	-
<b>Total expenses and losses</b>	<u>3,183</u>	<u>103,607</u>	<u>930</u>	<u>2,133</u>	<u>2,087,076</u>	<u>1</u>	<u>6,179</u>	<u>6,770</u>
<b>Excess (deficiency) of revenues over expenses</b>	(3,183)	(103,607)	(930)	44,067	(252,169)	(1)	(6,179)	555,060
Net assets at end of year	(312)	3,169,494	1	8,201	17,253,709	-	-	-
Other transfers to (from) net assets	-	(28,000)	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ (3,495)</u>	<u>\$ 3,037,887</u>	<u>\$ (929)</u>	<u>\$ 52,268</u>	<u>\$ 17,001,540</u>	<u>\$ (1)</u>	<u>\$ (6,179)</u>	<u>\$ 555,060</u>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Kimball Development GP	Mercy Morgan Development GP	Richmond Hacienda GP	Richmond Hacienda	MHCA 89 GP	Mercy Housing California 89 LLC (6th & San Julian)	Transbay 2 Family GP	Transbay 2 Family
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	-	68	-	647	-	-
Other	1,473,630	1,854,270	-	-	-	-	-	-
<b>Total revenues</b>	<u>1,473,630</u>	<u>1,854,270</u>	<u>-</u>	<u>68</u>	<u>-</u>	<u>647</u>	<u>-</u>	<u>-</u>
<b>Expenses and losses</b>								
Compensation	-	-	-	-	-	-	-	-
Administrative	-	-	-	950	-	5,026	-	870
Professional services	-	-	-	4,509	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-
Facility	-	-	-	-	-	-	-	-
Interest and fees	-	-	-	-	-	87	-	-
Bad debts	-	-	-	-	-	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	161	221	-	-	-	-	-	-
<b>Total expenses and losses</b>	<u>161</u>	<u>221</u>	<u>-</u>	<u>5,459</u>	<u>-</u>	<u>5,113</u>	<u>-</u>	<u>870</u>
<b>Excess (deficiency) of revenues over expenses</b>	1,473,469	1,854,049	-	(5,391)	-	(4,466)	-	(870)
Net assets at end of year	-	-	-	-	-	-	-	-
Other transfers to (from) net assets	-	-	-	3,207,970	-	2,182,868	-	-
<b>Net assets at end of year</b>	<u>\$ 1,473,469</u>	<u>\$ 1,854,049</u>	<u>\$ -</u>	<u>\$ 3,202,579</u>	<u>\$ -</u>	<u>\$ 2,178,402</u>	<u>\$ -</u>	<u>\$ (870)</u>

**Mercy Housing Calwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California 105 LLC GP	Mercy Housing California 105 LLC (4995 Stockton)	Mercy Kelsey Civic Center LLC	Kelsey Civic Center L.P.	Sunnydale Block 7 LLC GP	Eliminations	Consolidated Mercy Housing Calwest
<b>Revenues</b>							
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,033,173
Developer fees	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	(1,121,981)	31,670
Philanthropy	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	9,294,840
Consulting	-	-	-	-	-	-	-
Interest	-	-	-	-	-	(108,190)	(1,847,663)
Other	-	-	-	-	-	-	12,863,253
<b>Total revenues</b>	-	-	-	-	-	(1,230,171)	88,375,273
<b>Expenses and losses</b>							
Compensation	-	-	-	-	-	-	14,213,435
Administrative	102	-	-	20	-	(1,321,851)	10,730,212
Professional services	-	4,949	-	4,509	-	-	5,679,150
Depreciation and amortization	-	-	-	-	-	-	49,267,625
Grants	-	-	-	-	-	-	553,509
Facility	-	-	-	-	-	-	22,735,175
Interest and fees	-	-	-	-	-	(229,639)	22,476,926
Bad debts	-	-	-	-	-	-	1,279,759
Provision for impaired assets	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	49,717	1,064,328
<b>Total expenses and losses</b>	102	4,949	-	4,529	-	(1,501,773)	128,000,119
<b>Excess (deficiency) of revenues over expenses</b>	(102)	(4,949)	-	(4,529)	-	271,602	(39,624,846)
Net assets at end of year	-	-	-	-	-	67,799,908	391,680,883
Other transfers to (from) net assets	-	-	-	-	-	(1,320,706)	59,182,152
<b>Net assets at end of year</b>	\$ (102)	\$ (4,949)	\$ -	\$ (4,529)	\$ -	\$ 66,750,804	\$ 411,238,189

**Mercy Properties California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties California	The Haven	Leland House	Osocales (McIntosh Mobile Homes)	Richmond Hills	Sycamore Center (Red Bluff)	Eliminations	Consolidated Mercy Properties California
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 39,893	\$ 298,676	\$ 57,404	\$ 122,662	\$ 135,253	\$ -	\$ 653,888
Cash, tenant security deposits	-	15,124	-	26,958	-	506	-	42,588
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	1,082	1,724	6,371	4,470	306	-	13,953
Due from affiliate, net	87,477	-	-	-	-	-	(12,000)	75,477
Pledges receivable, net	-	-	3,150	-	-	-	-	3,150
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	6,933	206,812	8,221	10,964	6,572	-	239,502
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	282,612	1,134,262	-	-	-	-	1,416,874
<b>Total current assets</b>	<b>87,477</b>	<b>345,644</b>	<b>1,644,624</b>	<b>98,954</b>	<b>138,096</b>	<b>142,637</b>	<b>(12,000)</b>	<b>2,445,432</b>
Property and equipment								
Land and land improvements	3,700,000	-	-	602,623	368,530	58,366	-	4,729,519
Buildings	-	-	-	3,634,059	2,640,978	2,634,992	-	8,910,029
Furniture and equipment	-	-	-	11,660	32,811	15,819	-	60,290
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	-	-	(2,931,995)	(2,090,972)	(1,900,069)	-	(6,923,036)
<b>Net property and equipment</b>	<b>3,700,000</b>	<b>-</b>	<b>-</b>	<b>1,316,347</b>	<b>951,347</b>	<b>809,108</b>	<b>-</b>	<b>6,776,802</b>
Other long-term assets								
Restricted property reserves	-	34,370	237,646	326,770	62,938	225,693	-	887,417
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	60,000	-	-	-	-	-	-	60,000
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	22,000	-	-	-	-	-	-	22,000
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>82,000</b>	<b>34,370</b>	<b>237,646</b>	<b>326,770</b>	<b>62,938</b>	<b>225,693</b>	<b>-</b>	<b>969,417</b>
<b>Total assets</b>	<b>\$ 3,869,477</b>	<b>\$ 380,014</b>	<b>\$ 1,882,270</b>	<b>\$ 1,742,071</b>	<b>\$ 1,152,381</b>	<b>\$ 1,177,438</b>	<b>\$ (12,000)</b>	<b>\$ 10,191,651</b>

**Mercy Properties California**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties California	The Haven	Leland House	Osocales (McIntosh Mobile Homes)	Richmond Hills	Sycamore Center (Red Bluff)	Eliminations	Consolidated Mercy Properties California
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ (416)	\$ 28,604	\$ 2,536	\$ 47,819	\$ 28,291	\$ 20,232	\$ 12,000	\$ 139,066
Due to affiliates	12,000	-	-	-	158,521	1,569	-	172,090
Accrued interest	-	-	673,851	4,487	-	1,397	-	679,735
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	1,260,000	68,092	-	27,522	-	1,355,614
Current portion of notes payable, affiliates	83,451	-	-	-	108,965	-	-	192,416
Deferred revenue and other liabilities	-	32	-	4,896	-	1,374	-	6,302
Tenant security deposits	-	13,297	-	26,456	5,000	6	-	44,759
<b>Total current liabilities</b>	<b>95,035</b>	<b>41,933</b>	<b>1,936,387</b>	<b>151,750</b>	<b>300,777</b>	<b>52,100</b>	<b>12,000</b>	<b>2,589,982</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	528,108	-	-	-	528,108
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	60,000	-	-	1,954,820	-	318,867	-	2,333,687
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	11,500	-	11,500
<b>Total long-term liabilities</b>	<b>60,000</b>	<b>-</b>	<b>-</b>	<b>2,482,928</b>	<b>-</b>	<b>330,367</b>	<b>-</b>	<b>2,873,295</b>
<b>Total liabilities</b>	<b>155,035</b>	<b>41,933</b>	<b>1,936,387</b>	<b>2,634,678</b>	<b>300,777</b>	<b>382,467</b>	<b>12,000</b>	<b>5,463,277</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	3,714,442	338,081	(54,117)	(892,607)	851,604	794,971	(24,000)	4,728,374
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>3,714,442</b>	<b>338,081</b>	<b>(54,117)</b>	<b>(892,607)</b>	<b>851,604</b>	<b>794,971</b>	<b>(24,000)</b>	<b>4,728,374</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>3,714,442</b>	<b>338,081</b>	<b>(54,117)</b>	<b>(892,607)</b>	<b>851,604</b>	<b>794,971</b>	<b>(24,000)</b>	<b>4,728,374</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,869,477</b>	<b>\$ 380,014</b>	<b>\$ 1,882,270</b>	<b>\$ 1,742,071</b>	<b>\$ 1,152,381</b>	<b>\$ 1,177,438</b>	<b>\$ (12,000)</b>	<b>\$ 10,191,651</b>

**Mercy Properties California**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Properties California	The Haven	Leland House	Osocales (McIntosh Mobile Homes)	Richmond Hills	Sycamore Center (Red Bluff)	Eliminations	Consolidated Mercy Properties California
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 184,497	\$ 20,688	\$ 501,422	\$ 44,498	\$ 156,889	\$ -	\$ 907,994
Developer fees	-	-	-	-	-	-	-	-
Services fees	12,000	-	-	-	-	-	(12,000)	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	58,488	-	-	-	-	58,488
Consulting	-	-	-	-	-	-	-	-
Interest	-	25	651	150	3,626	109	-	4,561
Other	-	2,530	59,187	2,725	-	30,749	-	95,191
<b>Total revenues</b>	<u>12,000</u>	<u>187,052</u>	<u>139,014</u>	<u>504,297</u>	<u>48,124</u>	<u>187,747</u>	<u>(12,000)</u>	<u>1,066,234</u>
<b>Expenses and losses</b>								
Compensation	-	86,716	-	54,036	-	24,773	-	165,525
Administrative	912,200	23,553	3,771	77,301	-	12,360	(12,000)	1,017,185
Professional services	416	2,499	9,445	6,880	2,500	645	-	22,385
Depreciation and amortization	-	26,880	160,109	134,374	95,766	101,357	-	518,486
Grants	-	-	-	-	-	-	-	-
Facility	-	73,738	31,144	184,771	13,747	90,170	-	393,570
Interest and fees	-	-	37,800	95,937	5,312	16,926	-	155,975
Bad debts	-	-	-	7,296	-	-	-	7,296
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	7,492	-	-	-	7,492
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<u>912,616</u>	<u>213,386</u>	<u>242,269</u>	<u>568,087</u>	<u>117,325</u>	<u>246,231</u>	<u>(12,000)</u>	<u>2,287,914</u>
<b>Excess (deficiency) of revenues over expenses</b>	(900,616)	(26,334)	(103,255)	(63,790)	(69,201)	(58,484)	-	(1,221,680)
Net assets at beginning of year	4,615,058	364,415	49,138	(828,817)	920,805	853,455	(24,000)	5,950,054
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ 3,714,442</u>	<u>\$ 338,081</u>	<u>\$ (54,117)</u>	<u>\$ (892,607)</u>	<u>\$ 851,604</u>	<u>\$ 794,971</u>	<u>\$ (24,000)</u>	<u>\$ 4,728,374</u>

**San Juan Housing Corporation**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	San Juan Housing Corporation	Kennedy Estates Housing Associates, LP (Kennedy Estates)	Tahoe Valley Townhomes Associates, LP (Tahoe Valley Townhomes)	Eliminations	Consolidated San Juan Housing Corporation
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ -	\$ 325,589	\$ 172,515	\$ -	\$ 498,104
Cash, tenant security deposits	-	65,523	72,838	-	138,361
Cash, restricted	-	-	-	-	-
Investments	-	-	-	-	-
Investments, restricted	-	-	-	-	-
Accounts receivable, net	-	19,249	5,760	-	25,009
Due from affiliate, net	492,626	-	-	(492,626)	-
Pledges receivable, net	-	-	-	-	-
Grants receivable	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-
Prepaid expenses and other assets	-	29,300	27,642	-	56,942
Inventory	-	-	-	-	-
Assets held for sale	-	-	-	-	-
Total current assets	<u>492,626</u>	<u>439,661</u>	<u>278,755</u>	<u>(492,626)</u>	<u>718,416</u>
Property and equipment					
Land and land improvements	-	809,872	924,352	-	1,734,224
Buildings	-	5,858,181	2,183,853	-	8,042,034
Furniture and equipment	-	187,593	3,631,483	-	3,819,076
Predevelopment project costs	-	-	-	-	-
Construction in progress	-	-	-	-	-
Accumulated depreciation	-	(5,343,864)	(5,217,959)	-	(10,561,823)
Net property and equipment	<u>-</u>	<u>1,511,782</u>	<u>1,521,729</u>	<u>-</u>	<u>3,033,511</u>
Other long-term assets					
Restricted property reserves	-	444,000	258,311	-	702,311
Long-term investments	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-
Due from affiliates	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-
Investments in limited partnerships, net	85,012	-	-	(85,012)	-
Notes and interest receivable, net	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-
Other assets, net	-	-	-	-	-
Total other long-term assets	<u>85,012</u>	<u>444,000</u>	<u>258,311</u>	<u>(85,012)</u>	<u>702,311</u>
<b>Total assets</b>	<u>\$ 577,638</u>	<u>\$ 2,395,443</u>	<u>\$ 2,058,795</u>	<u>\$ (577,638)</u>	<u>\$ 4,454,238</u>



**San Juan Housing Corporation**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	San Juan Housing Corporation	Kennedy Estates Housing Associates, LP (Kennedy Estates)	Tahoe Valley Townhomes Associates, LP (Tahoe Valley Townhomes)	Eliminations	Consolidated San Juan Housing Corporation
<b>Liabilities</b>					
Current liabilities					
Accounts payable and accrued expenses	\$ 117,089	\$ 75,275	\$ 36,760	\$ -	\$ 229,124
Due to affiliates	159,697	386,384	317,437	(703,822)	159,696
Accrued interest	-	6,472	6,289	-	12,761
Accrued interest, affiliates	-	-	-	-	-
Current portion of notes payable	-	31,831	119,727	-	151,558
Current portion of notes payable, affiliates	-	-	-	-	-
Deferred revenue and other liabilities	-	9,222	5,781	-	15,003
Tenant security deposits	-	65,162	65,593	-	130,755
Total current liabilities	276,786	574,346	551,587	(703,822)	698,897
Long-term liabilities					
Due to affiliates	-	-	-	-	-
Accrued interest	-	660,730	1,919,615	-	2,580,345
Accrued interest, affiliates	-	-	-	-	-
Notes payable, less current portion, net	-	2,451,111	4,058,193	-	6,509,304
Notes payable, less current portion, affiliates	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-
Total long-term liabilities	-	3,111,841	5,977,808	-	9,089,649
<b>Total liabilities</b>	276,786	3,686,187	6,529,395	(703,822)	9,788,546
<b>Net assets</b>					
Net assets without donor restrictions, controlling	300,852	(1,290,744)	(4,470,600)	126,184	(5,334,308)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-
Total net assets without donor restrictions	300,852	(1,290,744)	(4,470,600)	126,184	(5,334,308)
Net assets with donor restrictions	-	-	-	-	-
<b>Total net assets</b>	300,852	(1,290,744)	(4,470,600)	126,184	(5,334,308)
<b>Total liabilities and net assets</b>	\$ 577,638	\$ 2,395,443	\$ 2,058,795	\$ (577,638)	\$ 4,454,238

**San Juan Housing Corporation**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	San Juan Housing Corporation	Kennedy Estates Housing Associates, LP (Kennedy Estates)	Tahoe Valley Townhomes Associates, LP (Tahoe Valley Townhomes)	Eliminations	Consolidated San Juan Housing Corporation
<b>Revenues</b>					
Rent - net of vacancies	\$ -	\$ 814,488	\$ 736,998	\$ -	\$ 1,551,486
Developer fees	-	-	-	-	-
Services fees	57,206	-	-	(57,206)	-
Philanthropy	-	-	-	-	-
Capital grants	-	-	-	-	-
Consulting	-	-	-	-	-
Interest	-	489	1,018	-	1,507
Other	121,271	12,375	16,310	-	149,956
<b>Total revenues</b>	<b>178,477</b>	<b>827,352</b>	<b>754,326</b>	<b>(57,206)</b>	<b>1,702,949</b>
<b>Expenses and losses</b>					
Compensation	-	196,702	170,202	-	366,904
Administrative	57,306	151,216	98,901	(57,206)	250,217
Professional services	1,090	9,180	8,980	-	19,250
Depreciation and amortization	-	241,456	211,338	-	452,794
Grants	-	-	-	-	-
Facility	-	377,796	294,830	-	672,626
Interest and fees	-	116,706	166,029	-	282,735
Bad debts	-	12,681	6,626	-	19,307
Provision for impaired assets	-	-	-	-	-
Project expenses	-	-	-	-	-
Allocation	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-
(Gain) loss on investment in limited partnership	48	-	-	(48)	-
<b>Total expenses and losses</b>	<b>58,444</b>	<b>1,105,737</b>	<b>956,906</b>	<b>(57,254)</b>	<b>2,063,833</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>120,033</b>	<b>(278,385)</b>	<b>(202,580)</b>	<b>48</b>	<b>(360,884)</b>
Net assets at beginning of year	180,819	(1,012,359)	(4,389,291)	247,407	(4,973,424)
Other transfers to (from) net assets	-	-	121,271	(121,271)	-
<b>Net assets at end of year</b>	<b>\$ 300,852</b>	<b>\$ (1,290,744)</b>	<b>\$ (4,470,600)</b>	<b>\$ 126,184</b>	<b>\$ (5,334,308)</b>

**Mercy Housing Northwest - Idaho, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Northwest - Idaho, Inc.	Eagle Senior Village, Inc.	Mercy Moscow, Inc. (Hawthorne)	Independence Hill, Inc.	Boise Senior 202 GP, LLC	Boise Senior 202 Owner, LP (12th Street Senior)	Eliminations	Consolidated Mercy Housing Northwest - Idaho, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 301	\$ 13,404	\$ 49,744	\$ 30,650	\$ -	\$ 58,183	\$ -	\$ 152,282
Cash, tenant security deposits	-	6,901	23,803	4,110	-	15,340	-	50,154
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	768	13,382	1,635	-	744	-	16,529
Due from affiliate, net	1,477,997	-	-	-	20,653	-	(30,665)	1,467,985
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	1,379	4,526	12,845	3,511	-	17,815	-	40,076
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>1,479,677</b>	<b>25,599</b>	<b>99,774</b>	<b>39,906</b>	<b>20,653</b>	<b>92,082</b>	<b>(30,665)</b>	<b>1,727,026</b>
Property and equipment								
Land and land improvements	-	131,776	355,032	11,670	-	1,222,013	-	1,720,491
Buildings	-	1,374,396	1,872,053	1,471,772	-	9,672,861	(103,912)	14,287,170
Furniture and equipment	-	12,033	374,922	12,623	-	331,651	-	731,229
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(894,802)	(2,046,074)	(862,002)	-	(3,988,637)	70,164	(7,721,351)
<b>Net property and equipment</b>	<b>-</b>	<b>623,403</b>	<b>555,933</b>	<b>634,063</b>	<b>-</b>	<b>7,237,888</b>	<b>(33,748)</b>	<b>9,017,539</b>
Other long-term assets								
Restricted property reserves	-	125,742	164,628	83,231	-	865,249	-	1,238,850
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	315	-	(315)	-
Notes and interest receivable, net	46,229	-	-	-	-	-	-	46,229
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	19,388	-	19,388
<b>Total other long-term assets</b>	<b>46,229</b>	<b>125,742</b>	<b>164,628</b>	<b>83,231</b>	<b>315</b>	<b>884,637</b>	<b>(315)</b>	<b>1,304,467</b>
<b>Total assets</b>	<b>\$ 1,525,906</b>	<b>\$ 774,744</b>	<b>\$ 820,335</b>	<b>\$ 757,200</b>	<b>\$ 20,968</b>	<b>\$ 8,214,607</b>	<b>\$ (64,728)</b>	<b>\$ 12,049,032</b>

**Mercy Housing Northwest - Idaho, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Northwest - Idaho, Inc.	Eagle Senior Village, Inc.	Mercy Moscow, Inc. (Hawthorne)	Independence Hill, Inc.	Boise Senior 202 GP, LLC	Boise Senior 202 Owner, LP (12th Street Senior)	Eliminations	Consolidated Mercy Housing Northwest - Idaho, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 14,915	\$ 18,073	\$ 32,266	\$ 32,258	\$ 2,542	\$ 120,764	\$ (21,013)	\$ 199,805
Due to affiliates	2,583,322	-	4,046	-	27,627	10,013	(10,013)	2,614,995
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	2,100	-	-	-	-	2,100
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	419,944	-	-	-	-	419,944
Deferred revenue and other liabilities	-	1,152	6,492	3,886	-	395	(1,799)	10,126
Tenant security deposits	-	6,405	22,551	3,612	-	15,154	-	47,722
<b>Total current liabilities</b>	<b>2,598,237</b>	<b>25,630</b>	<b>487,399</b>	<b>39,756</b>	<b>30,169</b>	<b>146,326</b>	<b>(32,825)</b>	<b>3,294,692</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	53,228	-	53,228
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	260,000	-	290,000	-	578,457	-	1,128,457
Notes payable, less current portion, affiliates	-	-	-	-	-	4,297,700	(4,297,700)	-
Deferred revenue and other liabilities	-	-	15,955	-	-	-	(15,955)	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>260,000</b>	<b>15,955</b>	<b>290,000</b>	<b>-</b>	<b>4,929,385</b>	<b>(4,313,655)</b>	<b>1,181,685</b>
<b>Total liabilities</b>	<b>2,598,237</b>	<b>285,630</b>	<b>503,354</b>	<b>329,756</b>	<b>30,169</b>	<b>5,075,711</b>	<b>(4,346,480)</b>	<b>4,476,377</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(1,073,117)	489,114	316,981	427,444	(9,201)	3,138,896	4,281,752	7,571,869
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(1,073,117)</b>	<b>489,114</b>	<b>316,981</b>	<b>427,444</b>	<b>(9,201)</b>	<b>3,138,896</b>	<b>4,281,752</b>	<b>7,571,869</b>
Net assets with donor restrictions	786	-	-	-	-	-	-	786
<b>Total net assets</b>	<b>(1,072,331)</b>	<b>489,114</b>	<b>316,981</b>	<b>427,444</b>	<b>(9,201)</b>	<b>3,138,896</b>	<b>4,281,752</b>	<b>7,572,655</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,525,906</b>	<b>\$ 774,744</b>	<b>\$ 820,335</b>	<b>\$ 757,200</b>	<b>\$ 20,968</b>	<b>\$ 8,214,607</b>	<b>\$ (64,728)</b>	<b>\$ 12,049,032</b>

**Mercy Housing Northwest - Idaho, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Northwest - Idaho, Inc.	Eagle Senior Village, Inc.	Mercy Moscow, Inc. (Hawthorne)	Independence Hill, Inc.	Boise Senior 202 GP, LLC	Boise Senior 202 Owner, LP (12th Street Senior)	Eliminations	Consolidated Mercy Housing Northwest - Idaho, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 164,817	\$ 393,112	\$ 161,669	\$ -	\$ 434,834	\$ (250)	\$ 1,154,182
Developer fees	-	-	-	-	-	-	-	-
Services fees	44,350	-	-	-	20,653	-	(65,003)	-
Philanthropy	54,000	-	-	-	-	-	-	54,000
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	4,143	7	3	5	-	47	-	4,205
Other	-	1,096	4,752	2,319	-	5,184	(245)	13,106
<b>Total revenues</b>	<u>102,493</u>	<u>165,920</u>	<u>397,867</u>	<u>163,993</u>	<u>20,653</u>	<u>440,065</u>	<u>(65,498)</u>	<u>1,225,493</u>
<b>Expenses and losses</b>								
Compensation	39,271	37,330	76,817	40,620	-	138,105	-	332,143
Administrative	24,863	28,162	84,177	36,103	20,703	73,811	(4,375)	263,444
Professional services	7,327	24,884	9,938	8,413	934	45,146	(44,350)	52,292
Depreciation and amortization	-	50,701	132,377	59,280	-	395,996	(3,767)	634,587
Grants	18,250	-	-	-	-	-	(18,250)	-
Facility	17,819	57,494	188,007	74,856	-	115,892	-	454,068
Interest and fees	17,396	-	25,390	-	-	6,761	-	49,547
Bad debts	4,155	36	11,074	2,529	-	2	-	17,796
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	29,671	-	-	-	-	-	-	29,671
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	34	-	(34)	-
<b>Total expenses and losses</b>	<u>158,752</u>	<u>198,607</u>	<u>527,780</u>	<u>221,801</u>	<u>21,671</u>	<u>775,713</u>	<u>(70,776)</u>	<u>1,833,548</u>
<b>Excess (deficiency) of revenues over expenses</b>	(56,259)	(32,687)	(129,913)	(57,808)	(1,018)	(335,648)	5,278	(608,055)
Net assets at beginning of year	(1,016,072)	521,801	446,894	485,252	(8,183)	3,474,544	4,276,474	8,180,710
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ (1,072,331)</u>	<u>\$ 489,114</u>	<u>\$ 316,981</u>	<u>\$ 427,444</u>	<u>\$ (9,201)</u>	<u>\$ 3,138,896</u>	<u>\$ 4,281,752</u>	<u>\$ 7,572,655</u>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
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	Mercy Housing Lakefront	Lavergne Courts, LLC	Washington Courts, LLC	Whitmore Apartments, LLC	111th & Wentworth Apartments Corporation	111th and Wentworth Limited Partnership (Wentworth Commons)	Belray Apartments Corporation	Belray Limited Partnership (Belray Apartments)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 635,396	\$ 82,672	\$ 280,392	\$ -	\$ 6,014	\$ -	\$ 26,502
Cash, tenant security deposits	-	37,619	22,495	11,172	-	18,270	-	9,161
Cash, restricted	-	250	250	-	-	-	-	320,383
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	55,601	60,028	120,599	19,231	-	47,766	-	37,310
Due from affiliate, net	50,513,819	-	-	-	-	-	18,567	-
Pledges receivable, net	228,358	-	-	-	-	-	-	-
Grants receivable	360,720	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	5,035,795	-	-	-	-	-	-	-
Prepaid expenses and other assets	103,894	52,874	39,616	18,080	-	11,888	-	17,961
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>56,298,187</b>	<b>786,167</b>	<b>265,632</b>	<b>328,875</b>	<b>-</b>	<b>83,938</b>	<b>18,567</b>	<b>411,317</b>
Property and equipment								
Land and land improvements	174,915	220,491	100,724	54,100	-	823,255	-	182,045
Buildings	516,847	8,252,975	6,819,869	2,435,167	-	8,321,598	-	3,508,398
Furniture and equipment	309,387	241,664	102,686	39,623	-	517,949	-	134,518
Predevelopment project costs	874,312	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(457,063)	(4,725,488)	(3,236,172)	(1,465,356)	-	(6,131,057)	-	(3,302,715)
<b>Net property and equipment</b>	<b>1,418,398</b>	<b>3,989,642</b>	<b>3,787,107</b>	<b>1,063,534</b>	<b>-</b>	<b>3,531,745</b>	<b>-</b>	<b>522,246</b>
Other long-term assets								
Restricted property reserves	-	588,353	357,853	107,041	-	82,404	-	482,417
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	8,020,961	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	259,810	-	-	-	981,577	-	229,965	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	15,368,275	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>23,649,046</b>	<b>588,353</b>	<b>357,853</b>	<b>107,041</b>	<b>981,577</b>	<b>82,404</b>	<b>229,965</b>	<b>482,417</b>
<b>Total assets</b>	<b>\$ 81,365,631</b>	<b>\$ 5,364,162</b>	<b>\$ 4,410,592</b>	<b>\$ 1,499,450</b>	<b>\$ 981,577</b>	<b>\$ 3,698,087</b>	<b>\$ 248,532</b>	<b>\$ 1,415,980</b>

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**Consolidating Statement of Financial Position**  
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	Mercy Housing Lakefront	Lavergne Courts, LLC	Washington Courts, LLC	Whitmore Apartments, LLC	111th & Wentworth Apartments Corporation	111th and Wentworth Limited Partnership (Wentworth Commons)	Belray Apartments Corporation	Belray Limited Partnership (Belray Apartments)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 1,029,484	\$ 259,600	\$ 171,872	\$ 96,658	\$ 78	\$ 82,328	\$ -	\$ 87,495
Due to affiliates	39,155,592	46,682	-	16,999	69,204	182,774	90,204	18,609
Accrued interest	-	8,894	8,243	3,865	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	85,769	87,170	37,955	-	-	-	6,000
Current portion of notes payable, affiliates	2,315,806	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	26,438	35,899	3,156	-	14,721	-	10,298
Tenant security deposits	-	35,224	21,847	10,320	-	18,182	-	8,884
<b>Total current liabilities</b>	<b>42,500,882</b>	<b>462,607</b>	<b>325,031</b>	<b>168,953</b>	<b>69,282</b>	<b>298,005</b>	<b>90,204</b>	<b>131,286</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	982,369	-	300,250	-
Accrued interest	-	16,503	28,422	-	-	-	-	-
Accrued interest, affiliates	-	51,234	223,228	15,541	-	-	-	-
Notes payable, less current portion, net	5,973,396	4,104,417	3,880,252	1,013,014	-	(22,572)	-	3,200,550
Notes payable, less current portion, affiliates	-	474,450	473,012	90,367	-	6,473,396	-	-
Deferred revenue and other liabilities	125,897	1,185	772	405	-	2,372	-	3,255
<b>Total long-term liabilities</b>	<b>6,099,293</b>	<b>4,647,789</b>	<b>4,605,686</b>	<b>1,119,327</b>	<b>982,369</b>	<b>6,453,196</b>	<b>300,250</b>	<b>3,203,805</b>
<b>Total liabilities</b>	<b>48,600,175</b>	<b>5,110,396</b>	<b>4,930,717</b>	<b>1,288,280</b>	<b>1,051,651</b>	<b>6,751,201</b>	<b>390,454</b>	<b>3,335,091</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	28,422,284	253,766	(520,125)	211,170	(70,074)	(3,053,114)	(141,922)	(1,919,111)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>28,422,284</b>	<b>253,766</b>	<b>(520,125)</b>	<b>211,170</b>	<b>(70,074)</b>	<b>(3,053,114)</b>	<b>(141,922)</b>	<b>(1,919,111)</b>
Net assets with donor restrictions	4,343,172	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>32,765,456</b>	<b>253,766</b>	<b>(520,125)</b>	<b>211,170</b>	<b>(70,074)</b>	<b>(3,053,114)</b>	<b>(141,922)</b>	<b>(1,919,111)</b>
<b>Total liabilities and net assets</b>	<b>\$ 81,365,631</b>	<b>\$ 5,364,162</b>	<b>\$ 4,410,592</b>	<b>\$ 1,499,450</b>	<b>\$ 981,577</b>	<b>\$ 3,698,087</b>	<b>\$ 248,532</b>	<b>\$ 1,415,980</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Harold Washington Apartments Corporation	Magnolia Limited Partnership (Carlton Apartments)	Red Door Limited Partnership (Major Jenkins Apartments)	4707 Malden Limited Partnership (Miriam Apartments)	Roseland Apartments Corporation	Roseland Limited Partnership (Holland Apartments)	South Loop Apartments Corporation	South Loop Limited Partnership (South Loop Apartments)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 54,663	\$ -	\$ -	\$ -	\$ 6,437	\$ -	\$ 65,117
Cash, tenant security deposits	-	-	-	-	-	10,957	-	1,303
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	22,569	-	84,015
Due from affiliate, net	-	1,203	-	-	-	1,179	127,927	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	-	-	20,120	-	46,690
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<u>-</u>	<u>55,866</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,262</u>	<u>127,927</u>	<u>197,125</u>
Property and equipment								
Land and land improvements	-	-	-	-	-	319,126	-	881,175
Buildings	-	-	-	-	-	8,450,096	-	15,253,533
Furniture and equipment	-	-	-	-	-	425,521	-	540,722
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	(6,791,017)	-	(12,011,726)
<b>Net property and equipment</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,403,726</u>	<u>-</u>	<u>4,663,704</u>
Other long-term assets								
Restricted property reserves	-	-	-	-	-	463,989	-	2,746,836
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	511,837	-	-	-	352,490	-	262,374	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<u>511,837</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>352,490</u>	<u>463,989</u>	<u>262,374</u>	<u>2,746,836</u>
<b>Total assets</b>	<u>\$ 511,837</u>	<u>\$ 55,866</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 352,490</u>	<u>\$ 2,928,977</u>	<u>\$ 390,301</u>	<u>\$ 7,607,665</u>



**Mercy Housing Lakefront**  
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	Harold Washington Apartments Corporation	Magnolia Limited Partnership (Carlton Apartments)	Red Door Limited Partnership (Major Jenkins Apartments)	4707 Malden Limited Partnership (Miriam Apartments)	Roseland Apartments Corporation	Roseland Limited Partnership (Holland Apartments)	South Loop Apartments Corporation	South Loop Limited Partnership (South Loop Apartments)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 77	\$ 79,236	\$ -	\$ -	\$ -	\$ 92,298	\$ -	\$ 263,815
Due to affiliates	341,488	289,661	-	132,968	99,728	295,876	211,189	126,476
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	2,400	-	1,200
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	8,811	-	24,905
Tenant security deposits	-	-	-	-	-	10,613	-	804
<b>Total current liabilities</b>	<b>341,565</b>	<b>368,897</b>	<b>-</b>	<b>132,968</b>	<b>99,728</b>	<b>409,998</b>	<b>211,189</b>	<b>417,200</b>
Long-term liabilities								
Due to affiliates	504,204	-	-	-	354,265	-	263,620	461,302
Accrued interest	-	-	-	-	-	-	-	3,874,481
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	-	-	4,322,576	-	8,359,427
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	1,080,500
Deferred revenue and other liabilities	-	-	-	-	-	3,767	-	9,626
<b>Total long-term liabilities</b>	<b>504,204</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>354,265</b>	<b>4,326,343</b>	<b>263,620</b>	<b>13,785,336</b>
<b>Total liabilities</b>	<b>845,769</b>	<b>368,897</b>	<b>-</b>	<b>132,968</b>	<b>453,993</b>	<b>4,736,341</b>	<b>474,809</b>	<b>14,202,536</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(333,932)	(313,031)	-	(132,968)	(101,503)	(1,807,364)	(84,508)	(6,594,871)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(333,932)</b>	<b>(313,031)</b>	<b>-</b>	<b>(132,968)</b>	<b>(101,503)</b>	<b>(1,807,364)</b>	<b>(84,508)</b>	<b>(6,594,871)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(333,932)</b>	<b>(313,031)</b>	<b>-</b>	<b>(132,968)</b>	<b>(101,503)</b>	<b>(1,807,364)</b>	<b>(84,508)</b>	<b>(6,594,871)</b>
<b>Total liabilities and net assets</b>	<b>\$ 511,837</b>	<b>\$ 55,866</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 352,490</b>	<b>\$ 2,928,977</b>	<b>\$ 390,301</b>	<b>\$ 7,607,665</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Winthrop Apartments Corporation	5042 Winthrop Limited Partnership (Delmar Apartments)	Near North Apartments Corporation, NFP	Near North Limited Partnership (Schiff Residences)	Malden Arms Corp. II, NFP	Malden Limited Partnership II (Malden Arms II)	Englewood Apartments, NFP	901 West 63rd Limited Partnership (Englewood Apartments)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 35,739	\$ -	\$ 41,600	\$ -	\$ 45,406	\$ -	\$ 1,229
Cash, tenant security deposits	-	24,322	-	12,321	-	21,264	-	11,423
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	11,290	-	15,128	17,000	16,689	-	9,020
Due from affiliate, net	86,562	36,000	68,258	-	236,502	-	-	1,697
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	36,974	-	30,073	-	20,726	-	31,984
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>86,562</b>	<b>144,325</b>	<b>68,258</b>	<b>99,122</b>	<b>253,502</b>	<b>104,085</b>	<b>-</b>	<b>55,353</b>
Property and equipment								
Land and land improvements	-	125,000	-	4,283,412	-	670,314	-	1,432,081
Buildings	-	6,038,185	-	12,880,846	-	4,783,200	-	15,245,212
Furniture and equipment	-	393,421	-	488,818	-	229,662	-	368,721
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(6,203,277)	-	(7,754,317)	-	(2,543,762)	-	(6,902,192)
<b>Net property and equipment</b>	<b>-</b>	<b>353,329</b>	<b>-</b>	<b>9,898,759</b>	<b>-</b>	<b>3,139,414</b>	<b>-</b>	<b>10,143,822</b>
Other long-term assets								
Restricted property reserves	-	3,877	-	781,132	-	943,430	-	980,543
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(104,882)	-	5,410,464	-	512,646	-	2,599,302	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	2,762	-	18,409
<b>Total other long-term assets</b>	<b>(104,882)</b>	<b>3,877</b>	<b>5,410,464</b>	<b>781,132</b>	<b>512,646</b>	<b>946,192</b>	<b>2,599,302</b>	<b>998,952</b>
<b>Total assets</b>	<b>\$ (18,320)</b>	<b>\$ 501,531</b>	<b>\$ 5,478,722</b>	<b>\$ 10,779,013</b>	<b>\$ 766,148</b>	<b>\$ 4,189,691</b>	<b>\$ 2,599,302</b>	<b>\$ 11,198,127</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
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	Winthrop Apartments Corporation	5042 Winthrop Limited Partnership (Delmar Apartments)	Near North Apartments Corporation, NFP	Near North Limited Partnership (Schiff Residences)	Malden Arms Corp. II, NFP	Malden Limited Partnership II (Malden Arms II)	Englewood Apartments, NFP	901 West 63rd Limited Partnership (Englewood Apartments)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 146,690	\$ -	\$ 157,721	\$ -	\$ 216,441	\$ -	\$ 102,437
Due to affiliates	222,370	594,291	130,455	91,701	248,895	415,077	32,430	291,420
Accrued interest	-	-	-	-	-	-	-	1,298
Accrued interest, affiliates	-	-	-	-	-	-	-	91,664
Current portion of notes payable	-	-	-	26,200	-	1,200	-	49,070
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	5,278	-	28,433	-	5,454	-	9,505
Tenant security deposits	-	20,925	-	12,345	-	20,904	-	10,969
<b>Total current liabilities</b>	<b>222,370</b>	<b>767,184</b>	<b>130,455</b>	<b>316,400</b>	<b>248,895</b>	<b>659,076</b>	<b>32,430</b>	<b>556,363</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	467,640	-	-
Accrued interest, affiliates	-	-	-	926,181	16,852	199,935	-	-
Notes payable, less current portion, net	-	4,712,158	-	3,046,671	-	2,408,025	-	1,502,382
Notes payable, less current portion, affiliates	-	-	-	2,922,000	3,525	576,000	2,000,000	1,426,067
Deferred revenue and other liabilities	-	7,580	-	4,464	-	18,878	-	157,201
<b>Total long-term liabilities</b>	<b>-</b>	<b>4,719,738</b>	<b>-</b>	<b>6,899,316</b>	<b>20,377</b>	<b>3,670,478</b>	<b>2,000,000</b>	<b>3,085,650</b>
<b>Total liabilities</b>	<b>222,370</b>	<b>5,486,922</b>	<b>130,455</b>	<b>7,215,716</b>	<b>269,272</b>	<b>4,329,554</b>	<b>2,032,430</b>	<b>3,642,013</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(240,690)	(4,985,391)	5,348,267	3,563,297	496,876	(139,863)	566,872	7,556,114
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(240,690)</b>	<b>(4,985,391)</b>	<b>5,348,267</b>	<b>3,563,297</b>	<b>496,876</b>	<b>(139,863)</b>	<b>566,872</b>	<b>7,556,114</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(240,690)</b>	<b>(4,985,391)</b>	<b>5,348,267</b>	<b>3,563,297</b>	<b>496,876</b>	<b>(139,863)</b>	<b>566,872</b>	<b>7,556,114</b>
<b>Total liabilities and net assets</b>	<b>\$ (18,320)</b>	<b>\$ 501,531</b>	<b>\$ 5,478,722</b>	<b>\$ 10,779,013</b>	<b>\$ 766,148</b>	<b>\$ 4,189,691</b>	<b>\$ 2,599,302</b>	<b>\$ 11,198,127</b>

**Mercy Housing Lakefront**  
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	Countryside Seniors, LLC	Countryside Seniors Apartments, LP (Countryside Apartments)	Johnston Center MM, LLC	Johnston Center Re-Use, LLC	HWA-850 Eastwood GP Corp., NFP	HWA-850 Eastwood Limited Partnership	Belvidere Place Corp. I, NFP	Grayslake Senior Housing Limited Partnership
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 34,715	\$ -	\$ 36,572	\$ -	\$ 140,418	\$ -	\$ 141,178
Cash, tenant security deposits	-	50,225	-	20,784	-	110,188	-	40,534
Cash, restricted	-	-	-	-	-	850	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	470	-	38,457	-	227,445	-	15,541
Due from affiliate, net	50,000	-	-	4,720	132,604	4,647,196	224,508	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	33,219	-	33,833	-	20,937	-	28,843
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>50,000</b>	<b>118,629</b>	<b>-</b>	<b>134,366</b>	<b>132,604</b>	<b>5,147,034</b>	<b>224,508</b>	<b>226,096</b>
Property and equipment								
Land and land improvements	-	2,599,688	-	492,159	-	4,575,852	-	2,113,338
Buildings	-	11,956,962	-	11,756,708	-	54,760,181	-	17,228,429
Furniture and equipment	-	234,156	-	372,446	-	220,348	-	337,603
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(5,871,208)	-	(5,303,435)	-	(21,690,506)	-	(5,128,510)
<b>Net property and equipment</b>	<b>-</b>	<b>8,919,598</b>	<b>-</b>	<b>7,317,878</b>	<b>-</b>	<b>37,865,875</b>	<b>-</b>	<b>14,550,860</b>
Other long-term assets								
Restricted property reserves	-	326,312	-	874,099	-	3,472,230	-	459,987
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	2,515,470	-	(568)	-	7,379,162	-	(565)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	512,058	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	28,710	-	35,804	-	41,286	-	87,627
<b>Total other long-term assets</b>	<b>3,027,528</b>	<b>355,022</b>	<b>(568)</b>	<b>909,903</b>	<b>7,379,162</b>	<b>3,513,516</b>	<b>(565)</b>	<b>547,614</b>
<b>Total assets</b>	<b>\$ 3,077,528</b>	<b>\$ 9,393,249</b>	<b>\$ (568)</b>	<b>\$ 8,362,147</b>	<b>\$ 7,511,766</b>	<b>\$ 46,526,425</b>	<b>\$ 223,943</b>	<b>\$ 15,324,570</b>

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	Countryside Seniors, LLC	Countryside Seniors Apartments, LP (Countryside Apartments)	Johnston Center MM, LLC	Johnston Center Re-Use, LLC	HWA-850 Eastwood GP Corp., NFP	HWA-850 Eastwood Limited Partnership	Belvidere Place Corp. I, NFP	Grayslake Senior Housing Limited Partnership
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 194,920	\$ -	\$ 152,719	\$ -	\$ 722,161	\$ -	\$ 398,806
Due to affiliates	99,211	125,304	21,978	39,736	162,376	4,843,120	251,786	-
Accrued interest	-	6,655	-	-	-	468,562	-	4,639
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	26,076	-	-	-	720,000	-	14,984
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	15,930	-	4,753	-	58,687	-	3,672
Tenant security deposits	-	49,616	-	18,840	-	102,980	-	40,039
<b>Total current liabilities</b>	<b>99,211</b>	<b>418,501</b>	<b>21,978</b>	<b>216,048</b>	<b>162,376</b>	<b>6,915,510</b>	<b>251,786</b>	<b>462,140</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	353,945	-	-	-	-	-	-
Accrued interest, affiliates	-	72,526	-	1,118,084	-	1,917,990	-	487,798
Notes payable, less current portion, net	-	4,387,671	-	1,809,150	-	27,231,574	-	619,942
Notes payable, less current portion, affiliates	-	611,978	-	2,403,500	4,381,647	4,263,520	-	250,926
Deferred revenue and other liabilities	-	3,115	-	30,148	-	3,700,870	-	917,592
<b>Total long-term liabilities</b>	<b>-</b>	<b>5,429,235</b>	<b>-</b>	<b>5,360,882</b>	<b>4,381,647</b>	<b>37,113,954</b>	<b>-</b>	<b>2,276,258</b>
<b>Total liabilities</b>	<b>99,211</b>	<b>5,847,736</b>	<b>21,978</b>	<b>5,576,930</b>	<b>4,544,023</b>	<b>44,029,464</b>	<b>251,786</b>	<b>2,738,398</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	2,978,317	3,545,513	(22,546)	2,785,217	1,934,410	2,496,961	(27,843)	12,586,172
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>2,978,317</b>	<b>3,545,513</b>	<b>(22,546)</b>	<b>2,785,217</b>	<b>1,934,410</b>	<b>2,496,961</b>	<b>(27,843)</b>	<b>12,586,172</b>
Net assets with donor restrictions	-	-	-	-	1,033,333	-	-	-
<b>Total net assets</b>	<b>2,978,317</b>	<b>3,545,513</b>	<b>(22,546)</b>	<b>2,785,217</b>	<b>2,967,743</b>	<b>2,496,961</b>	<b>(27,843)</b>	<b>12,586,172</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,077,528</b>	<b>\$ 9,393,249</b>	<b>\$ (568)</b>	<b>\$ 8,362,147</b>	<b>\$ 7,511,766</b>	<b>\$ 46,526,425</b>	<b>\$ 223,943</b>	<b>\$ 15,324,570</b>

**Mercy Housing Lakefront**  
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	104th Street MM, LLC	104th Street Limited Partnership (Pullman Wheelworks)	MHL Holdings, LLC	MHL Keating MM, LLC	2000 Illinois Aurora MM, LLC	St. Catherine Residence, Inc.	SC Residence MM, LLC	SC Residence, LLC (McAuley Apartments)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 170,586	\$ -	\$ -	\$ -	\$ 4,805	\$ 1,383	\$ 13,463
Cash, tenant security deposits	-	61,702	-	-	1	-	-	13,746
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	231,834	-	-	-	15,995	-	10,156
Due from affiliate, net	826,680	-	72,678	-	3,017	-	6,258	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	103,692	-	-	-	-	-	14,062
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>826,680</b>	<b>567,814</b>	<b>72,678</b>	<b>-</b>	<b>3,018</b>	<b>20,800</b>	<b>7,641</b>	<b>51,427</b>
Property and equipment								
Land and land improvements	-	1,821,876	-	-	-	-	-	400,000
Buildings	-	23,768,150	-	-	-	-	-	4,364,264
Furniture and equipment	-	1,506,343	-	-	-	-	-	257,148
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(6,423,042)	-	-	-	-	-	(2,372,954)
<b>Net property and equipment</b>	<b>-</b>	<b>20,673,327</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,648,458</b>
Other long-term assets								
Restricted property reserves	-	2,093,016	-	-	-	-	-	116,813
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	127,912	-	(18,489,919)	-	-	600,537	(256)	-
Notes and interest receivable, net	-	-	-	-	-	75,000	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	788,361	662,439	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	35,922	-	-	-	-	-	3,523
<b>Total other long-term assets</b>	<b>127,912</b>	<b>2,128,938</b>	<b>(18,489,919)</b>	<b>-</b>	<b>-</b>	<b>1,463,898</b>	<b>662,183</b>	<b>120,336</b>
<b>Total assets</b>	<b>\$ 954,592</b>	<b>\$ 23,370,079</b>	<b>\$ (18,417,241)</b>	<b>\$ -</b>	<b>\$ 3,018</b>	<b>\$ 1,484,698</b>	<b>\$ 669,824</b>	<b>\$ 2,820,221</b>

**Mercy Housing Lakefront**  
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	104th Street MM, LLC	104th Street Limited Partnership (Pullman Wheelworks)	MHL Holdings, LLC	MHL Keating MM, LLC	2000 Illinois Aurora MM, LLC	St. Catherine Residence, Inc.	SC Residence MM, LLC	SC Residence, LLC (McAuley Apartments)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 268,351	\$ 1,050,708	\$ -	\$ -	\$ -	\$ 8,207	\$ -	\$ 80,011
Due to affiliates	585,175	1,263,989	24,299	24,823	-	-	-	11,730
Accrued interest	-	21,855	-	-	-	-	-	2,576
Accrued interest, affiliates	-	-	-	-	-	-	-	59,727
Current portion of notes payable	-	173,659	-	-	-	-	-	34,038
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	11,089	-	-	-	-	-	904
Tenant security deposits	-	59,900	-	-	-	-	-	13,115
<b>Total current liabilities</b>	<b>853,526</b>	<b>2,581,200</b>	<b>24,299</b>	<b>24,823</b>	<b>-</b>	<b>8,207</b>	<b>-</b>	<b>202,101</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	217,277	-	-	-	-	-	-
Accrued interest, affiliates	-	426,518	-	-	-	-	-	-
Notes payable, less current portion, net	-	11,636,336	-	-	-	-	-	564,920
Notes payable, less current portion, affiliates	-	1,737,819	-	-	-	-	-	1,631,887
Deferred revenue and other liabilities	-	1,876,286	-	-	-	-	-	2,174
<b>Total long-term liabilities</b>	<b>-</b>	<b>15,894,236</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,198,981</b>
<b>Total liabilities</b>	<b>853,526</b>	<b>18,475,436</b>	<b>24,299</b>	<b>24,823</b>	<b>-</b>	<b>8,207</b>	<b>-</b>	<b>2,401,082</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	101,066	4,894,643	(18,441,540)	(24,823)	3,018	1,474,491	669,824	419,139
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>101,066</b>	<b>4,894,643</b>	<b>(18,441,540)</b>	<b>(24,823)</b>	<b>3,018</b>	<b>1,474,491</b>	<b>669,824</b>	<b>419,139</b>
Net assets with donor restrictions	-	-	-	-	-	2,000	-	-
<b>Total net assets</b>	<b>101,066</b>	<b>4,894,643</b>	<b>(18,441,540)</b>	<b>(24,823)</b>	<b>3,018</b>	<b>1,476,491</b>	<b>669,824</b>	<b>419,139</b>
<b>Total liabilities and net assets</b>	<b>\$ 954,592</b>	<b>\$ 23,370,079</b>	<b>\$ (18,417,241)</b>	<b>\$ -</b>	<b>\$ 3,018</b>	<b>\$ 1,484,698</b>	<b>\$ 669,824</b>	<b>\$ 2,820,221</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Roseland Place Inc., NFP	Roseland Place Limited Partnership	Mercy River West Commons Elgin LLC	Danville Veterans Housing MM, LLC	Danville Veterans Housing, LLC (Canon Place)	Greenwich Park Apartments MM, LLC	Greenwich Park Apartments, LLC	Mercy Sterling NFP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 17,784	\$ 220,797	\$ -	\$ 12,677	\$ -	\$ 67,225	\$ -
Cash, tenant security deposits	-	15,872	-	-	-	-	16,101	-
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	1,046	13,384	-	17,332	-	3,427	-
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	62,289	24,274	-	28,446	-	25,590	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>-</b>	<b>96,991</b>	<b>258,455</b>	<b>-</b>	<b>58,455</b>	<b>-</b>	<b>112,343</b>	<b>-</b>
Property and equipment								
Land and land improvements	-	1,565,103	1,356,316	-	1,467,205	-	1,254,195	-
Buildings	-	14,618,869	7,055,323	-	14,397,943	-	11,574,354	-
Furniture and equipment	-	560,553	107,985	-	489,690	-	235,572	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(5,199,484)	(1,476,266)	-	(3,531,877)	-	(2,721,940)	-
<b>Net property and equipment</b>	<b>-</b>	<b>11,545,041</b>	<b>7,043,358</b>	<b>-</b>	<b>12,822,961</b>	<b>-</b>	<b>10,342,181</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	-	1,021,692	117,624	-	274,193	-	173,919	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	9,243,266	-	-	319,533	-	7,653	-	(13,518)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	1,079,506	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	17,386	-	-	387,168	-	63,698	-
<b>Total other long-term assets</b>	<b>10,322,772</b>	<b>1,039,078</b>	<b>117,624</b>	<b>319,533</b>	<b>661,361</b>	<b>7,653</b>	<b>237,617</b>	<b>(13,518)</b>
<b>Total assets</b>	<b>\$ 10,322,772</b>	<b>\$ 12,681,110</b>	<b>\$ 7,419,437</b>	<b>\$ 319,533</b>	<b>\$ 13,542,777</b>	<b>\$ 7,653</b>	<b>\$ 10,692,141</b>	<b>\$ (13,518)</b>



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	Roseland Place Inc., NFP	Roseland Place Limited Partnership	Mercy River West Commons Elgin LLC	Danville Veterans Housing MM, LLC	Danville Veterans Housing, LLC (Canon Place)	Greenwich Park Apartments MM, LLC	Greenwich Park Apartments, LLC	Mercy Sterling NFP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 104,260	\$ 238,849	\$ -	\$ 96,451	\$ -	\$ 154,312	\$ -
Due to affiliates	14,231	-	8,430	13,514	493,573	13,158	93,952	14,553
Accrued interest	-	-	23,780	-	-	-	16,792	-
Accrued interest, affiliates	-	-	-	-	-	-	1,311	-
Current portion of notes payable	-	-	-	-	15,000	-	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	1,490	45,091	-	5,882	-	3,394	-
Tenant security deposits	-	15,034	-	-	-	-	16,450	-
<b>Total current liabilities</b>	<b>14,231</b>	<b>120,784</b>	<b>316,150</b>	<b>13,514</b>	<b>610,906</b>	<b>13,158</b>	<b>286,211</b>	<b>14,553</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	1,592,835	-	-	275,769	-	-	-
Notes payable, less current portion, net	-	(419,233)	8,462,185	-	863,226	-	6,469,445	-
Notes payable, less current portion, affiliates	-	1,758,440	-	-	1,311,000	-	131,072	-
Deferred revenue and other liabilities	-	2,670	199	-	738,064	-	575,402	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>2,934,712</b>	<b>8,462,384</b>	<b>-</b>	<b>3,188,059</b>	<b>-</b>	<b>7,175,919</b>	<b>-</b>
<b>Total liabilities</b>	<b>14,231</b>	<b>3,055,496</b>	<b>8,778,534</b>	<b>13,514</b>	<b>3,798,965</b>	<b>13,158</b>	<b>7,462,130</b>	<b>14,553</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	10,308,541	9,625,614	(1,359,097)	306,019	9,743,812	(5,505)	3,230,011	(28,071)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>10,308,541</b>	<b>9,625,614</b>	<b>(1,359,097)</b>	<b>306,019</b>	<b>9,743,812</b>	<b>(5,505)</b>	<b>3,230,011</b>	<b>(28,071)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>10,308,541</b>	<b>9,625,614</b>	<b>(1,359,097)</b>	<b>306,019</b>	<b>9,743,812</b>	<b>(5,505)</b>	<b>3,230,011</b>	<b>(28,071)</b>
<b>Total liabilities and net assets</b>	<b>\$ 10,322,772</b>	<b>\$ 12,681,110</b>	<b>\$ 7,419,437</b>	<b>\$ 319,533</b>	<b>\$ 13,542,777</b>	<b>\$ 7,653</b>	<b>\$ 10,692,141</b>	<b>\$ (13,518)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
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			Kankakee Station					
	New Sterling Park	New Sterling Park,	Street Senior	Kankakee Station		MHL Miriam	Miriam Apartments,	MHL 1 Major
	MM, LLC	LLC (The Lofts at	Housing MM LLC	Street Senior	Roseland Village	Apartments GP LLC	LP	Jenkins GP LLC
		Arthington)	GP	Housing, LLC				
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 29,610	\$ -	\$ 27,560	\$ 14,091	\$ -	\$ 197,472	\$ -
Cash, tenant security deposits	-	94,298	-	12,752	3,626	-	8,108	-
Cash, restricted	-	167,423	-	-	-	-	78,336	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	328,342	-	5,331	89	-	9,173	-
Due from affiliate, net	22,182	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	113,787	-	29,362	3,757	-	27,485	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>22,182</b>	<b>733,460</b>	<b>-</b>	<b>75,005</b>	<b>21,563</b>	<b>-</b>	<b>320,574</b>	<b>-</b>
Property and equipment								
Land and land improvements	-	1,894,280	-	1,633,443	360,000	-	193,350	-
Buildings	-	58,095,396	-	6,270,398	3,842,996	-	12,803,090	-
Furniture and equipment	-	435,534	-	13,884	26,768	-	386,838	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(11,577,365)	-	-	(1,446,409)	-	(1,002,417)	-
<b>Net property and equipment</b>	<b>-</b>	<b>48,847,845</b>	<b>-</b>	<b>7,917,725</b>	<b>2,783,355</b>	<b>-</b>	<b>12,380,861</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	-	2,105,257	-	1,625,421	145,218	-	445,397	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(1,401)	-	1,987,189	-	-	1,833,504	-	(1,105,896)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	63,181	-	67,297	-	-	128,997	-
<b>Total other long-term assets</b>	<b>(1,401)</b>	<b>2,168,438</b>	<b>1,987,189</b>	<b>1,692,718</b>	<b>145,218</b>	<b>1,833,504</b>	<b>574,394</b>	<b>(1,105,896)</b>
<b>Total assets</b>	<b>\$ 20,781</b>	<b>\$ 51,749,743</b>	<b>\$ 1,987,189</b>	<b>\$ 9,685,448</b>	<b>\$ 2,950,136</b>	<b>\$ 1,833,504</b>	<b>\$ 13,275,829</b>	<b>\$ (1,105,896)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	New Sterling Park MM, LLC	New Sterling Park, LLC (The Lofts at Arthington)	Kankakee Station Street Senior Housing MM LLC GP	Kankakee Station Street Senior Housing, LLC	Roseland Village	MHL Miriam Apartments GP LLC	Miriam Apartments, LP	MHL 1 Major Jenkins GP LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 379,250	\$ 77	\$ 239,971	\$ 45,445	\$ -	\$ 70,988	\$ -
Due to affiliates	35,604	2,499	12,313	413,893	-	101,657	37,499	2,820
Accrued interest	-	12,095	-	-	-	-	7,761	-
Accrued interest, affiliates	-	8,720	-	-	-	-	-	-
Current portion of notes payable	-	35,342	-	68,200	-	-	28,174	-
Current portion of notes payable, affiliates	-	2,617,594	-	336,434	-	-	-	-
Deferred revenue and other liabilities	-	32,248	-	-	931	-	83,650	-
Tenant security deposits	-	92,614	-	11,200	2,821	-	7,952	-
<b>Total current liabilities</b>	<b>35,604</b>	<b>3,180,362</b>	<b>12,390</b>	<b>1,069,698</b>	<b>49,197</b>	<b>101,657</b>	<b>236,024</b>	<b>2,820</b>
Long-term liabilities								
Due to affiliates	-	5,564,883	-	-	-	-	-	-
Accrued interest	-	2,545,716	-	-	-	-	-	-
Accrued interest, affiliates	-	105,635	-	-	-	-	-	-
Notes payable, less current portion, net	-	23,013,809	-	4,171,312	3,606,100	-	2,208,637	-
Notes payable, less current portion, affiliates	-	1,403,765	1,293,080	326,422	-	-	-	-
Deferred revenue and other liabilities	-	2,254,690	-	1,104,282	-	-	300,001	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>34,888,498</b>	<b>1,293,080</b>	<b>5,602,016</b>	<b>3,606,100</b>	<b>-</b>	<b>2,508,638</b>	<b>-</b>
<b>Total liabilities</b>	<b>35,604</b>	<b>38,068,860</b>	<b>1,305,470</b>	<b>6,671,714</b>	<b>3,655,297</b>	<b>101,657</b>	<b>2,744,662</b>	<b>2,820</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(14,823)	13,680,883	681,719	3,013,734	(705,161)	1,731,847	10,531,167	(1,108,716)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(14,823)</b>	<b>13,680,883</b>	<b>681,719</b>	<b>3,013,734</b>	<b>(705,161)</b>	<b>1,731,847</b>	<b>10,531,167</b>	<b>(1,108,716)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(14,823)</b>	<b>13,680,883</b>	<b>681,719</b>	<b>3,013,734</b>	<b>(705,161)</b>	<b>1,731,847</b>	<b>10,531,167</b>	<b>(1,108,716)</b>
<b>Total liabilities and net assets</b>	<b>\$ 20,781</b>	<b>\$ 51,749,743</b>	<b>\$ 1,987,189</b>	<b>\$ 9,685,448</b>	<b>\$ 2,950,136</b>	<b>\$ 1,833,504</b>	<b>\$ 13,275,829</b>	<b>\$ (1,105,896)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHL 1 Major Jenkins, LP	Carlton Apartments MM, LLC	Carlton Apartments Supportive Housing LLC	Eliminations	Consolidated Mercy Housing Lakefront
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ 78,099	\$ -	\$ 1,382	\$ -	\$ 2,490,984
Cash, tenant security deposits	19,568	-	6,169	-	653,981
Cash, restricted	326,135	-	71,116	-	964,743
Investments	-	-	-	-	-
Investments, restricted	-	-	-	-	-
Accounts receivable, net	7,606	-	75,477	(93,165)	1,424,186
Due from affiliate, net	720	-	8,273	(10,117,294)	46,973,256
Pledges receivable, net	-	-	-	-	228,358
Grants receivable	-	-	-	-	360,720
Current portion of notes and interest receivable	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	(5,017,795)	18,000
Prepaid expenses and other assets	86,938	-	17,436	-	1,084,830
Inventory	-	-	-	-	-
Assets held for sale	-	-	-	-	-
Total current assets	<u>519,066</u>	<u>-</u>	<u>179,853</u>	<u>(15,228,254)</u>	<u>54,199,058</u>
Property and equipment					
Land and land improvements	117,653	-	65,063	(1,202,791)	29,973,368
Buildings	16,245,413	-	117,138	(20,254,618)	341,106,922
Furniture and equipment	923,757	-	6,818	-	9,908,135
Predevelopment project costs	-	-	-	-	874,312
Construction in progress	113,769	-	2,297,018	(158,884)	2,251,903
Accumulated depreciation	<u>(495,190)</u>	<u>-</u>	<u>(2,887)</u>	<u>5,759,047</u>	<u>(130,008,585)</u>
Net property and equipment	<u>16,905,402</u>	<u>-</u>	<u>2,483,150</u>	<u>(15,857,246)</u>	<u>254,106,055</u>
Other long-term assets					
Restricted property reserves	2,411,116	-	1,712,903	-	24,913,072
Long-term investments	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-
Due from affiliates	-	-	-	(8,020,961)	-
Pledges receivable, net	-	-	-	-	-
Investments in limited partnerships, net	-	(178,723)	-	(17,682,199)	(2,443,236)
Notes and interest receivable, net	-	-	-	-	75,000
Notes and interest receivable, affiliates	-	-	-	(18,410,639)	-
Allowance for impaired assets	-	-	-	-	-
Other assets, net	<u>147,372</u>	<u>-</u>	<u>187,074</u>	<u>-</u>	<u>1,316,216</u>
Total other long-term assets	<u>2,558,488</u>	<u>(178,723)</u>	<u>1,899,977</u>	<u>(44,113,799)</u>	<u>23,861,052</u>
<b>Total assets</b>	<u>\$ 19,982,956</u>	<u>\$ (178,723)</u>	<u>\$ 4,562,980</u>	<u>\$ (75,199,299)</u>	<u>\$ 332,166,165</u>

**Mercy Housing Lakefront**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHL 1 Major Jenkins, LP	Carlton Apartments MM, LLC	Carlton Apartments Supportive Housing LLC	Eliminations	Consolidated Mercy Housing Lakefront
<b>Liabilities</b>					
Current liabilities					
Accounts payable and accrued expenses	\$ 5,444,120	\$ -	\$ 719,370	\$ (377,564)	\$ 12,777,642
Due to affiliates	1,299,501	100	18,000	(12,053,057)	41,079,856
Accrued interest	30,284	-	-	542	617,841
Accrued interest, affiliates	-	-	-	(152,702)	8,720
Current portion of notes payable	-	-	-	-	1,412,437
Current portion of notes payable, affiliates	745,746	-	359,314	(3,477,724)	2,897,170
Deferred revenue and other liabilities	8,435	-	16,109	-	465,163
Tenant security deposits	19,491	-	6,147	-	627,216
Total current liabilities	<u>7,547,577</u>	<u>100</u>	<u>1,118,940</u>	<u>(16,060,505)</u>	<u>59,886,045</u>
Long-term liabilities					
Due to affiliates	-	-	-	(2,866,010)	5,564,883
Accrued interest	-	-	-	-	7,503,984
Accrued interest, affiliates	32,010	-	-	(7,456,803)	5,333
Notes payable, less current portion, net	9,155,512	-	(205,805)	-	146,075,077
Notes payable, less current portion, affiliates	2,409,606	-	1,648,245	(41,082,224)	-
Deferred revenue and other liabilities	473,879	-	72,101	(11,522,941)	863,934
Total long-term liabilities	<u>12,071,007</u>	<u>-</u>	<u>1,514,541</u>	<u>(62,927,978)</u>	<u>160,013,211</u>
<b>Total liabilities</b>	<u>19,618,584</u>	<u>100</u>	<u>2,633,481</u>	<u>(78,988,483)</u>	<u>219,899,256</u>
<b>Net assets</b>					
Net assets without donor restrictions, controlling	364,372	(178,823)	1,929,499	3,789,184	106,888,404
Net assets without donor restrictions, noncontrolling	-	-	-	-	-
Total net assets without donor restrictions	<u>364,372</u>	<u>(178,823)</u>	<u>1,929,499</u>	<u>3,789,184</u>	<u>106,888,404</u>
Net assets with donor restrictions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,378,505</u>
<b>Total net assets</b>	<u>364,372</u>	<u>(178,823)</u>	<u>1,929,499</u>	<u>3,789,184</u>	<u>112,266,909</u>
<b>Total liabilities and net assets</b>	<u>\$ 19,982,956</u>	<u>\$ (178,723)</u>	<u>\$ 4,562,980</u>	<u>\$ (75,199,299)</u>	<u>\$ 332,166,165</u>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Lakefront	Lavergne Courts, LLC	Washington Courts, LLC	Whitmore Apartments, LLC	111th & Wentworth Apartments Corporation	111th and Wentworth Limited Partnership (Wentworth Commons)	Belray Apartments Corporation	Belray Limited Partnership (Belray Apartments)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 2,363,333	\$ 1,494,027	\$ 890,190	\$ -	\$ 519,803	\$ -	\$ 558,760
Developer fees	1,639,122	-	-	-	-	-	-	-
Services fees	3,825,566	-	-	-	-	-	4,929	-
Philanthropy	6,215,513	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	804,059	1,068	536	173	-	4	-	(3,439)
Other	19,055,298	14,941	7,492	735	-	92,103	-	18,392
<b>Total revenues</b>	<b>31,539,558</b>	<b>2,379,342</b>	<b>1,502,055</b>	<b>891,098</b>	<b>-</b>	<b>611,910</b>	<b>4,929</b>	<b>573,713</b>
<b>Expenses and losses</b>								
Compensation	5,068,285	453,988	351,845	138,251	-	154,512	-	212,745
Administrative	480,782	234,284	93,715	76,996	49	77,896	4,978	70,616
Professional services	570,252	123,423	139,568	48,696	1,090	16,633	1,401	21,909
Depreciation and amortization	54,173	361,820	262,050	95,007	-	282,973	-	127,706
Grants	7,854,421	-	-	-	-	-	-	-
Facility	290,180	681,314	488,062	373,689	-	451,138	-	362,920
Interest and fees	10,324	191,353	157,120	66,428	-	1,669	-	16
Bad debts	1,440,670	162,331	147,784	57,644	-	4,795	-	12,784
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	239,457	-	-	-	-	-	-	-
Allocation	1,902,020	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	(131,071)	-	-	-	38	-	2,350	-
<b>Total expenses and losses</b>	<b>17,779,493</b>	<b>2,208,513</b>	<b>1,640,144</b>	<b>856,711</b>	<b>1,177</b>	<b>989,616</b>	<b>8,729</b>	<b>808,696</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>13,760,065</b>	<b>170,829</b>	<b>(138,089)</b>	<b>34,387</b>	<b>(1,177)</b>	<b>(377,706)</b>	<b>(3,800)</b>	<b>(234,983)</b>
Net assets at beginning of year	22,597,653	132,964	(373,612)	198,972	(68,897)	(2,675,408)	(138,122)	(1,684,128)
Other transfers to (from) net assets	(3,592,262)	(50,027)	(8,424)	(22,189)	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 32,765,456</b>	<b>\$ 253,766</b>	<b>\$ (520,125)</b>	<b>\$ 211,170</b>	<b>\$ (70,074)</b>	<b>\$ (3,053,114)</b>	<b>\$ (141,922)</b>	<b>\$ (1,919,111)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Harold Washington Apartments Corporation	Magnolia Limited Partnership (Carlton Apartments)	Red Door Limited Partnership (Major Jenkins Apartments)	4707 Malden Limited Partnership (Miriam Apartments)	Roseland Apartments Corporation	Roseland Limited Partnership (Holland Apartments)	South Loop Apartments Corporation	South Loop Limited Partnership (South Loop Apartments)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 446,816	\$ -	\$ -	\$ -	\$ 512,155	\$ -	\$ 964,954
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	45,648	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	2	-	-	-	57	-	(1,075)
Other	-	1,760,739	8,881	-	-	71,609	-	127,143
<b>Total revenues</b>	<b>-</b>	<b>2,207,557</b>	<b>8,881</b>	<b>-</b>	<b>-</b>	<b>583,821</b>	<b>45,648</b>	<b>1,091,022</b>
<b>Expenses and losses</b>								
Compensation	-	180,766	-	-	-	201,366	-	387,819
Administrative	100	79,000	-	410	50	89,399	45,813	197,208
Professional services	1,554	9,567	-	1,666	1,478	31,273	1,401	115,177
Depreciation and amortization	-	63,879	-	-	-	313,586	-	572,030
Grants	-	1,598,245	21,679	-	-	-	-	-
Facility	-	259,373	-	-	-	387,626	-	594,711
Interest and fees	-	996	-	-	-	1,214	-	177,550
Bad debts	-	8,621	-	-	-	4,829	-	55,117
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	78	-	-	-	445	-	101	-
<b>Total expenses and losses</b>	<b>1,732</b>	<b>2,200,447</b>	<b>21,679</b>	<b>2,076</b>	<b>1,973</b>	<b>1,029,293</b>	<b>47,315</b>	<b>2,099,612</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,732)</b>	<b>7,110</b>	<b>(12,798)</b>	<b>(2,076)</b>	<b>(1,973)</b>	<b>(445,472)</b>	<b>(1,667)</b>	<b>(1,008,590)</b>
Net assets at beginning of year	(450,919)	(438,860)	12,798	(130,892)	(99,530)	(1,361,892)	(82,841)	(5,586,281)
Other transfers to (from) net assets	118,719	118,719	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (333,932)</b>	<b>\$ (313,031)</b>	<b>\$ -</b>	<b>\$ (132,968)</b>	<b>\$ (101,503)</b>	<b>\$ (1,807,364)</b>	<b>\$ (84,508)</b>	<b>\$ (6,594,871)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Winthrop Apartments Corporation	5042 Winthrop Limited Partnership (Delmar Apartments)	Near North Apartments Corporation, NFP	Near North Limited Partnership (Schiff Residences)	Malden Arms Corp. II, NFP	Malden Limited Partnership II (Malden Arms II)	Englewood Apartments, NFP	901 West 63rd Limited Partnership (Englewood Apartments)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 829,585	\$ -	\$ 833,519	\$ -	\$ 549,541	\$ -	\$ 833,729
Developer fees	-	-	-	-	-	-	-	-
Services fees	13,862	-	28,361	-	20,000	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	66,332	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	9	-	84	-	355	-	105
Other	-	41,564	31,745	21,059	-	14,087	-	41,584
<b>Total revenues</b>	<b>13,862</b>	<b>937,490</b>	<b>60,106</b>	<b>854,662</b>	<b>20,000</b>	<b>563,983</b>	<b>-</b>	<b>875,418</b>
<b>Expenses and losses</b>								
Compensation	-	345,829	-	241,585	-	217,486	-	221,200
Administrative	13,912	186,652	28,411	139,083	20,050	118,996	50	102,932
Professional services	1,401	21,802	1,412	67,389	1,440	10,430	2,845	28,313
Depreciation and amortization	-	187,499	-	528,633	-	234,726	-	601,742
Grants	-	-	-	-	-	-	-	-
Facility	-	465,490	-	465,825	-	333,625	-	427,361
Interest and fees	-	314	-	60,441	-	51,621	-	59,733
Bad debts	-	19,939	-	6,018	-	23,519	-	12,410
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	2,900	-	65	-	43	-	58	-
<b>Total expenses and losses</b>	<b>18,213</b>	<b>1,227,525</b>	<b>29,888</b>	<b>1,508,974</b>	<b>21,533</b>	<b>990,403</b>	<b>2,953</b>	<b>1,453,691</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(4,351)</b>	<b>(290,035)</b>	<b>30,218</b>	<b>(654,312)</b>	<b>(1,533)</b>	<b>(426,420)</b>	<b>(2,953)</b>	<b>(578,273)</b>
Net assets at beginning of year	(236,339)	(4,695,356)	5,318,049	4,185,864	498,409	286,557	569,825	8,134,387
Other transfers to (from) net assets	-	-	-	31,745	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (240,690)</b>	<b>\$ (4,985,391)</b>	<b>\$ 5,348,267</b>	<b>\$ 3,563,297</b>	<b>\$ 496,876</b>	<b>\$ (139,863)</b>	<b>\$ 566,872</b>	<b>\$ 7,556,114</b>



**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
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**For the Year Ended December 31, 2021**

	Countryside Seniors, LLC	Countryside Seniors Apartments, LP (Countryside Apartments)	Johnston Center MM, LLC	Johnston Center Re-Use, LLC	HWA-850 Eastwood GP Corp., NFP	HWA-850 Eastwood Limited Partnership	Belvidere Place Corp. I, NFP	Grayslake Senior Housing Limited Partnership
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 648,794	\$ -	\$ 688,403	\$ -	\$ 4,933,239	\$ -	\$ 707,422
Developer fees	-	-	-	-	-	-	-	-
Services fees	5,000	-	-	-	15,000	-	26,460	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	1,647	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	48	-	53	-	3,990	-	(227)
Other	-	8,354	-	44,369	-	130,522	-	9,805
<b>Total revenues</b>	<b>5,000</b>	<b>657,196</b>	<b>-</b>	<b>734,472</b>	<b>15,000</b>	<b>5,067,751</b>	<b>26,460</b>	<b>717,000</b>
<b>Expenses and losses</b>								
Compensation	-	180,586	-	210,418	-	846,019	-	146,262
Administrative	5,049	83,664	100	125,677	15,100	378,124	26,511	108,756
Professional services	2,911	8,280	986	43,879	2,845	37,917	2,845	22,712
Depreciation and amortization	-	505,780	-	458,688	-	2,013,781	-	541,941
Grants	-	-	-	-	-	-	-	-
Facility	-	309,183	-	456,681	-	2,088,121	-	346,485
Interest and fees	-	126,425	-	101,254	-	1,383,941	-	155,059
Bad debts	-	-	-	4,335	-	70,802	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	56	-	67	-	175	-	60	-
<b>Total expenses and losses</b>	<b>8,016</b>	<b>1,213,918</b>	<b>1,153</b>	<b>1,400,932</b>	<b>18,120</b>	<b>6,818,705</b>	<b>29,416</b>	<b>1,321,215</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(3,016)</b>	<b>(556,722)</b>	<b>(1,153)</b>	<b>(666,460)</b>	<b>(3,120)</b>	<b>(1,750,954)</b>	<b>(2,956)</b>	<b>(604,215)</b>
Net assets at beginning of year	2,981,333	4,102,235	(21,393)	3,451,677	2,970,863	4,247,915	(24,887)	13,190,387
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 2,978,317</b>	<b>\$ 3,545,513</b>	<b>\$ (22,546)</b>	<b>\$ 2,785,217</b>	<b>\$ 2,967,743</b>	<b>\$ 2,496,961</b>	<b>\$ (27,843)</b>	<b>\$ 12,586,172</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	104th Street MM, LLC	104th Street Limited Partnership (Pullman Wheelworks)	MHL Holdings, LLC	MHL Keating MM, LLC	2000 Illinois Aurora MM, LLC	St. Catherine Residence, Inc.	SC Residence MM, LLC	SC Residence, LLC (McAuley Apartments)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 2,553,083	\$ -	\$ -	\$ -	\$ 384,124	\$ -	\$ 395,369
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	4,050	-	-	-	-	-
Philanthropy	-	93,520	-	-	-	70,377	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	12,483	-	-	-	36,682	38,802	7
Other	-	31,349	-	-	-	1,286,833	-	6,923
<b>Total revenues</b>	-	2,690,435	4,050	-	-	1,778,016	38,802	402,299
<b>Expenses and losses</b>								
Compensation	-	639,487	-	-	-	257,734	-	116,181
Administrative	50	198,516	4,165	50	50	102,273	51	49,826
Professional services	2,523	27,900	934	2,834	934	17,881	960	11,170
Depreciation and amortization	-	819,719	-	-	-	81,283	-	157,787
Grants	-	-	-	-	-	71,365	-	-
Facility	-	1,274,997	-	-	-	416,238	-	157,315
Interest and fees	-	430,440	-	-	-	3,500	-	110,388
Bad debts	-	34,130	-	-	-	10,400	38,802	21,395
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	(224,962)	1,539,708	-	-
(Gain) loss on investment in limited partnership	73	-	2,011,021	-	-	-	22	-
<b>Total expenses and losses</b>	2,646	3,425,189	2,016,120	2,884	(223,978)	2,500,382	39,835	624,062
<b>Excess (deficiency) of revenues over expenses</b>	(2,646)	(734,754)	(2,012,070)	(2,884)	223,978	(722,366)	(1,033)	(221,763)
Net assets at beginning of year	103,712	5,629,397	(16,429,470)	(21,939)	(220,960)	2,198,857	670,857	640,902
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	\$ 101,066	\$ 4,894,643	\$ (18,441,540)	\$ (24,823)	\$ 3,018	\$ 1,476,491	\$ 669,824	\$ 419,139

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
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	Roseland Place Inc., NFP	Roseland Place Limited Partnership	Mercy River West Commons Elgin LLC	Danville Veterans Housing MM, LLC	Danville Veterans Housing, LLC (Canon Place)	Greenwich Park Apartments MM, LLC	Greenwich Park Apartments, LLC	Mercy Sterling NFP
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 763,626	\$ 1,201,116	\$ -	\$ 483,016	\$ -	\$ 637,047	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	61,985	74	52	-	(628)	-	212	-
Other	-	5,235	34,309	-	48,057	-	15,633	-
<b>Total revenues</b>	<b>61,985</b>	<b>768,935</b>	<b>1,235,477</b>	<b>-</b>	<b>530,445</b>	<b>-</b>	<b>652,892</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	-	264,114	147,712	-	197,074	-	100,398	-
Administrative	15	102,225	111,152	49	62,640	49	78,666	-
Professional services	3,784	9,591	9,677	2,911	9,920	2,860	11,859	2,834
Depreciation and amortization	-	457,705	196,412	-	705,567	-	547,566	-
Grants	-	-	-	-	-	-	-	-
Facility	-	341,439	528,602	-	299,972	-	266,538	-
Interest and fees	-	146,257	306,072	-	47,940	-	239,236	-
Bad debts	61,985	3,424	21,561	-	4,035	-	33,961	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	56	-	-	80	-	63	-	13,540
<b>Total expenses and losses</b>	<b>65,840</b>	<b>1,324,755</b>	<b>1,321,188</b>	<b>3,040</b>	<b>1,327,148</b>	<b>2,972</b>	<b>1,278,224</b>	<b>16,374</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(3,855)</b>	<b>(555,820)</b>	<b>(85,711)</b>	<b>(3,040)</b>	<b>(796,703)</b>	<b>(2,972)</b>	<b>(625,332)</b>	<b>(16,374)</b>
Net assets at beginning of year	10,312,396	10,181,434	(1,273,386)	309,059	10,540,515	(2,533)	3,855,343	(11,697)
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 10,308,541</b>	<b>\$ 9,625,614</b>	<b>\$ (1,359,097)</b>	<b>\$ 306,019</b>	<b>\$ 9,743,812</b>	<b>\$ (5,505)</b>	<b>\$ 3,230,011</b>	<b>\$ (28,071)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
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	New Sterling Park MM, LLC	New Sterling Park, LLC (The Lofts at Arthington)	Kankakee Station Street Senior Housing MM LLC GP	Kankakee Station Street Senior Housing, LLC	Roseland Village	MHL Miriam Apartments GP LLC	Miriam Apartments, LP	MHL 1 Major Jenkins GP LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 1,305,177	\$ -	\$ 618,710	\$ 158,889	\$ -	\$ 795,804	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	16,255	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	2,808	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	570	-	220	6	-	30	-
Other	-	583,570	-	14,587	25	-	5,528	-
<b>Total revenues</b>	<b>16,255</b>	<b>1,889,317</b>	<b>-</b>	<b>633,517</b>	<b>158,920</b>	<b>-</b>	<b>804,170</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	-	412,157	-	162,681	43,413	-	166,474	-
Administrative	16,305	161,895	91	89,817	16,938	-	49,483	886
Professional services	3,145	11,660	2,987	12,412	10,300	934	17,297	934
Depreciation and amortization	-	2,260,111	-	548,942	141,804	-	518,715	-
Grants	-	-	-	-	-	-	-	-
Facility	-	1,094,820	-	453,842	77,276	-	301,063	-
Interest and fees	-	679,014	-	145,664	15	-	144,857	-
Bad debts	-	34,426	-	6,646	1,692	-	46,172	-
Provision for impaired assets	-	-	-	5,018,397	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	249	-	581	-	-	44	-	24
<b>Total expenses and losses</b>	<b>19,699</b>	<b>4,654,083</b>	<b>3,659</b>	<b>6,438,401</b>	<b>291,438</b>	<b>978</b>	<b>1,244,061</b>	<b>1,844</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(3,444)</b>	<b>(2,764,766)</b>	<b>(3,659)</b>	<b>(5,804,884)</b>	<b>(132,518)</b>	<b>(978)</b>	<b>(439,891)</b>	<b>(1,844)</b>
Net assets at beginning of year	(11,379)	16,445,649	685,378	8,818,618	(572,643)	1,732,825	10,031,571	(1,106,872)
Other transfers to (from) net assets	-	-	-	-	-	-	939,487	-
<b>Net assets at end of year</b>	<b>\$ (14,823)</b>	<b>\$ 13,680,883</b>	<b>\$ 681,719</b>	<b>\$ 3,013,734</b>	<b>\$ (705,161)</b>	<b>\$ 1,731,847</b>	<b>\$ 10,531,167</b>	<b>\$ (1,108,716)</b>

**Mercy Housing Lakefront**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHL 1 Major Jenkins, LP	Carlton Apartments MM, LLC	Carlton Apartments Supportive Housing LLC	Eliminations	Consolidated Mercy Housing Lakefront
<b>Revenues</b>					
Rent - net of vacancies	\$ 1,388,887	\$ -	\$ 97,834	\$ (1,278,493)	\$ 27,278,459
Developer fees	-	-	-	(422,670)	1,216,452
Services fees	-	-	-	(846,921)	3,158,210
Philanthropy	-	-	-	(54,643)	6,324,767
Capital grants	-	-	-	(66,332)	4,455
Consulting	-	-	-	-	-
Interest	1,209	-	-	(938,131)	19,375
Other	13,983	-	149	(6,432,307)	17,114,296
<b>Total revenues</b>	<u>1,404,079</u>	<u>-</u>	<u>97,983</u>	<u>(10,039,497)</u>	<u>55,116,014</u>
<b>Expenses and losses</b>					
Compensation	296,469	-	38,270	-	12,401,126
Administrative	228,016	-	34,028	(399,413)	3,712,186
Professional services	25,112	-	9,205	(500,851)	1,054,202
Depreciation and amortization	443,859	-	2,887	(664,755)	13,423,616
Grants	-	3,592,262	-	(6,791,020)	6,346,952
Facility	485,337	-	28,878	-	14,508,101
Interest and fees	185,479	-	-	(932,360)	4,051,960
Bad debts	11,220	-	1,286	(1,524,322)	838,411
Provision for impaired assets	-	-	-	-	5,018,397
Project expenses	-	-	-	-	239,457
Allocation	-	-	-	-	1,902,020
(Gain) loss on sale of assets	-	-	-	224,962	1,539,708
(Gain) loss on investment in limited partnership	-	2	-	(1,863,380)	37,740
<b>Total expenses and losses</b>	<u>1,675,492</u>	<u>3,592,264</u>	<u>114,554</u>	<u>(12,451,139)</u>	<u>65,073,876</u>
<b>Excess (deficiency) of revenues over expenses</b>	(271,413)	(3,592,264)	(16,571)	2,411,642	(9,957,862)
Net assets at beginning of year	635,785	-	-	1,268,645	119,220,595
Other transfers to (from) net assets	-	3,413,441	1,946,070	108,897	3,004,176
<b>Net assets at end of year</b>	<u>\$ 364,372</u>	<u>\$ (178,823)</u>	<u>\$ 1,929,499</u>	<u>\$ 3,789,184</u>	<u>\$ 112,266,909</u>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing South East	Mercy Place Belmont, Inc.	Mercy Housing Pembroke, Inc. (McFadden Place)	Mercy Housing Georgia Holdings, LLC (1826 Florance Street)	Marshside Village, Inc.	Allegre Point Senior Residences, Inc.	MHSE Adamsville Green Senior Partners, LLC	Adamsville Green Limited Partnership
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 43,149	\$ 10,145	\$ 3,338	\$ 22,742	\$ 67,013	\$ -	\$ 115,328
Cash, tenant security deposits	-	13,420	-	-	12,529	19,194	-	9,614
Cash, restricted	207,603	-	2,585	-	-	25,808	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	13,868	2,237	-	-	1,981	1,358	-	12,552
Due from affiliate, net	2,460,128	-	955	-	-	-	16,248	-
Pledges receivable, net	94,784	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	8,575,716	-	-	-	-	-	-	-
Prepaid expenses and other assets	53,936	10,650	-	516	9,697	15,730	-	42,456
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>11,406,035</b>	<b>69,456</b>	<b>13,685</b>	<b>3,854</b>	<b>46,949</b>	<b>129,103</b>	<b>16,248</b>	<b>179,950</b>
Property and equipment								
Land and land improvements	-	24,650	-	15,789	241,500	324,260	-	2,076,465
Buildings	-	3,321,035	-	297,827	3,549,362	6,011,733	-	7,663,940
Furniture and equipment	113,667	60,348	-	4,596	150,446	112,202	-	1,105,020
Predevelopment project costs	410,037	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(79,805)	(2,082,035)	-	(181,089)	(1,987,515)	(2,989,719)	-	(3,868,632)
<b>Net property and equipment</b>	<b>443,899</b>	<b>1,323,998</b>	<b>-</b>	<b>137,123</b>	<b>1,953,793</b>	<b>3,458,476</b>	<b>-</b>	<b>6,976,793</b>
Other long-term assets								
Restricted property reserves	-	87,501	4	-	113,052	85,354	-	571,894
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	800,000	-	-	-	-	-	-	-
Due from affiliates	2,921,910	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	2,196,306	-	-	-	-	-	(87,927)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	7,519,457	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	35,721
<b>Total other long-term assets</b>	<b>13,437,673</b>	<b>87,501</b>	<b>4</b>	<b>-</b>	<b>113,052</b>	<b>85,354</b>	<b>(87,927)</b>	<b>607,615</b>
<b>Total assets</b>	<b>\$ 25,287,607</b>	<b>\$ 1,480,955</b>	<b>\$ 13,689</b>	<b>\$ 140,977</b>	<b>\$ 2,113,794</b>	<b>\$ 3,672,933</b>	<b>\$ (71,679)</b>	<b>\$ 7,764,358</b>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing South East	Mercy Place Belmont, Inc.	Mercy Housing Pembroke, Inc. (McFadden Place)	Mercy Housing Georgia Holdings, LLC (1826 Florance Street)	Marshside Village, Inc.	Allegre Point Senior Residences, Inc.	MHSE Adamsville Green Senior Partners, LLC	Adamsville Green Limited Partnership
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 345,535	\$ 31,039	\$ 6,460	\$ 1,569	\$ 6,391	\$ 55,221	\$ -	\$ 76,819
Due to affiliates	20,901,336	54,561	-	-	-	-	15,257	9,794
Accrued interest	-	-	-	260	-	-	-	523
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	7,940	-	-	-	42,448
Current portion of notes payable, affiliates	2,705,141	-	-	222,097	-	-	-	-
Deferred revenue and other liabilities	47,874	-	-	-	48	1,241	-	1,397
Tenant security deposits	-	12,893	-	-	12,529	19,145	-	9,412
<b>Total current liabilities</b>	<b>23,999,886</b>	<b>98,493</b>	<b>6,460</b>	<b>231,866</b>	<b>18,968</b>	<b>75,607</b>	<b>15,257</b>	<b>140,393</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	35,332
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	77,237	-	(28,277)	-	2,750,872
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	24,695	-	-	-	-	2,010	-	-
<b>Total long-term liabilities</b>	<b>24,695</b>	<b>-</b>	<b>-</b>	<b>77,237</b>	<b>-</b>	<b>(26,267)</b>	<b>-</b>	<b>2,786,204</b>
<b>Total liabilities</b>	<b>24,024,581</b>	<b>98,493</b>	<b>6,460</b>	<b>309,103</b>	<b>18,968</b>	<b>49,340</b>	<b>15,257</b>	<b>2,926,597</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(120,602)	1,382,462	7,229	(168,126)	2,094,826	3,623,593	(86,936)	4,837,761
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(120,602)</b>	<b>1,382,462</b>	<b>7,229</b>	<b>(168,126)</b>	<b>2,094,826</b>	<b>3,623,593</b>	<b>(86,936)</b>	<b>4,837,761</b>
Net assets with donor restrictions	1,383,628	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>1,263,026</b>	<b>1,382,462</b>	<b>7,229</b>	<b>(168,126)</b>	<b>2,094,826</b>	<b>3,623,593</b>	<b>(86,936)</b>	<b>4,837,761</b>
<b>Total liabilities and net assets</b>	<b>\$ 25,287,607</b>	<b>\$ 1,480,955</b>	<b>\$ 13,689</b>	<b>\$ 140,977</b>	<b>\$ 2,113,794</b>	<b>\$ 3,672,933</b>	<b>\$ (71,679)</b>	<b>\$ 7,764,358</b>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Dublin Manor, Inc.	McAuley Manor, Inc.	Mercy Manor, Inc.	Riverview - St. Mary's Inc.(St. Mary's Riverview I)	St. Mary's Villa at Riverview II, Inc. (St. Mary's Riverview II)	St. Mary's Villa, Inc.	Sacred Heart Village I, Inc.	Sacred Heart Village II, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 24,868	\$ 18,877	\$ 15,014	\$ 9,766	\$ 8,274	\$ 6,789	\$ 12,197	\$ 42,060
Cash, tenant security deposits	10,983	9,741	9,368	13,397	10,711	16,747	17,081	20,004
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	712	71	8	10,269	9,564	9,532	2,878	511
Due from affiliate, net	-	-	-	-	254	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	8,526	10,622	9,473	10,432	10,389	10,726	14,144	13,601
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>45,089</b>	<b>39,311</b>	<b>33,863</b>	<b>43,864</b>	<b>39,192</b>	<b>43,794</b>	<b>46,300</b>	<b>76,176</b>
Property and equipment								
Land and land improvements	80,000	108,170	55,000	75,000	84,000	109,340	135,461	304,262
Buildings	2,297,813	1,722,900	1,778,427	2,458,368	2,626,214	2,620,458	2,848,289	3,207,573
Furniture and equipment	26,135	38,215	43,901	38,257	33,865	48,957	59,232	86,983
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(1,021,697)	(984,818)	(1,013,930)	(1,359,304)	(1,352,894)	(1,549,722)	(1,851,112)	(1,734,581)
<b>Net property and equipment</b>	<b>1,382,251</b>	<b>884,467</b>	<b>863,398</b>	<b>1,212,321</b>	<b>1,391,185</b>	<b>1,229,033</b>	<b>1,191,870</b>	<b>1,864,237</b>
Other long-term assets								
Restricted property reserves	208,335	216,870	151,746	253,788	254,738	283,548	177,701	207,493
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>208,335</b>	<b>216,870</b>	<b>151,746</b>	<b>253,788</b>	<b>254,738</b>	<b>283,548</b>	<b>177,701</b>	<b>207,493</b>
<b>Total assets</b>	<b>\$ 1,635,675</b>	<b>\$ 1,140,648</b>	<b>\$ 1,049,007</b>	<b>\$ 1,509,973</b>	<b>\$ 1,685,115</b>	<b>\$ 1,556,375</b>	<b>\$ 1,415,871</b>	<b>\$ 2,147,906</b>



**Mercy Housing South East**  
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	Dublin Manor, Inc.	McAuley Manor, Inc.	Mercy Manor, Inc.	Riverview - St. Mary's Inc.(St. Mary's Riverview I)	St. Mary's Villa at Riverview II, Inc. (St. Mary's Riverview II)	St. Mary's Villa, Inc.	Sacred Heart Village I, Inc.	Sacred Heart Village II, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 25,540	\$ 32,167	\$ 28,698	\$ 90,252	\$ 72,877	\$ 92,545	\$ 44,740	\$ 45,958
Due to affiliates	-	-	-	254	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	2,529	1,511	177	3,092	972	1,886	4	596
Tenant security deposits	10,731	9,229	8,868	13,330	10,876	15,508	16,608	19,070
<b>Total current liabilities</b>	<b>38,800</b>	<b>42,907</b>	<b>37,743</b>	<b>106,928</b>	<b>84,725</b>	<b>109,939</b>	<b>61,352</b>	<b>65,624</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	-	-	-	-	-	-
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	38	104	53	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38</b>	<b>104</b>	<b>53</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>38,800</b>	<b>42,907</b>	<b>37,743</b>	<b>106,966</b>	<b>84,829</b>	<b>109,992</b>	<b>61,352</b>	<b>65,624</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	1,596,875	1,097,741	1,011,264	1,403,007	1,600,286	1,446,383	1,354,519	2,082,282
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>1,596,875</b>	<b>1,097,741</b>	<b>1,011,264</b>	<b>1,403,007</b>	<b>1,600,286</b>	<b>1,446,383</b>	<b>1,354,519</b>	<b>2,082,282</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>1,596,875</b>	<b>1,097,741</b>	<b>1,011,264</b>	<b>1,403,007</b>	<b>1,600,286</b>	<b>1,446,383</b>	<b>1,354,519</b>	<b>2,082,282</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,635,675</b>	<b>\$ 1,140,648</b>	<b>\$ 1,049,007</b>	<b>\$ 1,509,973</b>	<b>\$ 1,685,115</b>	<b>\$ 1,556,375</b>	<b>\$ 1,415,871</b>	<b>\$ 2,147,906</b>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
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	Sacred Heart Village III, Inc.	St. Theresa Village, Inc.	Siena Springs (Siena Springs I)	Siena Springs II	Charles Meadows Corporation	Charles Crest Corporation (Charles Crest I)	Charles Crest II, Corporation	Savannah Gardens Senior Residences, Inc
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 33,916	\$ 48,020	\$ 54,742	\$ 86,424	\$ 11,435	\$ 54,929	\$ 53,062	\$ 29,343
Cash, tenant security deposits	16,877	17,727	13,107	9,190	8,238	17,390	14,372	12,229
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	931	1,220	4,239	2,223	3,846	487	3,682	5,984
Due from affiliate, net	-	-	-	-	-	21	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	14,448	10,867	12,894	8,839	9,353	65,348	11,542	10,703
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>66,172</b>	<b>77,834</b>	<b>84,982</b>	<b>106,676</b>	<b>32,872</b>	<b>138,175</b>	<b>82,658</b>	<b>58,259</b>
Property and equipment								
Land and land improvements	234,725	150,904	65,459	45,918	30,834	320,690	96,822	573,978
Buildings	3,174,493	2,950,627	2,290,864	2,323,246	1,263,936	1,269,252	2,955,132	3,153,781
Furniture and equipment	67,164	15,884	132,122	97,078	23,000	618,837	50,967	314,277
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	93,504	-	-
Accumulated depreciation	(1,638,915)	(1,803,716)	(2,096,411)	(1,171,431)	(964,125)	(1,821,186)	(2,097,785)	(1,471,191)
<b>Net property and equipment</b>	<b>1,837,467</b>	<b>1,313,699</b>	<b>392,034</b>	<b>1,294,811</b>	<b>353,645</b>	<b>481,097</b>	<b>1,005,136</b>	<b>2,570,845</b>
Other long-term assets								
Restricted property reserves	141,070	153,025	352,273	350,583	169,943	1,089,830	237,547	322,385
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>141,070</b>	<b>153,025</b>	<b>352,273</b>	<b>350,583</b>	<b>169,943</b>	<b>1,089,830</b>	<b>237,547</b>	<b>322,385</b>
<b>Total assets</b>	<b>\$ 2,044,709</b>	<b>\$ 1,544,558</b>	<b>\$ 829,289</b>	<b>\$ 1,752,070</b>	<b>\$ 556,460</b>	<b>\$ 1,709,102</b>	<b>\$ 1,325,341</b>	<b>\$ 2,951,489</b>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
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	Sacred Heart Village III, Inc.	St. Theresa Village, Inc.	Siena Springs (Siena Springs I)	Siena Springs II	Charles Meadows Corporation	Charles Crest Corporation (Charles Crest I)	Charles Crest II, Corporation	Savannah Gardens Senior Residences, Inc
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 46,457	\$ 118,270	\$ 138,507	\$ 90,150	\$ 46,059	\$ 298,988	\$ 91,808	\$ 45,628
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	3,864	-	-	4,638	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	41,117	-	-	44,890	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	5,378	1,785	2,811	878	2,948	1,604	1,744	3,040
Tenant security deposits	16,499	15,995	12,557	8,685	7,329	17,101	14,371	11,786
Total current liabilities	68,334	136,050	198,856	99,713	56,336	367,221	107,923	60,454
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	-	1,246,924	18,000	-	2,208,432	-	(5,758)
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	230	240	-
Total long-term liabilities	-	-	1,246,924	18,000	-	2,208,662	240	(5,758)
<b>Total liabilities</b>	68,334	136,050	1,445,780	117,713	56,336	2,575,883	108,163	54,696
<b>Net assets</b>								
Net assets without donor restrictions, controlling	1,976,375	1,408,508	(616,491)	1,634,357	500,124	(866,781)	1,217,178	2,896,793
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	1,976,375	1,408,508	(616,491)	1,634,357	500,124	(866,781)	1,217,178	2,896,793
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	1,976,375	1,408,508	(616,491)	1,634,357	500,124	(866,781)	1,217,178	2,896,793
<b>Total liabilities and net assets</b>	\$ 2,044,709	\$ 1,544,558	\$ 829,289	\$ 1,752,070	\$ 556,460	\$ 1,709,102	\$ 1,325,341	\$ 2,951,489

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**Consolidating Statement of Financial Position**  
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	MHSE Mauldin Center MM, LLC GP	MHSE Mauldin Center Apartment, LLC (Olii Place)	Thrive Sweet Auburn PCCI MHSE 17 GP	Thrive Sweet Auburn PCCI MHSE 17, LP	MHSE Belvedere MM, LLC	MHSE Belvedere, LLC	Clairmont Fam MHSE HADC GP	Clairmont Family
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash, tenant security deposits	-	-	-	-	-	-	-	-
Cash, restricted	-	460	-	83,240	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	-	-	-
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
Total current assets	-	460	-	83,240	-	-	-	-
Property and equipment								
Land and land improvements	-	310,050	-	1,732,402	-	1,291,406	-	5,144,825
Buildings	-	-	-	-	-	-	-	-
Furniture and equipment	-	6,499	-	-	-	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	7,050,642	-	6,200,303	-	108,868	-	118,994
Accumulated depreciation	-	-	-	-	-	-	-	-
Net property and equipment	-	7,367,191	-	7,932,705	-	1,400,274	-	5,263,819
Other long-term assets								
Restricted property reserves	-	-	-	-	-	-	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(19,209)	-	(15,299)	-	525,456	-	22,185	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	84,385	-	9,750	-	11,000	-	6,500
Total other long-term assets	(19,209)	84,385	(15,299)	9,750	525,456	11,000	22,185	6,500
<b>Total assets</b>	<b>\$ (19,209)</b>	<b>\$ 7,452,036</b>	<b>\$ (15,299)</b>	<b>\$ 8,025,695</b>	<b>\$ 525,456</b>	<b>\$ 1,411,274</b>	<b>\$ 22,185</b>	<b>\$ 5,270,319</b>

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	MHSE Mauldin Center MM, LLC GP	MHSE Mauldin Center Apartment, LLC (Olii Place)	Thrive Sweet Auburn PCCI MHSE 17 GP	Thrive Sweet Auburn PCCI MHSE 17, LP	MHSE Belvedere MM, LLC	MHSE Belvedere, LLC	Clairmont Fam MHSE HADC GP	Clairmont Family
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 1,207,369	\$ -	\$ 2,179,544	\$ -	\$ 5,255	\$ -	\$ 4,510
Due to affiliates	-	489,486	934	167,252	-	-	-	-
Accrued interest	-	7,690	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	3,659	-	880,563	-	1,346,776
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
Tenant security deposits	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>-</b>	<b>1,704,545</b>	<b>934</b>	<b>2,350,455</b>	<b>-</b>	<b>885,818</b>	<b>-</b>	<b>1,351,286</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	1,301	-	2,176	-	-	-	-
Accrued interest, affiliates	-	7,564	-	9,171	-	-	-	-
Notes payable, less current portion, net	-	3,396,733	-	994,668	-	-	-	(24,664)
Notes payable, less current portion, affiliates	-	379,108	-	1,517,438	-	-	-	1,725,206
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>3,784,706</b>	<b>-</b>	<b>2,523,453</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,700,542</b>
<b>Total liabilities</b>	<b>-</b>	<b>5,489,251</b>	<b>934</b>	<b>4,873,908</b>	<b>-</b>	<b>885,818</b>	<b>-</b>	<b>3,051,828</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(19,209)	1,962,785	(16,233)	3,151,787	525,456	525,456	22,185	2,218,491
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(19,209)</b>	<b>1,962,785</b>	<b>(16,233)</b>	<b>3,151,787</b>	<b>525,456</b>	<b>525,456</b>	<b>22,185</b>	<b>2,218,491</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(19,209)</b>	<b>1,962,785</b>	<b>(16,233)</b>	<b>3,151,787</b>	<b>525,456</b>	<b>525,456</b>	<b>22,185</b>	<b>2,218,491</b>
<b>Total liabilities and net assets</b>	<b>\$ (19,209)</b>	<b>\$ 7,452,036</b>	<b>\$ (15,299)</b>	<b>\$ 8,025,695</b>	<b>\$ 525,456</b>	<b>\$ 1,411,274</b>	<b>\$ 22,185</b>	<b>\$ 5,270,319</b>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Community Housing Georgia, Inc.	Eliminations	Consolidated Mercy Housing South East
<b>Assets</b>			
Current assets			
Cash and cash equivalents	\$ 1,192,751	\$ -	\$ 1,964,182
Cash, tenant security deposits	402,551	-	674,470
Cash, restricted	570,673	-	890,369
Investments	-	-	-
Investments, restricted	-	-	-
Accounts receivable, net	585,843	(833)	673,163
Due from affiliate, net	23,276	(1,728,386)	772,496
Pledges receivable, net	-	-	94,784
Grants receivable	-	-	-
Current portion of notes and interest receivable	-	-	-
Current portion of notes and interest receivable, affiliates	-	(8,243,247)	332,469
Prepaid expenses and other assets	543,085	(47,873)	860,104
Inventory	-	-	-
Assets held for sale	-	-	-
Total current assets	<u>3,318,179</u>	<u>(10,020,339)</u>	<u>6,262,037</u>
Property and equipment			
Land and land improvements	26,291,925	-	39,923,835
Buildings	173,778,474	(9,321,103)	224,242,641
Furniture and equipment	6,080,150	-	9,327,802
Predevelopment project costs	-	-	410,037
Construction in progress	15,803,737	(496,953)	28,879,095
Accumulated depreciation	<u>(76,754,778)</u>	<u>3,393,146</u>	<u>(108,483,245)</u>
Net property and equipment	<u>145,199,508</u>	<u>(6,424,910)</u>	<u>194,300,165</u>
Other long-term assets			
Restricted property reserves	6,535,633	-	11,964,313
Long-term investments	-	-	-
Long-term investments, restricted	-	-	800,000
Due from affiliates	-	(2,921,910)	-
Pledges receivable, net	-	-	-
Investments in limited partnerships, net	-	(2,621,512)	-
Notes and interest receivable, net	-	-	-
Notes and interest receivable, affiliates	-	(7,431,362)	88,095
Allowance for impaired assets	-	-	-
Other assets, net	<u>738,825</u>	<u>-</u>	<u>886,181</u>
Total other long-term assets	<u>7,274,458</u>	<u>(12,974,784)</u>	<u>13,738,589</u>
<b>Total assets</b>	<u>\$ 155,792,145</u>	<u>\$ (29,420,033)</u>	<u>\$ 214,300,791</u>

**Mercy Housing South East**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Community Housing Georgia, Inc.	Eliminations	Consolidated Mercy Housing South East
<b>Liabilities</b>			
Current liabilities			
Accounts payable and accrued expenses	\$ 7,540,990	\$ (96,262)	\$ 12,673,084
Due to affiliates	9,181,018	(7,802,239)	23,017,653
Accrued interest	106,994	(3)	123,966
Accrued interest, affiliates	-	-	-
Current portion of notes payable	4,823,397	(70)	4,959,722
Current portion of notes payable, affiliates	3,154,810	(5,607,906)	2,705,140
Deferred revenue and other liabilities	212,502	(47,873)	246,144
Tenant security deposits	389,385	-	651,907
<b>Total current liabilities</b>	<b>25,409,096</b>	<b>(13,554,353)</b>	<b>44,377,616</b>
Long-term liabilities			
Due to affiliates	-	-	-
Accrued interest	498,016	-	536,825
Accrued interest, affiliates	26,691	(30,331)	13,095
Notes payable, less current portion, net	55,336,206	(17,833)	65,952,540
Notes payable, less current portion, affiliates	7,157,863	(7,512,263)	3,267,352
Deferred revenue and other liabilities	9,489,649	(7,786,612)	1,730,407
<b>Total long-term liabilities</b>	<b>72,508,425</b>	<b>(15,347,039)</b>	<b>71,500,219</b>
<b>Total liabilities</b>	<b>97,917,521</b>	<b>(28,901,392)</b>	<b>115,877,835</b>
<b>Net assets</b>			
Net assets without donor restrictions, controlling	57,833,987	(518,641)	96,998,691
Net assets without donor restrictions, noncontrolling	-	-	-
<b>Total net assets without donor restrictions</b>	<b>57,833,987</b>	<b>(518,641)</b>	<b>96,998,691</b>
Net assets with donor restrictions	40,637	-	1,424,265
<b>Total net assets</b>	<b>57,874,624</b>	<b>(518,641)</b>	<b>98,422,956</b>
<b>Total liabilities and net assets</b>	<b>\$ 155,792,145</b>	<b>\$ (29,420,033)</b>	<b>\$ 214,300,791</b>

**Mercy Housing South East**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing South East	Mercy Place Belmont, Inc.	Mercy Housing Pembroke, Inc. (McFadden Place)	Mercy Housing Georgia Holdings, LLC (1826 Florance Street)	Marshside Village, Inc.	Allegre Point Senior Residences, Inc.	MHSE Adamsville Green Senior Partners, LLC	Adamsville Green Limited Partnership
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 321,493	\$ 207,660	\$ -	\$ 438,896	\$ 472,181	\$ -	\$ 883,483
Developer fees	2,248,796	-	-	-	-	-	-	-
Services fees	828,207	-	-	-	-	-	45,166	-
Philanthropy	962,468	-	-	-	-	-	-	-
Capital grants	44,800	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	78,637	170	66	-	14	(95)	-	39
Other	3,070,299	1,964	437	-	10,713	4,085	-	8,068
<b>Total revenues</b>	<b>7,233,207</b>	<b>323,627</b>	<b>208,163</b>	<b>-</b>	<b>449,623</b>	<b>476,171</b>	<b>45,166</b>	<b>891,590</b>
<b>Expenses and losses</b>								
Compensation	1,667,877	148,217	46,316	-	183,494	163,146	-	184,144
Administrative	351,716	57,948	118,640	89	75,053	103,371	49,531	154,708
Professional services	173,603	8,777	45,297	2,312	21,937	10,140	2,834	82,808
Depreciation and amortization	20,838	127,260	21,761	11,327	139,106	225,245	-	268,387
Grants	2,819,824	-	-	-	-	-	-	-
Facility	61,827	85,378	45,341	913	109,044	181,616	-	408,478
Interest and fees	291,136	-	-	13,061	861	1,103	-	57,091
Bad debts	37,009	-	1,464	-	1,812	1,815	-	2,911
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	4,905	-	-	-	-	-	-	-
Allocation	646,615	-	-	-	-	-	-	-
(Gain) loss on sale of assets	(280,000)	-	455,464	-	-	-	-	-
(Gain) loss on investment in limited partnership	(2,185,407)	-	-	-	-	-	24	-
<b>Total expenses and losses</b>	<b>3,609,943</b>	<b>427,580</b>	<b>734,283</b>	<b>27,702</b>	<b>531,307</b>	<b>686,436</b>	<b>52,389</b>	<b>1,158,527</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>3,623,264</b>	<b>(103,953)</b>	<b>(526,120)</b>	<b>(27,702)</b>	<b>(81,684)</b>	<b>(210,265)</b>	<b>(7,223)</b>	<b>(266,937)</b>
Net assets at beginning of year	(2,394,741)	1,486,415	533,349	(140,424)	2,176,510	3,833,858	(79,713)	5,113,506
Other transfers to (from) net assets	34,503	-	-	-	-	-	-	(8,808)
<b>Net assets at end of year</b>	<b>\$ 1,263,026</b>	<b>\$ 1,382,462</b>	<b>\$ 7,229</b>	<b>\$ (168,126)</b>	<b>\$ 2,094,826</b>	<b>\$ 3,623,593</b>	<b>\$ (86,936)</b>	<b>\$ 4,837,761</b>



**Mercy Housing South East**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Dublin Manor, Inc.	McAuley Manor, Inc.	Mercy Manor, Inc.	Riverview - St. Mary's Inc.(St. Mary's Riverview I)	St. Mary's Villa at Riverview II, Inc. (St. Mary's Riverview II)	St. Mary's Villa, Inc.	Sacred Heart Village I, Inc.	Sacred Heart Village II, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ 265,571	\$ 271,802	\$ 247,078	\$ 327,222	\$ 314,664	\$ 382,238	\$ 452,648	\$ 449,329
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	12	12	8	36	31	41	10	10
Other	2,136	10,243	4,030	2,926	2,222	2,868	3,678	3,586
<b>Total revenues</b>	<b>267,719</b>	<b>282,057</b>	<b>251,116</b>	<b>330,184</b>	<b>316,917</b>	<b>385,147</b>	<b>456,336</b>	<b>452,925</b>
<b>Expenses and losses</b>								
Compensation	93,931	92,912	84,403	104,835	116,417	154,542	136,640	137,346
Administrative	42,671	49,919	49,477	66,161	33,455	50,785	81,587	76,488
Professional services	8,380	8,380	8,380	8,432	9,380	8,380	9,547	9,363
Depreciation and amortization	58,070	43,666	45,934	63,138	69,259	60,984	85,960	88,695
Grants	-	-	-	-	-	-	-	-
Facility	80,734	112,521	90,273	119,503	115,734	134,180	180,619	168,846
Interest and fees	1	1	1	2	2	2	-	-
Bad debts	-	-	-	28	-	-	3,256	1,992
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>283,787</b>	<b>307,399</b>	<b>278,468</b>	<b>362,099</b>	<b>344,247</b>	<b>408,873</b>	<b>497,609</b>	<b>482,730</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(16,068)</b>	<b>(25,342)</b>	<b>(27,352)</b>	<b>(31,915)</b>	<b>(27,330)</b>	<b>(23,726)</b>	<b>(41,273)</b>	<b>(29,805)</b>
Net assets at beginning of year	1,612,943	1,123,083	1,038,616	1,434,922	1,627,616	1,470,109	1,395,792	2,112,087
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 1,596,875</b>	<b>\$ 1,097,741</b>	<b>\$ 1,011,264</b>	<b>\$ 1,403,007</b>	<b>\$ 1,600,286</b>	<b>\$ 1,446,383</b>	<b>\$ 1,354,519</b>	<b>\$ 2,082,282</b>

**Mercy Housing South East**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Sacred Heart Village III, Inc.	St. Theresa Village, Inc.	Siena Springs (Siena Springs I)	Siena Springs II	Charles Meadows Corporation	Charles Crest Corporation (Charles Crest I)	Charles Crest II, Corporation	Savannah Gardens Senior Residences, Inc
<b>Revenues</b>								
Rent - net of vacancies	\$ 497,413	\$ 482,404	\$ 478,023	\$ 321,950	\$ 282,245	\$ 492,076	\$ 468,944	\$ 297,736
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	6	8	218	19	9	1,054	28	18
Other	3,663	4,171	4,969	8,461	6,287	3,823	4,131	3,218
<b>Total revenues</b>	<b>501,082</b>	<b>486,583</b>	<b>483,210</b>	<b>330,430</b>	<b>288,541</b>	<b>496,953</b>	<b>473,103</b>	<b>300,972</b>
<b>Expenses and losses</b>								
Compensation	164,944	179,959	113,856	108,926	96,674	103,933	144,083	122,465
Administrative	84,845	61,764	54,691	41,928	55,640	82,408	71,461	66,061
Professional services	9,963	15,513	10,120	8,830	9,263	8,630	9,897	8,960
Depreciation and amortization	95,963	78,126	61,661	71,578	33,342	39,102	78,045	125,776
Grants	-	-	-	-	-	-	-	-
Facility	159,212	191,346	178,457	140,472	121,026	198,243	187,819	97,090
Interest and fees	-	-	47,028	-	-	78,591	2	187
Bad debts	-	323	3,000	1,405	5,356	-	74	2,805
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>514,927</b>	<b>527,031</b>	<b>468,813</b>	<b>373,139</b>	<b>321,301</b>	<b>510,907</b>	<b>491,381</b>	<b>423,344</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(13,845)</b>	<b>(40,448)</b>	<b>14,397</b>	<b>(42,709)</b>	<b>(32,760)</b>	<b>(13,954)</b>	<b>(18,278)</b>	<b>(122,372)</b>
Net assets at beginning of year	1,990,220	1,448,956	(630,888)	1,677,066	532,884	(852,827)	1,235,456	3,019,165
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 1,976,375</b>	<b>\$ 1,408,508</b>	<b>\$ (616,491)</b>	<b>\$ 1,634,357</b>	<b>\$ 500,124</b>	<b>\$ (866,781)</b>	<b>\$ 1,217,178</b>	<b>\$ 2,896,793</b>

**Mercy Housing South East**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHSE Mauldin Center MM, LLC GP	MHSE Mauldin Center Apartment, LLC (Olii Place)	Thrive Sweet Auburn PCCI MHSE 17 GP	Thrive Sweet Auburn PCCI MHSE 17, LP	MHSE Belvedere MM, LLC	MHSE Belvedere, LLC	Clairmont Fam MHSE HADC GP	Clairmont Family
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	530,000	-	2,223,000
<b>Total revenues</b>	-	-	-	-	-	530,000	-	2,223,000
<b>Expenses and losses</b>								
Compensation	-	-	-	-	-	-	-	-
Administrative	-	27,822	-	8,700	-	35	-	-
Professional services	-	833	935	4,509	-	4,509	-	4,509
Depreciation and amortization	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-
Facility	-	-	-	-	-	-	-	-
Interest and fees	-	-	-	30	-	-	-	-
Bad debts	-	-	-	-	-	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	3	-	1	-	(525,456)	-	(22,185)	-
<b>Total expenses and losses</b>	3	28,655	936	13,239	(525,456)	4,544	(22,185)	4,509
<b>Excess (deficiency) of revenues over expenses</b>	(3)	(28,655)	(936)	(13,239)	525,456	525,456	22,185	2,218,491
Net assets at beginning of year	-	(19,206)	-	(4,399)	-	-	-	-
Other transfers to (from) net assets	(19,206)	2,010,646	(15,297)	3,169,425	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ (19,209)</u>	<u>\$ 1,962,785</u>	<u>\$ (16,233)</u>	<u>\$ 3,151,787</u>	<u>\$ 525,456</u>	<u>\$ 525,456</u>	<u>\$ 22,185</u>	<u>\$ 2,218,491</u>

**Mercy Housing South East**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Consolidated Mercy Community Housing Georgia, Inc.	Eliminations	Consolidated Mercy Housing South East
<b>Revenues</b>			
Rent - net of vacancies	\$ 16,079,416	\$ (55,324)	\$ 24,379,148
Developer fees	-	(277,653)	1,971,143
Services fees	-	(525,866)	347,507
Philanthropy	-	-	962,468
Capital grants	-	-	44,800
Consulting	-	-	-
Interest	885,143	(42,567)	922,927
Other	1,139,230	(3,042,407)	4,015,801
<b>Total revenues</b>	<b>18,103,789</b>	<b>(3,943,817)</b>	<b>32,643,794</b>
<b>Expenses and losses</b>			
Compensation	3,450,187	-	7,799,247
Administrative	2,245,158	(84,857)	4,077,255
Professional services	658,056	(441,153)	731,324
Depreciation and amortization	7,420,314	(401,828)	8,931,709
Grants	275	(2,819,824)	275
Facility	7,218,310	-	10,386,982
Interest and fees	2,505,570	(36,347)	2,958,322
Bad debts	579,387	(21,093)	621,544
Provision for impaired assets	-	-	-
Project expenses	-	-	4,905
Allocation	-	-	646,615
(Gain) loss on sale of assets	-	(4,941)	170,523
(Gain) loss on investment in limited partnership	-	2,733,020	-
<b>Total expenses and losses</b>	<b>24,077,257</b>	<b>(1,077,023)</b>	<b>36,328,701</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(5,973,468)</b>	<b>(2,866,794)</b>	<b>(3,684,907)</b>
Net assets at beginning of year	61,728,492	2,343,837	94,812,684
Other transfers to (from) net assets	2,119,600	4,316	7,295,179
<b>Net assets at end of year</b>	<b>\$ 57,874,624</b>	<b>\$ (518,641)</b>	<b>\$ 98,422,956</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Community Housing Georgia, Inc.	Mercy Housing Georgia I, L.L.P. (Heritage Place Apts.)	Mercy Housing Georgia IV, L.P. (Heritage Row/Corner)	Mercy Housing Georgia V, L.P. (Chamblee Senior)	Mercy Housing Georgia VI, L.P. (The Atrium at College Town)	MCHG Partners, Inc.	Acquisition Properties Georgia I, LP (Magnolia Village)	Mercy Housing Georgia X, L.P. (Savannah Gardens Phase I)	Mercy Lithonia Park View, Inc.
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ -	\$ 88,191	\$ 12,776	\$ 36,125	\$ 334,574	\$ -	\$ 61,436	\$ 89,379	\$ -
Cash, tenant security deposits	-	25,116	20,660	6,550	12,500	-	19,653	31,640	-
Cash, restricted	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	-	16,835	24,215	13,136	19,927	-	8,376	14,809	-
Due from affiliate, net	282,475	-	-	450	-	388,656	-	2,645	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	23,293	16,988	15,959	50,019	-	20,965	29,665	-
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>282,475</b>	<b>153,435</b>	<b>74,639</b>	<b>72,220</b>	<b>417,020</b>	<b>388,656</b>	<b>110,430</b>	<b>168,138</b>	<b>-</b>
Property and equipment									
Land and land improvements	-	535,412	990,170	743,196	158,306	-	723,647	2,777,550	-
Buildings	-	2,335,226	8,275,747	5,483,872	16,208,294	-	6,620,184	10,066,327	-
Furniture and equipment	-	127,358	98,271	213,517	449,671	-	405,415	855,093	-
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(2,505,454)	(5,339,803)	(3,701,547)	(8,290,194)	-	(3,124,467)	(5,515,303)	-
<b>Net property and equipment</b>	<b>-</b>	<b>492,542</b>	<b>4,024,385</b>	<b>2,739,038</b>	<b>8,526,077</b>	<b>-</b>	<b>4,624,779</b>	<b>8,183,667</b>	<b>-</b>
Other long-term assets									
Restricted property reserves	-	254,482	29,738	123,307	520,411	-	463,740	377,673	-
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	742,127	-	-	-	-	64,093	-	-	(104)
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	5,006	22,944	-	-	67,913	-
<b>Total other long-term assets</b>	<b>742,127</b>	<b>254,482</b>	<b>29,738</b>	<b>128,313</b>	<b>543,355</b>	<b>64,093</b>	<b>463,740</b>	<b>445,586</b>	<b>(104)</b>
<b>Total assets</b>	<b>\$ 1,024,602</b>	<b>\$ 900,459</b>	<b>\$ 4,128,762</b>	<b>\$ 2,939,571</b>	<b>\$ 9,486,452</b>	<b>\$ 452,749</b>	<b>\$ 5,198,949</b>	<b>\$ 8,797,391</b>	<b>\$ (104)</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Financial Position**  
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	Mercy Community Housing Georgia, Inc.	Mercy Housing Georgia I, L.L.P. (Heritage Place Apts.)	Mercy Housing Georgia IV, L.P. (Heritage Row/Corner)	Mercy Housing Georgia V, L.P. (Chamblee Senior)	Mercy Housing Georgia VI, L.P. (The Atrium at College Town)	MCHG Partners, Inc.	Acquisition Properties Georgia I, LP (Magnolia Village)	Mercy Housing Georgia X, L.P. (Savannah Gardens Phase I)	Mercy Lithonia Park View, Inc.
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 1,335	\$ 192,469	\$ 163,363	\$ 31,206	\$ 138,050	\$ -	\$ 226,419	\$ 835,309	\$ -
Due to affiliates	244,325	2,031,203	631,361	107,474	-	514,726	371,978	435	29,419
Accrued interest	-	427	2,979	4,930	11,982	-	107	5,392	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	-	81,462	54,386	23,901	51,375	-	29,563	207,753	-
Current portion of notes payable, affiliates	-	-	137,223	-	-	-	-	-	-
Deferred revenue and other liabilities	-	7,638	3,703	7,194	16,496	-	12,591	2,499	-
Tenant security deposits	-	24,465	19,564	6,300	11,700	-	19,178	30,743	-
Total current liabilities	245,660	2,337,664	1,012,579	181,005	229,603	514,726	659,836	1,082,131	29,419
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	250,044	-	-	49,058	-
Accrued interest, affiliates	-	-	-	4,306	-	-	-	-	-
Notes payable, less current portion, net	-	-	648,962	704,332	7,420,274	-	(2,686)	3,630,079	-
Notes payable, less current portion, affiliates	-	-	-	56,107	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	3,693	-	-	586,010	-
Total long-term liabilities	-	-	648,962	764,745	7,674,011	-	(2,686)	4,265,147	-
<b>Total liabilities</b>	245,660	2,337,664	1,661,541	945,750	7,903,614	514,726	657,150	5,347,278	29,419
<b>Net assets</b>									
Net assets without donor restrictions, controlling	738,305	(1,437,205)	2,467,221	1,993,821	1,582,838	(61,977)	4,541,799	3,450,113	(29,523)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	738,305	(1,437,205)	2,467,221	1,993,821	1,582,838	(61,977)	4,541,799	3,450,113	(29,523)
Net assets with donor restrictions	40,637	-	-	-	-	-	-	-	-
<b>Total net assets</b>	778,942	(1,437,205)	2,467,221	1,993,821	1,582,838	(61,977)	4,541,799	3,450,113	(29,523)
<b>Total liabilities and net assets</b>	\$ 1,024,602	\$ 900,459	\$ 4,128,762	\$ 2,939,571	\$ 9,486,452	\$ 452,749	\$ 5,198,949	\$ 8,797,391	\$ (104)

**Mercy Community Housing Georgia, Inc.**  
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	Mercy Housing Georgia VIII, L.P. (Terraces at Park View)	MPI Highland Place, LLC	MPI Highland Place Apartments, LP (The Hills at Fairington Apartments)	Antioch II, LLC	Antioch Villas, L.P.	Mercy Housing Georgia XI GP, LLC	Mercy Housing Georgia XI, LP (Etowah Terrace)	MHSE Arbors, LLC	The Arbors at Ellington, Ltd.
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ 40,459	\$ -	\$ 22,991	\$ -	\$ 69,753	\$ -	\$ 59,980	\$ -	\$ 57,872
Cash, tenant security deposits	17,053	-	86,742	-	20,720	-	14,420	-	9,598
Cash, restricted	-	-	450,840	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	28,974	-	362,006	-	8,631	-	15,491	-	1,416
Due from affiliate, net	-	-	-	267,500	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	28,349	-	118,537	-	28,881	-	22,623	-	9,985
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>114,835</b>	<b>-</b>	<b>1,041,116</b>	<b>267,500</b>	<b>127,985</b>	<b>-</b>	<b>112,514</b>	<b>-</b>	<b>78,871</b>
Property and equipment									
Land and land improvements	2,630,109	-	2,205,146	-	2,689,193	-	1,096,699	-	1,538,810
Buildings	7,579,605	-	39,396,315	-	9,620,447	-	8,299,248	-	3,546,273
Furniture and equipment	186,212	-	875,795	-	609,293	-	132,528	-	307,389
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	(4,733,679)	-	(18,280,779)	-	(4,075,141)	-	(3,365,905)	-	(2,325,501)
<b>Net property and equipment</b>	<b>5,662,247</b>	<b>-</b>	<b>24,196,477</b>	<b>-</b>	<b>8,843,792</b>	<b>-</b>	<b>6,162,570</b>	<b>-</b>	<b>3,066,971</b>
Other long-term assets									
Restricted property reserves	283,131	-	1,418,966	-	579,788	-	134,401	-	225,381
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	862,057	-	(244)	-	681	-	486,999	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	20,460	-	77,461	-	50,048	-	43,986	-	19,274
<b>Total other long-term assets</b>	<b>303,591</b>	<b>862,057</b>	<b>1,496,427</b>	<b>(244)</b>	<b>629,836</b>	<b>681</b>	<b>178,387</b>	<b>486,999</b>	<b>244,655</b>
<b>Total assets</b>	<b>\$ 6,080,673</b>	<b>\$ 862,057</b>	<b>\$ 26,734,020</b>	<b>\$ 267,256</b>	<b>\$ 9,601,613</b>	<b>\$ 681</b>	<b>\$ 6,453,471</b>	<b>\$ 486,999</b>	<b>\$ 3,390,497</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Financial Position**  
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	Mercy Housing Georgia VIII, L.P. (Terraces at Park View)	MPI Highland Place, LLC	MPI Highland Place Apartments, LP (The Hills at Fairington Apartments)	Antioch II, LLC	Antioch Villas, L.P.	Mercy Housing Georgia XI GP, LLC	Mercy Housing Georgia XI, LP (Etowah Terrace)	MHSE Arbors, LLC	The Arbors at Ellington, Ltd.
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 98,275	\$ -	\$ 2,041,934	\$ -	\$ 153,110	\$ -	\$ 48,599	\$ -	\$ 28,146
Due to affiliates	10,000	30,824	3,503,665	296,280	283,000	23,636	40,440	23,825	722
Accrued interest	5,891	-	-	-	20,179	-	1,013	-	1,656
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	120,994	-	-	-	63,547	-	35,706	-	20,223
Current portion of notes payable, affiliates	-	-	2,899,304	-	24,053	-	-	-	-
Deferred revenue and other liabilities	762	-	91,196	-	4,826	-	10,327	-	1,163
Tenant security deposits	16,550	-	83,401	-	19,622	-	14,118	-	9,598
Total current liabilities	252,472	30,824	8,619,500	296,280	568,337	23,636	150,203	23,825	61,508
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	40,422	-	-	-	23,765
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	1,841,000	-	14,352,569	-	4,268,426	-	1,168,295	-	2,399,328
Notes payable, less current portion, affiliates	-	-	-	-	-	-	310,600	-	-
Deferred revenue and other liabilities	2,880	-	5,109,182	-	589,494	-	108,456	-	-
Total long-term liabilities	1,843,880	-	19,461,751	-	4,898,342	-	1,587,351	-	2,423,093
<b>Total liabilities</b>	2,096,352	30,824	28,081,251	296,280	5,466,679	23,636	1,737,554	23,825	2,484,601
<b>Net assets</b>									
Net assets without donor restrictions, controlling	3,984,321	831,233	(1,347,231)	(29,024)	4,134,934	(22,955)	4,715,917	463,174	905,896
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	3,984,321	831,233	(1,347,231)	(29,024)	4,134,934	(22,955)	4,715,917	463,174	905,896
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	3,984,321	831,233	(1,347,231)	(29,024)	4,134,934	(22,955)	4,715,917	463,174	905,896
<b>Total liabilities and net assets</b>	\$ 6,080,673	\$ 862,057	\$ 26,734,020	\$ 267,256	\$ 9,601,613	\$ 681	\$ 6,453,471	\$ 486,999	\$ 3,390,497



**Mercy Community Housing Georgia, Inc.**  
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	MHSE Savannah Gardens Phase III GP, LLC	Mercy Housing Georgia 12, LP (Savannah Gardens Phase III)	MHSE Reynoldstown Senior GP, LLC	MHSE Reynoldstown Senior, LP	MHSE Savannah Gardens Phase IV GP, LLC	Mercy Housing Georgia 13, LP (Savannah Gardens Phase IV)	MHSE Savannah Gardens Phase V GP, LLC	Mercy Housing Georgia 14, LP (Savannah Gardens Phase V)	MHSE Renaissance Apartments, LLC
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ -	\$ 14,202	\$ -	\$ 15,580	\$ -	\$ 38,390	\$ -	\$ 133,731	\$ 4,110
Cash, tenant security deposits	-	26,529	-	24,481	-	30,131	-	21,724	20,241
Cash, restricted	-	-	-	25,045	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	-	13,588	-	5,809	-	40,306	-	5,688	1,986
Due from affiliate, net	74,354	2,498	-	-	42,000	2,517	49,778	1,733	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	24,127	-	19,182	-	41,993	-	21,201	26,038
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>74,354</b>	<b>80,944</b>	<b>-</b>	<b>90,097</b>	<b>42,000</b>	<b>153,337</b>	<b>49,778</b>	<b>184,077</b>	<b>52,375</b>
Property and equipment									
Land and land improvements	-	1,952,981	-	1,222,654	-	2,560,422	-	1,788,716	679,035
Buildings	-	8,980,849	-	9,647,931	-	11,839,459	-	8,680,776	4,818,168
Furniture and equipment	-	193,598	-	203,855	-	680,351	-	357,735	46,482
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(3,802,147)	-	(1,459,568)	-	(4,241,312)	-	(2,723,470)	(1,116,428)
<b>Net property and equipment</b>	<b>-</b>	<b>7,325,281</b>	<b>-</b>	<b>9,614,872</b>	<b>-</b>	<b>10,838,920</b>	<b>-</b>	<b>8,103,757</b>	<b>4,427,257</b>
Other long-term assets									
Restricted property reserves	-	430,472	-	283,869	-	555,425	-	425,236	59,826
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(58,457)	-	1,269,136	-	73,132	-	(41,000)	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	53,762	-	66,182	-	88,562	-	45,192	-
<b>Total other long-term assets</b>	<b>(58,457)</b>	<b>484,234</b>	<b>1,269,136</b>	<b>350,051</b>	<b>73,132</b>	<b>643,987</b>	<b>(41,000)</b>	<b>470,428</b>	<b>59,826</b>
<b>Total assets</b>	<b>\$ 15,897</b>	<b>\$ 7,890,459</b>	<b>\$ 1,269,136</b>	<b>\$ 10,055,020</b>	<b>\$ 115,132</b>	<b>\$ 11,636,244</b>	<b>\$ 8,778</b>	<b>\$ 8,758,262</b>	<b>\$ 4,539,458</b>

**Mercy Community Housing Georgia, Inc.**  
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	MHSE Savannah Gardens Phase III GP, LLC	Mercy Housing Georgia 12, LP (Savannah Gardens Phase III)	MHSE Reynoldstown Senior GP, LLC	MHSE Reynoldstown Senior, LP	MHSE Savannah Gardens Phase IV GP, LLC	Mercy Housing Georgia 13, LP (Savannah Gardens Phase IV)	MHSE Savannah Gardens Phase V GP, LLC	Mercy Housing Georgia 14, LP (Savannah Gardens Phase V)	MHSE Renaissance Apartments, LLC
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ -	\$ 127,584	\$ -	\$ 249,172	\$ -	\$ 718,468	\$ -	\$ 135,183	\$ 79,942
Due to affiliates	95,623	125,354	484,362	-	64,085	42,289	42,001	4,200	439,747
Accrued interest	-	12,283	-	519	-	11,541	-	7,016	11,006
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	-	49,910	-	23,444	-	88,992	-	22,226	120,189
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	6,045	-	3,634	-	1,858	-	665	25,107
Tenant security deposits	-	26,846	-	22,758	-	29,628	-	21,027	20,005
Total current liabilities	95,623	348,022	484,362	299,527	64,085	892,776	42,001	190,317	695,996
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	-	58,286	-	18,520	-	-	-	57,921	-
Accrued interest, affiliates	-	-	-	22,405	-	-	-	-	4,286
Notes payable, less current portion, net	-	2,631,531	-	361,202	-	4,960,253	-	1,941,854	3,943,219
Notes payable, less current portion, affiliates	-	-	-	5,888,033	-	-	-	-	459,230
Deferred revenue and other liabilities	-	3,917	-	225,236	-	1,343,087	-	-	557,856
Total long-term liabilities	-	2,693,734	-	6,515,396	-	6,303,340	-	1,999,775	4,964,591
<b>Total liabilities</b>	95,623	3,041,756	484,362	6,814,923	64,085	7,196,116	42,001	2,190,092	5,660,587
<b>Net assets</b>									
Net assets without donor restrictions, controlling	(79,726)	4,848,703	784,774	3,240,097	51,047	4,440,128	(33,223)	6,568,170	(1,121,129)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	(79,726)	4,848,703	784,774	3,240,097	51,047	4,440,128	(33,223)	6,568,170	(1,121,129)
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	(79,726)	4,848,703	784,774	3,240,097	51,047	4,440,128	(33,223)	6,568,170	(1,121,129)
<b>Total liabilities and net assets</b>	\$ 15,897	\$ 7,890,459	\$ 1,269,136	\$ 10,055,020	\$ 115,132	\$ 11,636,244	\$ 8,778	\$ 8,758,262	\$ 4,539,458

**Mercy Community Housing Georgia, Inc.**  
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	MHSE Mercy Park GP, LLC	MHSE Mercy Park, LP (Mercy Park Chamblee)	MHSE 16 Savannah Gardens 6 GP, LLC	MHSE 16 Savannah Gardens 6, LP	Eliminations	Consolidated Mercy Community Housing Georgia, Inc.
<b>Assets</b>						
Current assets						
Cash and cash equivalents	\$ -	\$ 105,381	\$ -	\$ 7,821	\$ -	\$ 1,192,751
Cash, tenant security deposits	-	14,793	-	-	-	402,551
Cash, restricted	-	-	-	94,788	-	570,673
Investments	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-
Accounts receivable, net	-	4,530	-	120	-	585,843
Due from affiliate, net	20,683	-	-	-	(1,112,013)	23,276
Pledges receivable, net	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-
Prepaid expenses and other assets	-	45,280	-	-	-	543,085
Inventory	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-
Total current assets	20,683	169,984	-	102,729	(1,112,013)	3,318,179
Property and equipment						
Land and land improvements	-	1,999,879	-	-	-	26,291,925
Buildings	-	12,379,753	-	-	-	173,778,474
Furniture and equipment	-	337,587	-	-	-	6,080,150
Predevelopment project costs	-	-	-	-	-	-
Construction in progress	-	-	-	15,803,737	-	15,803,737
Accumulated depreciation	-	(2,154,080)	-	-	-	(76,754,778)
Net property and equipment	-	12,563,139	-	15,803,737	-	145,199,508
Other long-term assets						
Restricted property reserves	-	369,787	-	-	-	6,535,633
Long-term investments	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-
Investments in limited partnerships, net	(148)	-	89	-	(3,398,361)	-
Notes and interest receivable, net	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-
Other assets, net	-	96,535	-	81,500	-	738,825
Total other long-term assets	(148)	466,322	89	81,500	(3,398,361)	7,274,458
<b>Total assets</b>	<b>\$ 20,535</b>	<b>\$ 13,199,445</b>	<b>\$ 89</b>	<b>\$ 15,987,966</b>	<b>\$ (4,510,374)</b>	<b>\$ 155,792,145</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHSE Mercy Park GP, LLC	MHSE Mercy Park, LP (Mercy Park Chamblee)	MHSE 16 Savannah Gardens 6 GP, LLC	MHSE 16 Savannah Gardens 6, LP	Eliminations	Consolidated Mercy Community Housing Georgia, Inc.
<b>Liabilities</b>						
Current liabilities						
Accounts payable and accrued expenses	\$ -	\$ 62,864	\$ -	\$ 2,293,171	\$ (83,609)	\$ 7,540,990
Due to affiliates	13,428	1,418	1,034	832,012	(1,107,848)	9,181,018
Accrued interest	-	1,680	-	8,393	-	106,994
Accrued interest, affiliates	-	-	-	-	-	-
Current portion of notes payable	-	81,998	-	3,747,728	-	4,823,397
Current portion of notes payable, affiliates	-	-	-	94,230	-	3,154,810
Deferred revenue and other liabilities	-	16,735	-	63	-	212,502
Tenant security deposits	-	13,882	-	-	-	389,385
Total current liabilities	13,428	178,577	1,034	6,975,597	(1,191,457)	25,409,096
Long-term liabilities						
Due to affiliates	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	498,016
Accrued interest, affiliates	-	-	-	-	(4,306)	26,691
Notes payable, less current portion, net	-	1,867,252	-	3,200,316	-	55,336,206
Notes payable, less current portion, affiliates	-	500,000	-	-	(56,107)	7,157,863
Deferred revenue and other liabilities	-	521,415	-	438,423	-	9,489,649
Total long-term liabilities	-	2,888,667	-	3,638,739	(60,413)	72,508,425
<b>Total liabilities</b>	13,428	3,067,244	1,034	10,614,336	(1,251,870)	97,917,521
<b>Net assets</b>						
Net assets without donor restrictions, controlling	7,107	10,132,201	(945)	5,373,630	(3,258,504)	57,833,987
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-
Total net assets without donor restrictions	7,107	10,132,201	(945)	5,373,630	(3,258,504)	57,833,987
Net assets with donor restrictions	-	-	-	-	-	40,637
<b>Total net assets</b>	7,107	10,132,201	(945)	5,373,630	(3,258,504)	57,874,624
<b>Total liabilities and net assets</b>	\$ 20,535	\$ 13,199,445	\$ 89	\$ 15,987,966	\$ (4,510,374)	\$ 155,792,145

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Community Housing Georgia, Inc.	Mercy Housing Georgia I, L.L.P. (Heritage Place Apts.)	Mercy Housing Georgia IV, L.P. (Heritage Row/Corner)	Mercy Housing Georgia V, L.P. (Chamblee Senior)	Mercy Housing Georgia VI, L.P. (The Atrium at College Town)	MCHG Partners, Inc.	Acquisition Properties Georgia I, LP (Magnolia Village)	Mercy Housing Georgia X, L.P. (Savannah Gardens Phase I)	Mercy Lithonia Park View, Inc.
<b>Revenues</b>									
Rent - net of vacancies	\$ -	\$ 655,990	\$ 523,985	\$ 503,344	\$ 2,189,093	\$ -	\$ 631,511	\$ 931,266	\$ -
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	99,518	-	-	-	-	47,144	-	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	281	15	9	12	53	-	676	33	-
Other	-	16,134	15,338	1,096	10,217	-	5,111	92,402	-
<b>Total revenues</b>	<b>99,799</b>	<b>672,139</b>	<b>539,332</b>	<b>504,452</b>	<b>2,199,363</b>	<b>47,144</b>	<b>637,298</b>	<b>1,023,701</b>	<b>-</b>
<b>Expenses and losses</b>									
Compensation	12,136	173,728	135,818	105,143	340,697	-	183,544	192,345	-
Administrative	99,618	101,000	69,983	83,732	336,796	47,194	128,511	127,751	51
Professional services	1,712	10,131	9,210	8,031	212,481	2,834	10,235	58,632	2,834
Depreciation and amortization	-	300,055	347,417	257,572	616,438	-	205,976	476,795	-
Grants	-	-	-	-	-	-	-	-	-
Facility	-	177,666	162,318	191,701	973,447	-	261,855	487,819	-
Interest and fees	-	6,449	38,359	62,909	209,028	-	5,997	88,744	-
Bad debts	281	20,565	52,668	4,173	10,297	-	3,767	13,787	-
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	3,238	-	-	-	-	1,984	-	-	12
<b>Total expenses and losses</b>	<b>116,985</b>	<b>789,594</b>	<b>815,773</b>	<b>713,261</b>	<b>2,699,184</b>	<b>52,012</b>	<b>799,885</b>	<b>1,445,873</b>	<b>2,897</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(17,186)</b>	<b>(117,455)</b>	<b>(276,441)</b>	<b>(208,809)</b>	<b>(499,821)</b>	<b>(4,868)</b>	<b>(162,587)</b>	<b>(422,172)</b>	<b>(2,897)</b>
Net assets at beginning of year	796,128	(1,319,750)	2,743,662	2,202,630	2,263,560	(57,109)	4,572,983	3,872,285	(26,626)
Other transfers to (from) net assets	-	-	-	-	(180,901)	-	131,403	-	-
<b>Net assets at end of year</b>	<b>\$ 778,942</b>	<b>\$ (1,437,205)</b>	<b>\$ 2,467,221</b>	<b>\$ 1,993,821</b>	<b>\$ 1,582,838</b>	<b>\$ (61,977)</b>	<b>\$ 4,541,799</b>	<b>\$ 3,450,113</b>	<b>\$ (29,523)</b>

**Mercy Community Housing Georgia, Inc.  
Consolidating Statement of Activities  
and Changes in Net Assets  
For the Year Ended December 31, 2021**

	Mercy Housing Georgia VIII, L.P. (Terraces at Park View)	MPI Highland Place, LLC	MPI Highland Place Apartments, LP (The Hills at Fairington Apartments)	Antioch II, LLC	Antioch Villas, L.P.	Mercy Housing Georgia XI GP, LLC	Mercy Housing Georgia XI, LP (Etowah Terrace)	MHSE Arbors, LLC	The Arbors at Ellington, Ltd.
<b>Revenues</b>									
Rent - net of vacancies	\$ 814,846	\$ -	\$ 3,696,548	\$ -	\$ 997,996	\$ -	\$ 530,079	\$ -	\$ 313,432
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	-	-	-	30,000	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	29	-	721,358	-	92	-	20	-	16
Other	5,443	667,548	53,469	-	63,563	-	10,898	-	1,600
<b>Total revenues</b>	<b>820,318</b>	<b>667,548</b>	<b>4,471,375</b>	<b>30,000</b>	<b>1,061,651</b>	<b>-</b>	<b>540,997</b>	<b>-</b>	<b>315,048</b>
<b>Expenses and losses</b>									
Compensation	150,382	-	710,439	-	202,658	-	139,680	-	52,352
Administrative	124,130	50	285,789	30,050	150,415	-	89,172	231	34,553
Professional services	9,182	2,834	18,058	2,834	67,064	2,834	17,589	2,834	7,304
Depreciation and amortization	388,745	-	1,521,114	-	368,891	-	353,751	-	215,548
Grants	-	-	-	-	-	-	-	-	-
Facility	335,217	-	1,971,106	-	383,894	-	201,152	-	141,008
Interest and fees	79,307	-	691,062	-	267,155	-	13,348	-	39,697
Bad debts	11,774	-	394,042	-	5,077	-	400	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	67	-	35	-	27	-	9	-
<b>Total expenses and losses</b>	<b>1,098,737</b>	<b>2,951</b>	<b>5,591,610</b>	<b>32,919</b>	<b>1,445,154</b>	<b>2,861</b>	<b>815,092</b>	<b>3,074</b>	<b>490,462</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(278,419)</b>	<b>664,597</b>	<b>(1,120,235)</b>	<b>(2,919)</b>	<b>(383,503)</b>	<b>(2,861)</b>	<b>(274,095)</b>	<b>(3,074)</b>	<b>(175,414)</b>
Net assets at beginning of year	4,283,655	166,636	(894,544)	(26,105)	4,518,437	(20,094)	4,990,012	466,248	1,088,693
Other transfers to (from) net assets	(20,915)	-	667,548	-	-	-	-	-	(7,383)
<b>Net assets at end of year</b>	<b>\$ 3,984,321</b>	<b>\$ 831,233</b>	<b>\$ (1,347,231)</b>	<b>\$ (29,024)</b>	<b>\$ 4,134,934</b>	<b>\$ (22,955)</b>	<b>\$ 4,715,917</b>	<b>\$ 463,174</b>	<b>\$ 905,896</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHSE Savannah Gardens Phase III GP, LLC	Mercy Housing Georgia 12, LP (Savannah Gardens Phase III)	MHSE Reynoldstown Senior GP, LLC	MHSE Reynoldstown Senior, LP	MHSE Savannah Gardens Phase IV GP, LLC	Mercy Housing Georgia 13, LP (Savannah Gardens Phase IV)	MHSE Savannah Gardens Phase V GP, LLC	Mercy Housing Georgia 14, LP (Savannah Gardens Phase V)	MHSE Renaissance Apartments, LLC
<b>Revenues</b>									
Rent - net of vacancies	\$ -	\$ 819,198	\$ -	\$ 460,538	\$ -	\$ 969,545	\$ -	\$ 648,440	\$ 724,955
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	10,000	-	-	-	6,000	-	6,000	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	-	79	-	18	-	151	-	167,069	42
Other	-	17,768	-	36,641	-	21,625	-	16,833	61,373
<b>Total revenues</b>	<b>10,000</b>	<b>837,045</b>	<b>-</b>	<b>497,197</b>	<b>6,000</b>	<b>991,321</b>	<b>6,000</b>	<b>832,342</b>	<b>786,370</b>
<b>Expenses and losses</b>									
Compensation	-	159,877	-	165,074	-	186,780	-	124,895	230,199
Administrative	10,050	122,792	50	97,391	6,051	141,076	6,038	90,672	115,786
Professional services	2,834	41,838	2,834	11,530	2,834	35,967	2,834	52,444	9,362
Depreciation and amortization	-	401,447	-	288,667	-	534,548	-	396,405	182,276
Grants	-	-	-	275	-	-	-	-	-
Facility	-	372,144	-	266,851	-	420,535	-	304,606	293,655
Interest and fees	-	175,956	-	61,262	-	433,990	-	159,691	148,435
Bad debts	-	24,489	-	1,924	-	32,666	-	3,758	-
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	46	-	40	-	79	-	30	-	-
<b>Total expenses and losses</b>	<b>12,930</b>	<b>1,298,543</b>	<b>2,924</b>	<b>892,974</b>	<b>8,964</b>	<b>1,785,562</b>	<b>8,902</b>	<b>1,132,471</b>	<b>979,713</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(2,930)</b>	<b>(461,498)</b>	<b>(2,924)</b>	<b>(395,777)</b>	<b>(2,964)</b>	<b>(794,241)</b>	<b>(2,902)</b>	<b>(300,129)</b>	<b>(193,343)</b>
Net assets at beginning of year	(76,796)	5,310,201	787,698	3,635,874	54,011	5,234,369	(30,321)	6,868,299	(927,786)
Other transfers to (from) net assets	-	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (79,726)</b>	<b>\$ 4,848,703</b>	<b>\$ 784,774</b>	<b>\$ 3,240,097</b>	<b>\$ 51,047</b>	<b>\$ 4,440,128</b>	<b>\$ (33,223)</b>	<b>\$ 6,568,170</b>	<b>\$ (1,121,129)</b>

**Mercy Community Housing Georgia, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHSE Mercy Park GP, LLC	MHSE Mercy Park, LP (Mercy Park Chamblee)	MHSE 16 Savannah Gardens 6 GP, LLC	MHSE 16 Savannah Gardens 6, LP	Eliminations	Consolidated Mercy Community Housing Georgia, Inc.
<b>Revenues</b>						
Rent - net of vacancies	\$ -	\$ 668,650	\$ -	\$ -	\$ -	\$ 16,079,416
Developer fees	-	-	-	-	-	-
Services fees	5,383	-	-	-	(204,045)	-
Philanthropy	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-
Consulting	-	-	-	-	-	-
Interest	-	(4,529)	-	-	(281)	885,143
Other	-	33,111	-	9,060	-	1,139,230
<b>Total revenues</b>	<u>5,383</u>	<u>697,232</u>	<u>-</u>	<u>9,060</u>	<u>(204,326)</u>	<u>18,103,789</u>
<b>Expenses and losses</b>						
Compensation	-	111,751	-	72,689	-	3,450,187
Administrative	1,160	111,189	-	38,210	(204,333)	2,245,158
Professional services	2,834	40,381	622	5,109	-	658,056
Depreciation and amortization	-	564,669	-	-	-	7,420,314
Grants	-	-	-	-	-	275
Facility	-	272,142	-	1,194	-	7,218,310
Interest and fees	-	24,179	-	282	(280)	2,505,570
Bad debts	-	-	-	-	(281)	579,387
Provision for impaired assets	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-
Allocation	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	43	-	11	-	(5,621)	-
<b>Total expenses and losses</b>	<u>4,037</u>	<u>1,124,311</u>	<u>633</u>	<u>117,484</u>	<u>(210,515)</u>	<u>24,077,257</u>
<b>Excess (deficiency) of revenues over expenses</b>	1,346	(427,079)	(633)	(108,424)	6,189	(5,973,468)
Net assets at beginning of year	5,761	10,559,280	(312)	3,172,062	(2,484,549)	61,728,492
Other transfers to (from) net assets	-	-	-	2,309,992	(780,144)	2,119,600
<b>Net assets at end of year</b>	<u>\$ 7,107</u>	<u>\$ 10,132,201</u>	<u>\$ (945)</u>	<u>\$ 5,373,630</u>	<u>\$ (3,258,504)</u>	<u>\$ 57,874,624</u>



**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Northwest	Intercommunity Housing Ferndale	Sterling Senior Housing	Appian Way Manager LLC	Appian Way Mercy, LLC (Appian Way Apartments)	New Tacoma Phase I GP LLC	New Tacoma Phase I Owner, LP (New Tacoma Phase I)	New Tacoma Phase II Mercy LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 13,290	\$ 23,249	\$ 4,272	\$ -	\$ 492,857	\$ -	\$ 11,183	\$ 58,585
Cash, tenant security deposits	-	10,052	6,273	-	60,075	-	19,034	13,385
Cash, restricted	1,502,177	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	117,589	3,491	950	-	17,590	73	6,740	3,591
Due from affiliate, net	16,683,389	-	1,136	-	-	224,141	3,549	2,054
Pledges receivable, net	122,679	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	516,849	-	-	-	-	-	-	-
Prepaid expenses and other assets	12,879	6,786	5,252	-	53,130	-	24,078	12,529
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>18,968,852</b>	<b>43,578</b>	<b>17,883</b>	<b>-</b>	<b>623,652</b>	<b>224,214</b>	<b>64,584</b>	<b>90,144</b>
Property and equipment								
Land and land improvements	-	180,288	303,978	-	1,996,296	-	2,899,031	1,069,626
Buildings	-	2,556,853	2,230,592	-	21,591,007	-	16,103,564	9,190,874
Furniture and equipment	31,450	73,661	7,629	-	929,871	-	417,571	177,998
Predevelopment project costs	822,700	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(1,636,150)	(1,267,915)	-	(11,505,290)	-	(7,752,616)	(2,204,409)
<b>Net property and equipment</b>	<b>854,150</b>	<b>1,174,652</b>	<b>1,274,284</b>	<b>-</b>	<b>13,011,884</b>	<b>-</b>	<b>11,667,550</b>	<b>8,234,089</b>
Other long-term assets								
Restricted property reserves	465,452	341,756	38,823	-	701,771	-	647,058	155,721
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	150,000	-	-	-	-	-	-	-
Due from affiliates	2,376,018	-	-	-	-	-	-	-
Pledges receivable, net	300,000	-	-	-	-	-	-	-
Investments in limited partnerships, net	1,494,886	-	-	294,068	-	1,493,428	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	40,119,202	-	-	-	-	8,216,406	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	13,374	-	-	30,538
<b>Total other long-term assets</b>	<b>44,905,558</b>	<b>341,756</b>	<b>38,823</b>	<b>294,068</b>	<b>715,145</b>	<b>9,709,834</b>	<b>647,058</b>	<b>186,259</b>
<b>Total assets</b>	<b>\$ 64,728,560</b>	<b>\$ 1,559,986</b>	<b>\$ 1,330,990</b>	<b>\$ 294,068</b>	<b>\$ 14,350,681</b>	<b>\$ 9,934,048</b>	<b>\$ 12,379,192</b>	<b>\$ 8,510,492</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Northwest	Intercommunity Housing Ferndale	Sterling Senior Housing	Appian Way Manager LLC	Appian Way Mercy, LLC (Appian Way Apartments)	New Tacoma Phase I GP LLC	New Tacoma Phase I Owner, LP (New Tacoma Phase I)	New Tacoma Phase II Mercy LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 503,918	\$ 56,100	\$ 24,133	\$ 60	\$ 112,984	\$ -	\$ 109,276	\$ 212,714
Due to affiliates	6,069,673	-	-	12,170	-	110,214	126,139	4,447
Accrued interest	-	-	-	-	23,175	-	1,974	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	10,032	17,416	-	-	179,075	-	9,836	-
Current portion of notes payable, affiliates	831,804	-	-	-	-	-	-	-
Deferred revenue and other liabilities	102,565	621	2	-	24,666	-	6,497	779
Tenant security deposits	-	9,113	5,776	-	59,934	-	18,002	12,585
<b>Total current liabilities</b>	<b>7,517,992</b>	<b>83,250</b>	<b>29,911</b>	<b>12,230</b>	<b>399,834</b>	<b>110,214</b>	<b>271,724</b>	<b>230,525</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	26,198	-	-	-
Accrued interest	-	-	-	-	-	-	-	345,799
Accrued interest, affiliates	-	-	-	-	1,124,302	-	-	-
Notes payable, less current portion, net	522,031	854,814	-	-	8,665,441	-	5,075,445	2,244,597
Notes payable, less current portion, affiliates	-	-	79,106	-	4,385,089	-	8,216,406	-
Deferred revenue and other liabilities	1,649,573	-	-	-	-	-	-	26,867
<b>Total long-term liabilities</b>	<b>2,171,604</b>	<b>854,814</b>	<b>79,106</b>	<b>-</b>	<b>14,201,030</b>	<b>-</b>	<b>13,291,851</b>	<b>2,617,263</b>
<b>Total liabilities</b>	<b>9,689,596</b>	<b>938,064</b>	<b>109,017</b>	<b>12,230</b>	<b>14,600,864</b>	<b>110,214</b>	<b>13,563,575</b>	<b>2,847,788</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	54,635,046	621,922	1,221,973	281,838	(250,183)	9,823,834	(1,184,383)	5,662,704
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>54,635,046</b>	<b>621,922</b>	<b>1,221,973</b>	<b>281,838</b>	<b>(250,183)</b>	<b>9,823,834</b>	<b>(1,184,383)</b>	<b>5,662,704</b>
Net assets with donor restrictions	403,918	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>55,038,964</b>	<b>621,922</b>	<b>1,221,973</b>	<b>281,838</b>	<b>(250,183)</b>	<b>9,823,834</b>	<b>(1,184,383)</b>	<b>5,662,704</b>
<b>Total liabilities and net assets</b>	<b>\$ 64,728,560</b>	<b>\$ 1,559,986</b>	<b>\$ 1,330,990</b>	<b>\$ 294,068</b>	<b>\$ 14,350,681</b>	<b>\$ 9,934,048</b>	<b>\$ 12,379,192</b>	<b>\$ 8,510,492</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
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	New Tacoma Condominium Association	Evergreen Vista 1 GP LLC	Evergreen Vista 1 Owner, LP	Rainier Vista Block 43 GP, LLC	Rainier Vista Block 43 Owner, LP (Columbia City Station Apts.)	Cobble Knoll I Mercy LLC	Allegre Mercy Redevelopment LLLP	Villa Kathleen Redevelopment LLLP
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 23,031	\$ -	\$ 137,695	\$ -	\$ 171,957	\$ -	\$ 105,105	\$ 185,198
Cash, tenant security deposits	-	-	58,640	-	20,054	-	43,279	44,972
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	149	-	53,518	-	7,909	-	32,314	16,043
Due from affiliate, net	9,412	-	-	82,085	200	225,602	81	6,121
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	24,674	-	25,771	-	14,398	-	18,946	21,132
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>57,266</b>	<b>-</b>	<b>275,624</b>	<b>82,085</b>	<b>214,518</b>	<b>225,602</b>	<b>199,725</b>	<b>273,466</b>
Property and equipment								
Land and land improvements	-	-	1,113,248	-	2,144,069	-	757,244	1,293,329
Buildings	-	-	11,683,403	-	9,577,600	-	10,440,141	9,039,545
Furniture and equipment	-	-	406,003	-	271,228	-	279,058	345,222
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	-	(4,884,192)	-	(3,819,730)	-	(2,794,834)	(2,528,561)
<b>Net property and equipment</b>	<b>-</b>	<b>-</b>	<b>8,318,462</b>	<b>-</b>	<b>8,173,167</b>	<b>-</b>	<b>8,681,609</b>	<b>8,149,535</b>
Other long-term assets								
Restricted property reserves	-	-	507,815	-	299,722	-	1,009,718	956,905
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	262,795	-	(224)	-	227,947	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	874	-	8,914	-	16,151	31,274
<b>Total other long-term assets</b>	<b>-</b>	<b>262,795</b>	<b>508,689</b>	<b>(224)</b>	<b>308,636</b>	<b>227,947</b>	<b>1,025,869</b>	<b>988,179</b>
<b>Total assets</b>	<b>\$ 57,266</b>	<b>\$ 262,795</b>	<b>\$ 9,102,775</b>	<b>\$ 81,861</b>	<b>\$ 8,696,321</b>	<b>\$ 453,549</b>	<b>\$ 9,907,203</b>	<b>\$ 9,411,180</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	New Tacoma Condominium Association	Evergreen Vista 1 GP LLC	Evergreen Vista 1 Owner, LP	Rainier Vista Block 43 GP, LLC	Rainier Vista Block 43 Owner, LP (Columbia City Station Apts.)	Cobble Knoll I Mercy LLC	Allegre Mercy Redevelopment LLLP	Villa Kathleen Redevelopment LLLP
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 15,217	\$ 60	\$ 67,189	\$ -	\$ 47,603	\$ 60	\$ 79,791	\$ 68,380
Due to affiliates	8,500	16,044	81,142	89,156	90,341	237,272	102,792	131,180
Accrued interest	-	-	19,342	-	9,543	-	2,778	4,389
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	113,939	-	54,039	-	26,025	31,049
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	24,673	-	8,635	-	11,024	-	1,712	3,592
Tenant security deposits	-	-	58,236	-	20,112	-	41,634	43,776
<b>Total current liabilities</b>	<b>48,390</b>	<b>16,104</b>	<b>348,483</b>	<b>89,156</b>	<b>232,662</b>	<b>237,332</b>	<b>254,732</b>	<b>282,366</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	67,939
Accrued interest, affiliates	-	-	1,653,802	-	-	-	-	-
Notes payable, less current portion, net	-	-	3,944,247	-	8,619,061	-	2,308,513	3,159,585
Notes payable, less current portion, affiliates	-	-	4,110,219	-	-	-	-	-
Deferred revenue and other liabilities	-	-	571,426	-	199,945	-	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>-</b>	<b>10,279,694</b>	<b>-</b>	<b>8,819,006</b>	<b>-</b>	<b>2,308,513</b>	<b>3,227,524</b>
<b>Total liabilities</b>	<b>48,390</b>	<b>16,104</b>	<b>10,628,177</b>	<b>89,156</b>	<b>9,051,668</b>	<b>237,332</b>	<b>2,563,245</b>	<b>3,509,890</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	8,876	246,691	(1,525,402)	(7,295)	(355,347)	216,217	7,343,958	5,901,290
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>8,876</b>	<b>246,691</b>	<b>(1,525,402)</b>	<b>(7,295)</b>	<b>(355,347)</b>	<b>216,217</b>	<b>7,343,958</b>	<b>5,901,290</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>8,876</b>	<b>246,691</b>	<b>(1,525,402)</b>	<b>(7,295)</b>	<b>(355,347)</b>	<b>216,217</b>	<b>7,343,958</b>	<b>5,901,290</b>
<b>Total liabilities and net assets</b>	<b>\$ 57,266</b>	<b>\$ 262,795</b>	<b>\$ 9,102,775</b>	<b>\$ 81,861</b>	<b>\$ 8,696,321</b>	<b>\$ 453,549</b>	<b>\$ 9,907,203</b>	<b>\$ 9,411,180</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Impact Family Village GP LLC	Impact Family Village Limited Partnership (Emerald City Commons)	Family Tree & Lincoln Way GP, LLC	Family Tree & Lincoln Way LLLP	MHNW Othello Commercial, LLC	MHNW 9 Othello East GP, LLC	MHNW 9 Othello East, LP (Mercy Othello Plaza East)	MHNW 10 Othello West GP, LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 311,582	\$ -	\$ 884,793	\$ 10,531	\$ -	\$ 179,299	\$ -
Cash, tenant security deposits	-	20,955	-	107,037	-	-	31,600	-
Cash, restricted	-	2,586	-	-	168,720	-	160,126	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	35,777	-	47,122	-	96	56,756	-
Due from affiliate, net	12,836	-	-	433,652	-	42	2,651	858
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	139,484	-	56,604	4,152	-	38,336	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>12,836</b>	<b>510,384</b>	<b>-</b>	<b>1,529,208</b>	<b>183,403</b>	<b>138</b>	<b>468,768</b>	<b>858</b>
Property and equipment								
Land and land improvements	-	2,649,051	-	259,465	138,164	-	1,906,684	-
Buildings	-	12,839,383	-	31,005,052	1,083,435	-	19,001,540	-
Furniture and equipment	-	375,878	-	321,796	203,926	-	390,051	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(4,882,302)	-	(9,184,056)	(312,575)	-	(3,825,333)	-
<b>Net property and equipment</b>	<b>-</b>	<b>10,982,010</b>	<b>-</b>	<b>22,402,257</b>	<b>1,112,950</b>	<b>-</b>	<b>17,472,942</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	-	353,576	-	1,625,535	-	-	515,884	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	913,448	-	461,152	-	-	(59,993)	-	(180)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	34,544	-	33,389	-	-	30,398	-
<b>Total other long-term assets</b>	<b>913,448</b>	<b>388,120</b>	<b>461,152</b>	<b>1,658,924</b>	<b>-</b>	<b>(59,993)</b>	<b>546,282</b>	<b>(180)</b>
<b>Total assets</b>	<b>\$ 926,284</b>	<b>\$ 11,880,514</b>	<b>\$ 461,152</b>	<b>\$ 25,590,389</b>	<b>\$ 1,296,353</b>	<b>\$ (59,855)</b>	<b>\$ 18,487,992</b>	<b>\$ 678</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Impact Family Village GP LLC	Impact Family Village Limited Partnership (Emerald City Commons)	Family Tree & Lincoln Way GP, LLC	Family Tree & Lincoln Way LLLP	MHNW Othello Commercial, LLC	MHNW 9 Othello East GP, LLC	MHNW 9 Othello East, LP (Mercy Othello Plaza East)	MHNW 10 Othello West GP, LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 1,363	\$ 88,811	\$ -	\$ 161,433	\$ 6,318	\$ -	\$ 56,418	\$ -
Due to affiliates	50,722	-	8,245	433,652	-	7,018	-	37,346
Accrued interest	-	-	-	22,127	1,734	-	18,430	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	283,356	13,216	-	84,417	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	20,675	-	29,536	-	-	14,238	-
Tenant security deposits	-	19,752	-	106,430	-	-	31,448	-
<b>Total current liabilities</b>	<b>52,085</b>	<b>129,238</b>	<b>8,245</b>	<b>1,036,534</b>	<b>21,268</b>	<b>7,018</b>	<b>204,951</b>	<b>37,346</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	529,918	-	60,744	-	-	362,959	-
Accrued interest, affiliates	-	-	-	3,023,529	-	-	-	-
Notes payable, less current portion, net	-	7,656,538	-	10,590,203	423,720	-	11,390,088	-
Notes payable, less current portion, affiliates	-	-	-	10,068,092	-	-	-	-
Deferred revenue and other liabilities	-	-	-	26,667	-	-	380,971	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>8,186,456</b>	<b>-</b>	<b>23,769,235</b>	<b>423,720</b>	<b>-</b>	<b>12,134,018</b>	<b>-</b>
<b>Total liabilities</b>	<b>52,085</b>	<b>8,315,694</b>	<b>8,245</b>	<b>24,805,769</b>	<b>444,988</b>	<b>7,018</b>	<b>12,338,969</b>	<b>37,346</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	874,199	3,564,820	452,907	784,620	851,365	(66,873)	6,149,023	(36,668)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>874,199</b>	<b>3,564,820</b>	<b>452,907</b>	<b>784,620</b>	<b>851,365</b>	<b>(66,873)</b>	<b>6,149,023</b>	<b>(36,668)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>874,199</b>	<b>3,564,820</b>	<b>452,907</b>	<b>784,620</b>	<b>851,365</b>	<b>(66,873)</b>	<b>6,149,023</b>	<b>(36,668)</b>
<b>Total liabilities and net assets</b>	<b>\$ 926,284</b>	<b>\$ 11,880,514</b>	<b>\$ 461,152</b>	<b>\$ 25,590,389</b>	<b>\$ 1,296,353</b>	<b>\$ (59,855)</b>	<b>\$ 18,487,992</b>	<b>\$ 678</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 10 Othello West, LP (Mercy Othello Plaza West)	MHNW 12 Eleanor Apartments GP LLC	MHNW 12 Eleanor Apartments LLLP (Eleanor Apartments)	MHNW 11 Woodlakes GP, LLC	Woodlake Manor Apartments (MHNW 11 Woodlakes LLLP)	MHNW 13 Building 9 South GP, LLC	MHNW 13 Building 9 South LP	MHNW 14 Building 9 North GP, LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 123,016	\$ -	\$ 106,884	\$ -	\$ 167,536	\$ -	\$ 191,701	\$ -
Cash, tenant security deposits	14,821	-	30,291	-	57,829	-	68,925	-
Cash, restricted	218,439	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	21,891	-	14,965	-	36,230	-	101,825	-
Due from affiliate, net	6,818	8,488	-	-	14,684	68,939	8,064	23,822
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	20,840	-	33,264	-	18,453	-	58,489	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>405,825</b>	<b>8,488</b>	<b>185,404</b>	<b>-</b>	<b>294,732</b>	<b>68,939</b>	<b>429,004</b>	<b>23,822</b>
Property and equipment								
Land and land improvements	994,679	-	2,707,411	-	1,647,789	-	2,996,851	-
Buildings	9,914,583	-	17,478,108	-	10,311,169	-	41,159,711	-
Furniture and equipment	201,436	-	305,320	-	250,757	-	411,535	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(2,029,845)	-	(3,301,831)	-	(1,830,012)	-	(3,167,597)	-
<b>Net property and equipment</b>	<b>9,080,853</b>	<b>-</b>	<b>17,189,008</b>	<b>-</b>	<b>10,379,703</b>	<b>-</b>	<b>41,400,500</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	206,152	-	1,251,821	-	902,380	-	258,442	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	(4,934)	-	(432,213)	-	(330)	-	(225)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	58,822	-	110,345	-	59,986	-	63,998	-
<b>Total other long-term assets</b>	<b>264,974</b>	<b>(4,934)</b>	<b>1,362,166</b>	<b>(432,213)</b>	<b>962,366</b>	<b>(330)</b>	<b>322,440</b>	<b>(225)</b>
<b>Total assets</b>	<b>\$ 9,751,652</b>	<b>\$ 3,554</b>	<b>\$ 18,736,578</b>	<b>\$ (432,213)</b>	<b>\$ 11,636,801</b>	<b>\$ 68,609</b>	<b>\$ 42,151,944</b>	<b>\$ 23,597</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 10 Othello West, LP (Mercy Othello Plaza West)	MHNW 12 Eleanor Apartments GP LLC	MHNW 12 Eleanor Apartments LLLP (Eleanor Apartments)	MHNW 11 Woodlakes GP, LLC	Woodlake Manor Apartments (MHNW 11 Woodlakes LLLP)	MHNW 13 Building 9 South GP, LLC	MHNW 13 Building 9 South LP	MHNW 14 Building 9 North GP, LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 35,222	\$ -	\$ 40,783	\$ -	\$ 55,630	\$ -	\$ 66,300	\$ -
Due to affiliates	2,502	13,176	9,167	5,042	11,157	72,803	798,735	27,687
Accrued interest	-	-	-	-	6,043	-	31,993	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	44,395	-	59,195	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	15,840	-	12,169	-	854	-	35,133	-
Tenant security deposits	13,666	-	29,937	-	56,129	-	65,811	-
<b>Total current liabilities</b>	<b>67,230</b>	<b>13,176</b>	<b>92,056</b>	<b>5,042</b>	<b>174,208</b>	<b>72,803</b>	<b>1,057,167</b>	<b>27,687</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	186,527	-	164,983	-	-	-	558,627	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	2,213,117	-	4,598,863	-	4,560,023	-	25,070,715	-
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	98,931	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>	<b>2,498,575</b>	<b>-</b>	<b>4,763,846</b>	<b>-</b>	<b>4,560,023</b>	<b>-</b>	<b>25,629,342</b>	<b>-</b>
<b>Total liabilities</b>	<b>2,565,805</b>	<b>13,176</b>	<b>4,855,902</b>	<b>5,042</b>	<b>4,734,231</b>	<b>72,803</b>	<b>26,686,509</b>	<b>27,687</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	7,185,847	(9,622)	13,880,676	(437,255)	6,902,570	(4,194)	15,465,435	(4,090)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>7,185,847</b>	<b>(9,622)</b>	<b>13,880,676</b>	<b>(437,255)</b>	<b>6,902,570</b>	<b>(4,194)</b>	<b>15,465,435</b>	<b>(4,090)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>7,185,847</b>	<b>(9,622)</b>	<b>13,880,676</b>	<b>(437,255)</b>	<b>6,902,570</b>	<b>(4,194)</b>	<b>15,465,435</b>	<b>(4,090)</b>
<b>Total liabilities and net assets</b>	<b>\$ 9,751,652</b>	<b>\$ 3,554</b>	<b>\$ 18,736,578</b>	<b>\$ (432,213)</b>	<b>\$ 11,636,801</b>	<b>\$ 68,609</b>	<b>\$ 42,151,944</b>	<b>\$ 23,597</b>



**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 14 Building	Building 9 Condominium Association (Mercy Magnuson Place Condominium)	MHNW Family Service Center Commercial (Allen Family Center)	MHNW 16 Family Housing GP LLC	MHNW 16 Family Housing LLLP (Gardner House)	MHNW 18 Vancouver Family Housing GP LLC	MHNW 18 Vancouver Family Housing LLLP	MHNW 17 MLK Senior Housing GP LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 25,962	\$ 20,000	\$ 121,097	\$ -	\$ 69,264	\$ -	\$ -	\$ -
Cash, tenant security deposits	19,359	-	-	-	36,312	-	-	-
Cash, restricted	-	-	-	-	499,453	-	10,272	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	38,509	-	-	-	78,216	-	-	-
Due from affiliate, net	56,883	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	39,867	-	-	-	72,053	-	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>180,580</b>	<b>20,000</b>	<b>121,097</b>	<b>-</b>	<b>755,298</b>	<b>-</b>	<b>10,272</b>	<b>-</b>
Property and equipment								
Land and land improvements	1,999,456	-	484,957	-	4,241,887	-	1,300,000	-
Buildings	30,125,410	-	4,836,585	-	30,218,564	-	-	-
Furniture and equipment	291,981	-	251,245	-	706,516	-	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	8,854,870	-
Accumulated depreciation	(2,174,562)	-	(226,811)	-	(2,367,427)	-	-	-
<b>Net property and equipment</b>	<b>30,242,285</b>	<b>-</b>	<b>5,345,976</b>	<b>-</b>	<b>32,799,540</b>	<b>-</b>	<b>10,154,870</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	233,012	-	681,014	-	1,804,879	-	-	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	10,846	-	1,300,100	-	1,199,949
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	66,028	-	-	-	127,986	-	67,460	-
<b>Total other long-term assets</b>	<b>299,040</b>	<b>-</b>	<b>681,014</b>	<b>10,846</b>	<b>1,932,865</b>	<b>1,300,100</b>	<b>67,460</b>	<b>1,199,949</b>
<b>Total assets</b>	<b>\$ 30,721,905</b>	<b>\$ 20,000</b>	<b>\$ 6,148,087</b>	<b>\$ 10,846</b>	<b>\$ 35,487,703</b>	<b>\$ 1,300,100</b>	<b>\$ 10,232,602</b>	<b>\$ 1,199,949</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 14 Building 9 North LP	Building 9 Condominium Association (Mercy Magnuson Place Condominium)	MHNW Family Service Center Commercial (Allen Family Center)	MHNW 16 Family Housing GP LLC	MHNW 16 Family Housing LLLP (Gardner House)	MHNW 18 Vancouver Family Housing GP LLC	MHNW 18 Vancouver Family Housing LLLP	MHNW 17 MLK Senior Housing GP LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 48,973	\$ 8,798	\$ 7,811	\$ -	\$ 87,863	\$ -	\$ 2,545,628	\$ -
Due to affiliates	25,457	11,202	-	12,408	409,452	1,034	400,530	934
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	-	-	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	5,797	-
Deferred revenue and other liabilities	32,112	-	-	-	30,051	-	-	-
Tenant security deposits	19,143	-	-	-	35,103	-	-	-
<b>Total current liabilities</b>	<b>125,685</b>	<b>20,000</b>	<b>7,811</b>	<b>12,408</b>	<b>562,469</b>	<b>1,034</b>	<b>2,951,955</b>	<b>934</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	179,140	-	-	-	171,493	-	743	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	10,863,907	-	781,609	-	4,940,372	-	1,352,582	-
Notes payable, less current portion, affiliates	7,688,519	-	5,417,385	-	22,288,097	-	2,400,000	-
Deferred revenue and other liabilities	371,941	-	-	-	225,972	-	199,739	-
<b>Total long-term liabilities</b>	<b>19,103,507</b>	<b>-</b>	<b>6,198,994</b>	<b>-</b>	<b>27,625,934</b>	<b>-</b>	<b>3,953,064</b>	<b>-</b>
<b>Total liabilities</b>	<b>19,229,192</b>	<b>20,000</b>	<b>6,206,805</b>	<b>12,408</b>	<b>28,188,403</b>	<b>1,034</b>	<b>6,905,019</b>	<b>934</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	11,492,713	-	(58,718)	(1,562)	7,299,300	1,299,066	3,327,583	1,199,015
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>11,492,713</b>	<b>-</b>	<b>(58,718)</b>	<b>(1,562)</b>	<b>7,299,300</b>	<b>1,299,066</b>	<b>3,327,583</b>	<b>1,199,015</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>11,492,713</b>	<b>-</b>	<b>(58,718)</b>	<b>(1,562)</b>	<b>7,299,300</b>	<b>1,299,066</b>	<b>3,327,583</b>	<b>1,199,015</b>
<b>Total liabilities and net assets</b>	<b>\$ 30,721,905</b>	<b>\$ 20,000</b>	<b>\$ 6,148,087</b>	<b>\$ 10,846</b>	<b>\$ 35,487,703</b>	<b>\$ 1,300,100</b>	<b>\$ 10,232,602</b>	<b>\$ 1,199,949</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 17 MLK Senior Housing LLLP (MLK Senior)	MHNW 19 Barkley Family GP	Barkley Village	Consolidated Mercy Properties Washington	Eliminations	Consolidated Mercy Housing Northwest
<b>Assets</b>						
Current assets						
Cash and cash equivalents	\$ 351	\$ -	\$ 2,198,192	\$ 518,425	\$ -	\$ 6,155,055
Cash, tenant security deposits	7,000	-	-	146,785	-	816,678
Cash, restricted	18,189	-	86,627	-	-	2,666,589
Investments	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-
Accounts receivable, net	61,216	-	-	51,303	4,282	808,145
Due from affiliate, net	-	-	-	-	(3,127,281)	14,748,226
Pledges receivable, net	-	-	-	-	-	122,679
Grants receivable	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	(104,939)	411,910
Prepaid expenses and other assets	-	-	-	66,577	-	767,694
Inventory	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-
<b>Total current assets</b>	<b>86,756</b>	<b>-</b>	<b>2,284,819</b>	<b>783,090</b>	<b>(3,227,938)</b>	<b>26,496,976</b>
Property and equipment						
Land and land improvements	1,791,827	-	1,080,000	5,942,029	(526,075)	41,371,284
Buildings	18,098,576	-	-	32,637,234	(21,564,681)	329,558,248
Furniture and equipment	706,635	-	-	981,043	349,816	8,687,626
Predevelopment project costs	-	-	-	-	-	822,700
Construction in progress	-	-	6,460,425	-	(199,739)	15,115,556
Accumulated depreciation	(200,773)	-	-	(24,478,417)	6,137,853	(90,237,385)
<b>Net property and equipment</b>	<b>20,396,265</b>	<b>-</b>	<b>7,540,425</b>	<b>15,081,889</b>	<b>(15,802,826)</b>	<b>305,318,029</b>
Other long-term assets						
Restricted property reserves	-	-	-	1,285,616	-	14,243,052
Long-term investments	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	150,000
Due from affiliates	-	-	-	-	(2,376,018)	-
Pledges receivable, net	-	-	-	-	-	300,000
Investments in limited partnerships, net	-	999	-	-	(6,601,715)	559,804
Notes and interest receivable, net	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	(48,270,001)	65,607
Allowance for impaired assets	-	-	-	-	-	-
Other assets, net	64,607	-	190,979	2,383	-	1,012,050
<b>Total other long-term assets</b>	<b>64,607</b>	<b>999</b>	<b>190,979</b>	<b>1,287,999</b>	<b>(57,247,734)</b>	<b>16,330,513</b>
<b>Total assets</b>	<b>\$ 20,547,628</b>	<b>\$ 999</b>	<b>\$ 10,016,223</b>	<b>\$ 17,152,978</b>	<b>\$ (76,278,498)</b>	<b>\$ 348,145,518</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	MHNW 17 MLK Senior Housing LLLP (MLK Senior)	MHNW 19 Barkley Family GP	Barkley Village	Consolidated Mercy Properties Washington	Eliminations	Consolidated Mercy Housing Northwest
<b>Liabilities</b>						
Current liabilities						
Accounts payable and accrued expenses	\$ 120,244	\$ -	\$ 1,084,823	\$ 305,111	\$ (209,984)	\$ 5,809,030
Due to affiliates	498,615	1,000	168,591	463,561	(3,349,087)	7,200,019
Accrued interest	27,115	-	-	21,061	-	189,704
Accrued interest, affiliates	-	-	-	-	-	-
Current portion of notes payable	12,100,031	-	-	106,070	-	13,132,091
Current portion of notes payable, affiliates	2,587	-	719	-	(9,104)	831,803
Deferred revenue and other liabilities	10,206	-	-	37,414	(2)	422,992
Tenant security deposits	6,088	-	-	142,628	-	795,303
<b>Total current liabilities</b>	<b>12,764,886</b>	<b>1,000</b>	<b>1,254,133</b>	<b>1,075,845</b>	<b>(3,568,177)</b>	<b>28,380,942</b>
Long-term liabilities						
Due to affiliates	-	-	-	180,000	(206,198)	-
Accrued interest	-	-	6,539	360,039	-	2,995,450
Accrued interest, affiliates	-	-	-	116,211	(5,917,844)	-
Notes payable, less current portion, net	4,841,379	-	3,163,509	8,955,768	(795,400)	136,000,727
Notes payable, less current portion, affiliates	500,000	-	-	491,016	(65,232,459)	411,470
Deferred revenue and other liabilities	-	-	3,192,798	-	(2,075,791)	4,869,039
<b>Total long-term liabilities</b>	<b>5,341,379</b>	<b>-</b>	<b>6,362,846</b>	<b>10,103,034</b>	<b>(74,227,692)</b>	<b>144,276,686</b>
<b>Total liabilities</b>	<b>18,106,265</b>	<b>1,000</b>	<b>7,616,979</b>	<b>11,178,879</b>	<b>(77,795,869)</b>	<b>172,657,628</b>
<b>Net assets</b>						
Net assets without donor restrictions, controlling	2,441,363	(1)	2,399,244	5,974,099	1,517,371	175,083,972
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>2,441,363</b>	<b>(1)</b>	<b>2,399,244</b>	<b>5,974,099</b>	<b>1,517,371</b>	<b>175,083,972</b>
Net assets with donor restrictions	-	-	-	-	-	403,918
<b>Total net assets</b>	<b>2,441,363</b>	<b>(1)</b>	<b>2,399,244</b>	<b>5,974,099</b>	<b>1,517,371</b>	<b>175,487,890</b>
<b>Total liabilities and net assets</b>	<b>\$ 20,547,628</b>	<b>\$ 999</b>	<b>\$ 10,016,223</b>	<b>\$ 17,152,978</b>	<b>\$ (76,278,498)</b>	<b>\$ 348,145,518</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Northwest	Intercommunity Housing Ferndale	Sterling Senior Housing	Appian Way Manager LLC	Appian Way Mercy, LLC (Appian Way Apartments)	New Tacoma Phase I GP LLC	New Tacoma Phase I Owner, LP (New Tacoma Phase I)	New Tacoma Phase II Mercy LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 335,993	\$ 167,819	\$ -	\$ 1,936,324	\$ -	\$ 600,675	\$ 295,625
Developer fees	1,824,661	-	-	-	-	-	-	-
Services fees	1,019,055	-	-	-	-	13,987	-	-
Philanthropy	4,645,538	-	-	-	-	-	-	-
Capital grants	14,570	-	-	-	-	-	-	-
Consulting	8,500	-	-	-	-	-	-	-
Interest	1,036,287	376	4	-	14	-	331	81
Other	185,642	3,040	2,629	-	6,135	-	7,457	5,852
<b>Total revenues</b>	<b>8,734,253</b>	<b>339,409</b>	<b>170,452</b>	<b>-</b>	<b>1,942,473</b>	<b>13,987</b>	<b>608,463</b>	<b>301,558</b>
<b>Expenses and losses</b>								
Compensation	2,780,462	79,187	76,890	-	366,999	-	178,041	88,397
Administrative	671,642	32,260	25,038	50	168,248	14,037	118,911	91,588
Professional services	140,591	7,463	14,620	1,054	10,941	934	58,755	31,991
Depreciation and amortization	-	97,093	83,531	-	923,334	-	683,689	340,963
Grants	1,013,032	-	-	-	-	-	-	-
Facility	151,962	157,768	61,301	-	460,046	-	199,918	98,673
Interest and fees	391	52,283	-	-	514,672	-	29,993	56,740
Bad debts	4,874,945	8,679	-	-	7,564	-	156	4,186
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	1,040,239	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	(96,395)	-	-	51	-	66	-	-
<b>Total expenses and losses</b>	<b>10,576,869</b>	<b>434,733</b>	<b>261,380</b>	<b>1,155</b>	<b>2,451,804</b>	<b>15,037</b>	<b>1,269,463</b>	<b>712,538</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,842,616)</b>	<b>(95,324)</b>	<b>(90,928)</b>	<b>(1,155)</b>	<b>(509,331)</b>	<b>(1,050)</b>	<b>(661,000)</b>	<b>(410,980)</b>
Net assets at beginning of year	56,881,580	717,246	1,312,901	282,993	259,148	9,824,884	(523,383)	6,073,684
Other transfers to (from) net assets	-	-	-	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 55,038,964</b>	<b>\$ 621,922</b>	<b>\$ 1,221,973</b>	<b>\$ 281,838</b>	<b>\$ (250,183)</b>	<b>\$ 9,823,834</b>	<b>\$ (1,184,383)</b>	<b>\$ 5,662,704</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	New Tacoma Condominium Association	Evergreen Vista 1 GP LLC	Evergreen Vista 1 Owner, LP	Rainier Vista Block 43 GP, LLC	Rainier Vista Block 43 Owner, LP (Columbia City Station Apts.)	Cobble Knoll I Mercy LLC	Allegre Mercy Redevelopment LLLP	Villa Kathleen Redevelopment LLLP
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ -	\$ 1,448,299	\$ -	\$ 670,983	\$ -	\$ 722,682	\$ 661,843
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	9,712	-	43,907	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	-	28	-	15	-	58	53
Other	151,996	85,960	46,602	-	1,467	-	8,754	9,967
<b>Total revenues</b>	<u>151,996</u>	<u>85,960</u>	<u>1,494,929</u>	<u>9,712</u>	<u>672,465</u>	<u>43,907</u>	<u>731,494</u>	<u>671,863</u>
<b>Expenses and losses</b>								
Compensation	-	-	287,643	-	130,177	-	184,512	152,276
Administrative	540	50	120,982	9,762	80,832	43,957	109,307	107,146
Professional services	7,900	1,054	9,906	994	8,040	1,054	12,250	10,387
Depreciation and amortization	-	-	444,999	-	376,075	-	301,195	356,195
Grants	-	-	-	-	-	-	-	-
Facility	143,556	-	385,655	-	204,855	-	331,982	288,115
Interest and fees	-	-	400,905	-	127,782	-	45,304	65,962
Bad debts	-	-	24,991	-	3,009	-	1,828	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	18	-	26	-	56	-	-
<b>Total expenses and losses</b>	<u>151,996</u>	<u>1,122</u>	<u>1,675,081</u>	<u>10,782</u>	<u>930,770</u>	<u>45,067</u>	<u>986,378</u>	<u>980,081</u>
<b>Excess (deficiency) of revenues over expenses</b>	-	84,838	(180,152)	(1,070)	(258,305)	(1,160)	(254,884)	(308,218)
Net assets at beginning of year	8,876	161,853	(1,431,210)	(6,225)	(97,042)	217,377	7,598,842	6,202,566
Other transfers to (from) net assets	-	-	85,960	-	-	-	-	6,942
<b>Net assets at end of year</b>	<u>\$ 8,876</u>	<u>\$ 246,691</u>	<u>\$ (1,525,402)</u>	<u>\$ (7,295)</u>	<u>\$ (355,347)</u>	<u>\$ 216,217</u>	<u>\$ 7,343,958</u>	<u>\$ 5,901,290</u>

**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Impact Family Village GP LLC	Impact Family Village Limited Partnership (Emerald City Commons)	Family Tree & Lincoln Way GP, LLC	Family Tree & Lincoln Way LLLP	MHNW Othello Commercial, LLC	MHNW 9 Othello East GP, LLC	MHNW 9 Othello East, LP (Mercy Othello Plaza East)	MHNW 10 Othello West GP, LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 765,435	\$ -	\$ 2,731,285	\$ 44,400	\$ -	\$ 1,071,519	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	26,791	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	181	-	367	-	-	64	-
Other	-	12,432	-	50,236	117,513	-	13,548	-
<b>Total revenues</b>	<u>26,791</u>	<u>778,048</u>	<u>-</u>	<u>2,781,888</u>	<u>161,913</u>	<u>-</u>	<u>1,085,131</u>	<u>-</u>
<b>Expenses and losses</b>								
Compensation	-	146,567	-	455,290	-	-	156,016	-
Administrative	42,385	110,276	100	252,726	2,498	50	89,298	50
Professional services	2,583	119,323	934	12,129	31,798	994	61,923	994
Depreciation and amortization	-	555,881	-	1,145,366	65,535	-	816,806	-
Grants	-	-	-	-	-	-	-	-
Facility	-	305,193	-	665,959	102,466	-	269,013	-
Interest and fees	-	82,545	-	1,021,262	22,649	-	308,042	-
Bad debts	-	28,284	-	43,895	-	-	33,958	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	57	-	82	-	-	65	-	34
<b>Total expenses and losses</b>	<u>45,025</u>	<u>1,348,069</u>	<u>1,116</u>	<u>3,596,627</u>	<u>224,946</u>	<u>1,109</u>	<u>1,735,056</u>	<u>1,078</u>
<b>Excess (deficiency) of revenues over expenses</b>	(18,234)	(570,021)	(1,116)	(814,739)	(63,033)	(1,109)	(649,925)	(1,078)
Net assets at beginning of year	892,433	4,142,428	454,023	1,599,359	984,398	(65,764)	6,798,948	(35,590)
Other transfers to (from) net assets	-	(7,587)	-	-	(70,000)	-	-	-
<b>Net assets at end of year</b>	<u>\$ 874,199</u>	<u>\$ 3,564,820</u>	<u>\$ 452,907</u>	<u>\$ 784,620</u>	<u>\$ 851,365</u>	<u>\$ (66,873)</u>	<u>\$ 6,149,023</u>	<u>\$ (36,668)</u>

**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHNW 10 Othello West, LP (Mercy Othello Plaza West)	MHNW 12 Eleanor Apartments GP LLC	MHNW 12 Eleanor Apartments LLLP (Eleanor Apartments)	MHNW 11 Woodlakes GP, LLC	Woodlake Manor Apartments (MHNW 11 Woodlakes LLLP)	MHNW 13 Building 9 South GP, LLC	MHNW 13 Building 9 South LP	MHNW 14 Building 9 North GP, LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 433,958	\$ -	\$ 594,988	\$ -	\$ 762,364	\$ -	\$ 1,609,790	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	25,187	-	-	-	26,522	-	10,079
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	1	-	(3,778)	-	105	-	80	-
Other	15,164	-	22,857	-	9,133	-	22,340	-
<b>Total revenues</b>	<b>449,123</b>	<b>25,187</b>	<b>614,067</b>	<b>-</b>	<b>771,602</b>	<b>26,522</b>	<b>1,632,210</b>	<b>10,079</b>
<b>Expenses and losses</b>								
Compensation	91,068	-	182,758	-	154,640	-	187,514	-
Administrative	49,238	25,236	118,571	59,506	86,384	26,621	135,622	10,180
Professional services	33,778	934	83,247	1,174	10,360	1,054	54,309	1,054
Depreciation and amortization	433,213	-	785,605	-	358,764	-	1,223,374	-
Grants	-	-	-	-	-	-	-	-
Facility	134,320	-	171,636	-	277,885	-	517,868	-
Interest and fees	32,460	-	60,753	-	74,434	-	649,219	-
Bad debts	13,765	-	-	-	34	-	70,323	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	79	-	19	-	121	-	86
<b>Total expenses and losses</b>	<b>787,842</b>	<b>26,249</b>	<b>1,402,570</b>	<b>60,699</b>	<b>962,501</b>	<b>27,796</b>	<b>2,838,229</b>	<b>11,320</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(338,719)</b>	<b>(1,062)</b>	<b>(788,503)</b>	<b>(60,699)</b>	<b>(190,899)</b>	<b>(1,274)</b>	<b>(1,206,019)</b>	<b>(1,241)</b>
Net assets at beginning of year	7,524,566	(8,560)	14,670,921	(376,556)	7,152,872	(2,920)	16,671,454	(2,849)
Other transfers to (from) net assets	-	-	(1,742)	-	(59,403)	-	-	-
<b>Net assets at end of year</b>	<b>\$ 7,185,847</b>	<b>\$ (9,622)</b>	<b>\$ 13,880,676</b>	<b>\$ (437,255)</b>	<b>\$ 6,902,570</b>	<b>\$ (4,194)</b>	<b>\$ 15,465,435</b>	<b>\$ (4,090)</b>



**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHNW 14 Building 9 North LP	Building 9 Condominium Association (Mercy Magnuson Place Condominium)	MHNW Family Service Center Commercial (Allen Family Center)	MHNW 16 Family Housing GP LLC	MHNW 16 Family Housing LLLP (Gardner House)	MHNW 18 Vancouver Family Housing GP LLC	MHNW 18 Vancouver Family Housing LLLP	MHNW 17 MLK Senior Housing GP LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 499,365	\$ -	\$ -	\$ -	\$ 1,312,420	\$ -	\$ -	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	105	-	21	-	75	-	-	-
Other	10,361	4,399	1,253,935	-	196,459	400,000	-	-
<b>Total revenues</b>	<b>509,831</b>	<b>4,399</b>	<b>1,253,956</b>	<b>-</b>	<b>1,508,954</b>	<b>400,000</b>	<b>-</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	80,286	-	132,696	-	524,651	-	-	-
Administrative	54,541	-	41,189	100	135,654	-	406	-
Professional services	32,082	4,399	479,139	2,954	251,428	623	4,399	934
Depreciation and amortization	891,283	-	217,709	-	1,211,698	-	-	-
Grants	-	-	-	-	-	-	-	-
Facility	238,663	-	53,192	-	485,235	-	-	-
Interest and fees	67,158	-	293	-	(34,424)	-	-	-
Bad debts	9,774	-	-	-	26,449	-	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	109	-	-	-	50
<b>Total expenses and losses</b>	<b>1,373,787</b>	<b>4,399</b>	<b>924,218</b>	<b>3,163</b>	<b>2,600,691</b>	<b>623</b>	<b>4,805</b>	<b>984</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(863,956)</b>	<b>-</b>	<b>329,738</b>	<b>(3,163)</b>	<b>(1,091,737)</b>	<b>399,377</b>	<b>(4,805)</b>	<b>(984)</b>
Net assets at beginning of year	12,111,712	-	(388,456)	1,601	7,616,575	899,689	-	1,199,999
Other transfers to (from) net assets	244,957	-	-	-	774,462	-	3,332,388	-
<b>Net assets at end of year</b>	<b>\$ 11,492,713</b>	<b>\$ -</b>	<b>\$ (58,718)</b>	<b>\$ (1,562)</b>	<b>\$ 7,299,300</b>	<b>\$ 1,299,066</b>	<b>\$ 3,327,583</b>	<b>\$ 1,199,015</b>

**Mercy Housing Northwest**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	MHNW 17 MLK Senior Housing LLLP (MLK Senior)	MHNW 19 Barkley Family GP	Barkley Village	Consolidated Mercy Properties Washington	Eliminations	Consolidated Mercy Housing Northwest
<b>Revenues</b>						
Rent - net of vacancies	\$ 111,221	\$ -	\$ -	\$ 2,925,803	\$ (91,365)	\$ 19,611,426
Developer fees	-	-	-	-	150,261	1,974,922
Services fees	-	-	-	-	(1,085,239)	90,001
Philanthropy	-	-	-	-	-	4,645,538
Capital grants	-	-	-	-	-	14,570
Consulting	-	-	-	-	-	8,500
Interest	319	-	-	(1,833)	(979,658)	53,296
Other	1,601	-	-	157,628	(1,165,767)	1,637,340
<b>Total revenues</b>	<u>113,141</u>	<u>-</u>	<u>-</u>	<u>3,081,598</u>	<u>(3,171,768)</u>	<u>28,035,593</u>
<b>Expenses and losses</b>						
Compensation	88,645	-	-	728,991	-	7,253,706
Administrative	137,354	-	5,320	622,638	(277,161)	3,323,132
Professional services	28,188	-	4,509	257,207	(813,749)	986,635
Depreciation and amortization	201,868	-	-	1,349,339	(713,507)	12,150,008
Grants	-	-	-	-	(1,012,532)	500
Facility	32,227	-	-	1,005,994	(237,100)	6,506,382
Interest and fees	124,532	-	-	175,906	(979,654)	2,899,207
Bad debts	295	-	-	24,693	(2,821,741)	2,355,087
Provision for impaired assets	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-
Allocation	-	-	-	-	-	1,040,239
(Gain) loss on sale of assets	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	1	-	-	(13,083)	(108,558)
<b>Total expenses and losses</b>	<u>613,109</u>	<u>1</u>	<u>9,829</u>	<u>4,164,768</u>	<u>(6,868,527)</u>	<u>36,406,338</u>
<b>Excess (deficiency) of revenues over expenses</b>	<u>(499,968)</u>	<u>(1)</u>	<u>(9,829)</u>	<u>(1,083,170)</u>	<u>3,696,759</u>	<u>(8,370,745)</u>
Net assets at beginning of year	1,507,916	-	-	7,057,269	(914,789)	176,974,769
Other transfers to (from) net assets	1,433,415	-	2,409,073	-	(1,264,599)	6,883,866
<b>Net assets at end of year</b>	<u>\$ 2,441,363</u>	<u>\$ (1)</u>	<u>\$ 2,399,244</u>	<u>\$ 5,974,099</u>	<u>\$ 1,517,371</u>	<u>\$ 175,487,890</u>

**Mercy Properties Washington**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties Washington	Mercy Housing Washington VIII, LP (Hillside Gardens)	Mercy Housing Washington VI, LP (Lincoln Way II)	Mercy Housing Washington V, LP (Sterling Meadows)	Mercy Housing Washington VII, LP (Eliza McCabe Townhomes)	Mercy Housing Washington IX, LP (Evergreen Vista II)	Mercy Housing Washington X, LLC (Catalina Apartments)	Eliminations	Consolidated Mercy Properties Washington
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ -	\$ 50,092	\$ 177,497	\$ 46,908	\$ 137,480	\$ 43,230	\$ 63,218	\$ -	\$ 518,425
Cash, tenant security deposits	-	15,225	38,943	33,914	22,741	22,152	13,810	-	146,785
Cash, restricted	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	-	2,356	6,667	15,845	8,634	9,708	8,093	-	51,303
Due from affiliate, net	473,104	-	-	-	-	-	-	(473,104)	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	6,738	12,955	12,522	10,780	14,058	9,524	-	66,577
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
Total current assets	473,104	74,411	236,062	109,189	179,635	89,148	94,645	(473,104)	783,090
Property and equipment									
Land and land improvements	-	384,489	1,599,764	891,759	615,966	1,845,921	766,630	(162,500)	5,942,029
Buildings	-	3,135,802	4,740,438	5,007,036	5,219,703	7,522,935	7,011,320	-	32,637,234
Furniture and equipment	-	169,376	183,969	174,595	216,312	129,998	106,793	-	981,043
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(2,420,402)	(4,446,475)	(4,136,965)	(3,833,138)	(5,424,672)	(4,216,765)	-	(24,478,417)
Net property and equipment	-	1,269,265	2,077,696	1,936,425	2,218,843	4,074,182	3,667,978	(162,500)	15,081,889
Other long-term assets									
Restricted property reserves	-	39,054	346,777	132,836	70,400	172,957	523,592	-	1,285,616
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	2,294,943	-	-	-	-	-	-	(2,294,943)	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	2,383	-	-	2,383
Total other long-term assets	2,294,943	39,054	346,777	132,836	70,400	175,340	523,592	(2,294,943)	1,287,999
<b>Total assets</b>	<b>\$ 2,768,047</b>	<b>\$ 1,382,730</b>	<b>\$ 2,660,535</b>	<b>\$ 2,178,450</b>	<b>\$ 2,468,878</b>	<b>\$ 4,338,670</b>	<b>\$ 4,286,215</b>	<b>\$ (2,930,547)</b>	<b>\$ 17,152,978</b>

**Mercy Properties Washington**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties Washington	Mercy Housing Washington VIII, LP (Hillside Gardens)	Mercy Housing Washington VI, LP (Lincoln Way II)	Mercy Housing Washington V, LP (Sterling Meadows)	Mercy Housing Washington VII, LP (Eliza McCabe Townhomes)	Mercy Housing Washington IX, LP (Evergreen Vista II)	Mercy Housing Washington X, LLC (Catalina Apartments)	Eliminations	Consolidated Mercy Properties Washington
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ -	\$ 34,900	\$ 39,685	\$ 47,953	\$ 103,616	\$ 40,189	\$ 30,373	\$ 8,395	\$ 305,111
Due to affiliates	368,225	217,376	136,272	-	216,050	60,875	112,757	(647,994)	463,561
Accrued interest	-	-	10,242	5,463	1,407	3,949	-	-	21,061
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	32,972	-	11,522	46,576	15,000	-	106,070
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	1,252	21,873	149	1,059	9,954	3,127	-	37,414
Tenant security deposits	-	13,559	39,165	33,411	21,886	21,300	13,307	-	142,628
Total current liabilities	<u>368,225</u>	<u>267,087</u>	<u>280,209</u>	<u>86,976</u>	<u>355,540</u>	<u>182,843</u>	<u>174,564</u>	<u>(639,599)</u>	<u>1,075,845</u>
Long-term liabilities									
Due to affiliates	180,000	-	-	-	-	-	-	-	180,000
Accrued interest	-	-	360,039	-	-	-	-	-	360,039
Accrued interest, affiliates	-	-	-	-	-	116,211	-	-	116,211
Notes payable, less current portion, net	-	795,704	2,381,693	722,077	999,156	2,717,436	1,339,702	-	8,955,768
Notes payable, less current portion, affiliates	-	-	-	-	-	491,016	-	-	491,016
Deferred revenue and other liabilities	-	-	-	-	-	-	-	-	-
Total long-term liabilities	<u>180,000</u>	<u>795,704</u>	<u>2,741,732</u>	<u>722,077</u>	<u>999,156</u>	<u>3,324,663</u>	<u>1,339,702</u>	<u>-</u>	<u>10,103,034</u>
<b>Total liabilities</b>	<u>548,225</u>	<u>1,062,791</u>	<u>3,021,941</u>	<u>809,053</u>	<u>1,354,696</u>	<u>3,507,506</u>	<u>1,514,266</u>	<u>(639,599)</u>	<u>11,178,879</u>
<b>Net assets</b>									
Net assets without donor restrictions, controlling	2,219,822	319,939	(361,406)	1,369,397	1,114,182	831,164	2,771,949	(2,290,948)	5,974,099
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	<u>2,219,822</u>	<u>319,939</u>	<u>(361,406)</u>	<u>1,369,397</u>	<u>1,114,182</u>	<u>831,164</u>	<u>2,771,949</u>	<u>(2,290,948)</u>	<u>5,974,099</u>
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<u>2,219,822</u>	<u>319,939</u>	<u>(361,406)</u>	<u>1,369,397</u>	<u>1,114,182</u>	<u>831,164</u>	<u>2,771,949</u>	<u>(2,290,948)</u>	<u>5,974,099</u>
<b>Total liabilities and net assets</b>	<u>\$ 2,768,047</u>	<u>\$ 1,382,730</u>	<u>\$ 2,660,535</u>	<u>\$ 2,178,450</u>	<u>\$ 2,468,878</u>	<u>\$ 4,338,670</u>	<u>\$ 4,286,215</u>	<u>\$ (2,930,547)</u>	<u>\$ 17,152,978</u>

**Mercy Properties Washington**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Properties Washington	Mercy Housing Washington VIII, LP (Hillside Gardens)	Mercy Housing Washington VI, LP (Lincoln Way II)	Mercy Housing Washington V, LP (Sterling Meadows)	Mercy Housing Washington VII, LP (Eliza McCabe Townhomes)	Mercy Housing Washington IX, LP (Evergreen Vista II)	Mercy Housing Washington X, LLC (Catalina Apartments)	Eliminations	Consolidated Mercy Properties Washington
<b>Revenues</b>									
Rent - net of vacancies	\$ -	\$ 288,041	\$ 565,316	\$ 499,504	\$ 455,507	\$ 683,785	\$ 433,650	\$ -	\$ 2,925,803
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	204,406	-	-	-	-	-	-	(204,406)	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	-	2	214	87	68	11	(2,215)	-	(1,833)
Other	33,229	8,596	2,718	83,349	21,274	5,256	3,206	-	157,628
<b>Total revenues</b>	<b>237,635</b>	<b>296,639</b>	<b>568,248</b>	<b>582,940</b>	<b>476,849</b>	<b>689,052</b>	<b>434,641</b>	<b>(204,406)</b>	<b>3,081,598</b>
<b>Expenses and losses</b>									
Compensation	-	54,111	124,305	156,411	99,225	157,331	137,608	-	728,991
Administrative	293,296	50,314	76,719	56,649	85,776	88,673	82,790	(111,579)	622,638
Professional services	3,435	36,835	22,230	16,230	51,334	95,640	31,503	-	257,207
Depreciation and amortization	-	120,256	181,873	198,742	211,562	379,045	257,861	-	1,349,339
Grants	-	-	-	-	-	-	-	-	-
Facility	-	107,303	182,897	230,173	167,544	190,048	128,029	-	1,005,994
Interest and fees	-	466	79,773	7,477	17,419	59,594	11,177	-	175,906
Bad debts	-	9,132	-	6,280	3,529	5,752	-	-	24,693
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	173	-	-	-	-	-	-	(173)	-
<b>Total expenses and losses</b>	<b>296,904</b>	<b>378,417</b>	<b>667,797</b>	<b>671,962</b>	<b>636,389</b>	<b>976,083</b>	<b>648,968</b>	<b>(111,752)</b>	<b>4,164,768</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(59,269)</b>	<b>(81,778)</b>	<b>(99,549)</b>	<b>(89,022)</b>	<b>(159,540)</b>	<b>(287,031)</b>	<b>(214,327)</b>	<b>(92,654)</b>	<b>(1,083,170)</b>
Net assets at beginning of year	2,279,091	368,488	(261,857)	1,458,419	1,273,722	1,118,195	2,986,276	(2,165,065)	7,057,269
Other transfers to (from) net assets	-	33,229	-	-	-	-	-	(33,229)	-
<b>Net assets at end of year</b>	<b>\$ 2,219,822</b>	<b>\$ 319,939</b>	<b>\$ (361,406)</b>	<b>\$ 1,369,397</b>	<b>\$ 1,114,182</b>	<b>\$ 831,164</b>	<b>\$ 2,771,949</b>	<b>\$ (2,290,948)</b>	<b>\$ 5,974,099</b>

**General Partners**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Properties, Inc.	Consolidated Mercy Properties II, Inc.	Consolidated 2101 Telegraph Avenue Housing, Inc.	Consolidated McDermott Place	Consolidated South of Market Mercy Housing	Consolidated Visitacion Valley Affordable Housing Corporation	Consolidated Mercy Housing West	Consolidated Affordable Housing Corp.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 5,522,257	\$ 374,862	\$ 79,206	\$ -	\$ 741,418	\$ 1,120,087	\$ 15,863,039	\$ 31,452
Cash, tenant security deposits	607,155	49,091	23,966	-	142,233	108,941	1,513,854	26,274
Cash, restricted	900	-	-	-	-	-	264,343	2,756
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	355,292	61,605	48,781	-	117,700	86,584	446,452	6,526
Due from affiliate, net	872	-	-	-	18,751	-	1,220	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	386,811	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	465,216	40,747	29,992	-	62,955	63,401	1,330,689	12,308
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>6,951,692</b>	<b>526,305</b>	<b>181,945</b>	<b>-</b>	<b>1,083,057</b>	<b>1,379,013</b>	<b>19,806,408</b>	<b>79,316</b>
Property and equipment								
Land and land improvements	13,498,936	2,297,700	649,859	-	3,249,594	17,390	69,544,152	278,856
Buildings	135,673,572	11,295,434	9,721,461	-	24,306,904	26,334,546	577,996,773	4,732,037
Furniture and equipment	5,924,801	300,907	597,705	-	782,523	888,505	16,245,324	228,029
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(95,713,799)	(8,438,160)	(8,945,596)	-	(17,000,397)	(20,884,829)	(347,453,329)	(3,506,440)
<b>Net property and equipment</b>	<b>59,383,510</b>	<b>5,455,881</b>	<b>2,023,429</b>	<b>-</b>	<b>11,338,624</b>	<b>6,355,612</b>	<b>316,332,920</b>	<b>1,732,482</b>
Other long-term assets								
Restricted property reserves	9,555,459	1,606,198	921,430	-	1,624,693	1,423,151	25,497,880	38,238
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	341,034	-	-	-	(36,109,051)	-	(7,499,581)	2
Notes and interest receivable, net	-	-	-	-	-	-	285,520	-
Notes and interest receivable, affiliates	-	-	-	-	1,197,412	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	85,417	-	-	-	-	-	2,086,474	-
<b>Total other long-term assets</b>	<b>9,981,910</b>	<b>1,606,198</b>	<b>921,430</b>	<b>-</b>	<b>(33,286,946)</b>	<b>1,423,151</b>	<b>20,370,293</b>	<b>38,240</b>
<b>Total assets</b>	<b>\$ 76,317,112</b>	<b>\$ 7,588,384</b>	<b>\$ 3,126,804</b>	<b>\$ -</b>	<b>\$ (20,865,265)</b>	<b>\$ 9,157,776</b>	<b>\$ 356,509,621</b>	<b>\$ 1,850,038</b>

**General Partners**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Properties, Inc.	Consolidated Mercy Properties II, Inc.	Consolidated 2101 Telegraph Avenue Housing, Inc.	Consolidated McDermott Place	Consolidated South of Market Mercy Housing	Consolidated Visitacion Valley Affordable Housing Corporation	Consolidated Mercy Housing West	Consolidated Affordable Housing Corp.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 1,712,662	\$ 143,812	\$ 129,724	\$ -	\$ 336,930	\$ 210,367	\$ 3,700,449	\$ 30,464
Due to affiliates	2,524,417	95,720	95,864	815,312	1,062,280	83,423	3,568,769	865,317
Accrued interest	1,857,887	8,324	-	-	862	18,722	640,124	-
Accrued interest, affiliates	23,600	-	-	-	-	-	22,716	21,180
Current portion of notes payable	7,989,064	137,774	-	-	165,321	100,000	4,839,281	-
Current portion of notes payable, affiliates	127,108	-	-	-	-	-	83,250	75,000
Deferred revenue and other liabilities	256,065	13,972	21,659	-	62,554	46,409	335,902	2,625
Tenant security deposits	597,076	47,254	23,371	-	136,448	106,940	1,491,123	25,777
<b>Total current liabilities</b>	<b>15,087,879</b>	<b>446,856</b>	<b>270,618</b>	<b>815,312</b>	<b>1,764,395</b>	<b>565,861</b>	<b>14,681,614</b>	<b>1,020,363</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	1,590,249	-	-	-
Accrued interest	11,035,549	236,284	4,339,215	-	7,243,770	77,653	47,733,084	345,888
Accrued interest, affiliates	5,370,375	71,532	-	-	1,854,955	-	940,638	3,951
Notes payable, less current portion, net	25,724,192	6,012,604	2,937,902	-	10,745,998	5,588,929	250,876,849	1,996,993
Notes payable, less current portion, affiliates	19,586,508	414,246	-	-	545,068	-	15,358,670	54,461
Deferred revenue and other liabilities	1,240,397	-	2,208	-	1,736	3,515	5,954,184	525
<b>Total long-term liabilities</b>	<b>62,957,021</b>	<b>6,734,666</b>	<b>7,279,325</b>	<b>-</b>	<b>21,981,776</b>	<b>5,670,097</b>	<b>320,863,425</b>	<b>2,401,818</b>
<b>Total liabilities</b>	<b>78,044,900</b>	<b>7,181,522</b>	<b>7,549,943</b>	<b>815,312</b>	<b>23,746,171</b>	<b>6,235,958</b>	<b>335,545,039</b>	<b>3,422,181</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(1,794,463)	406,862	(4,423,139)	(815,312)	(44,611,436)	2,921,818	19,881,295	(1,572,143)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(1,794,463)</b>	<b>406,862</b>	<b>(4,423,139)</b>	<b>(815,312)</b>	<b>(44,611,436)</b>	<b>2,921,818</b>	<b>19,881,295</b>	<b>(1,572,143)</b>
Net assets with donor restrictions	66,675	-	-	-	-	-	1,083,287	-
<b>Total net assets</b>	<b>(1,727,788)</b>	<b>406,862</b>	<b>(4,423,139)</b>	<b>(815,312)</b>	<b>(44,611,436)</b>	<b>2,921,818</b>	<b>20,964,582</b>	<b>(1,572,143)</b>
<b>Total liabilities and net assets</b>	<b>\$ 76,317,112</b>	<b>\$ 7,588,384</b>	<b>\$ 3,126,804</b>	<b>\$ -</b>	<b>\$ (20,865,265)</b>	<b>\$ 9,157,776</b>	<b>\$ 356,509,621</b>	<b>\$ 1,850,038</b>

**General Partners**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Housing Wheaton	Eliminations	Consolidated General Partners
<b>Assets</b>			
Current assets			
Cash and cash equivalents	\$ 10,036,218	\$ -	\$ 33,768,539
Cash, tenant security deposits	994,841	-	3,466,355
Cash, restricted	300	-	268,299
Investments	-	-	-
Investments, restricted	-	-	-
Accounts receivable, net	1,062,799	-	2,185,739
Due from affiliate, net	77,542	(13,934)	84,451
Pledges receivable, net	-	-	-
Grants receivable	-	-	386,811
Current portion of notes and interest receivable	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-
Prepaid expenses and other assets	973,676	-	2,978,984
Inventory	-	-	-
Assets held for sale	-	-	-
Total current assets	<u>13,145,376</u>	<u>(13,934)</u>	<u>43,139,178</u>
Property and equipment			
Land and land improvements	19,822,659	-	109,359,146
Buildings	135,908,314	-	925,969,041
Furniture and equipment	19,619,364	-	44,587,158
Predevelopment project costs	-	-	-
Construction in progress	-	-	-
Accumulated depreciation	<u>(82,504,089)</u>	<u>-</u>	<u>(584,446,639)</u>
Net property and equipment	<u>92,846,248</u>	<u>-</u>	<u>495,468,706</u>
Other long-term assets			
Restricted property reserves	13,478,068	-	54,145,117
Long-term investments	-	-	-
Long-term investments, restricted	-	-	-
Due from affiliates	-	-	-
Pledges receivable, net	-	-	-
Investments in limited partnerships, net	-	27,498,462	(15,769,134)
Notes and interest receivable, net	930,240	-	1,215,760
Notes and interest receivable, affiliates	-	-	1,197,412
Allowance for impaired assets	-	-	-
Other assets, net	<u>66,017</u>	<u>-</u>	<u>2,237,908</u>
Total other long-term assets	<u>14,474,325</u>	<u>27,498,462</u>	<u>43,027,063</u>
<b>Total assets</b>	<u>\$ 120,465,949</u>	<u>\$ 27,484,528</u>	<u>\$ 581,634,947</u>



**General Partners**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Consolidated Mercy Housing Wheaton	Eliminations	Consolidated General Partners
<b>Liabilities</b>			
Current liabilities			
Accounts payable and accrued expenses	\$ 5,092,196	\$ 14,229	\$ 11,370,833
Due to affiliates	1,045,497	(7,489)	10,149,110
Accrued interest	207,620	-	2,733,539
Accrued interest, affiliates	4,591	-	72,087
Current portion of notes payable	1,859,284	-	15,090,724
Current portion of notes payable, affiliates	18,230	-	303,588
Deferred revenue and other liabilities	310,953	-	1,050,139
Tenant security deposits	977,448	-	3,405,437
Total current liabilities	9,515,819	6,740	44,175,457
Long-term liabilities			
Due to affiliates	-	-	1,590,249
Accrued interest	85,348	-	71,096,791
Accrued interest, affiliates	1,083,333	-	9,324,784
Notes payable, less current portion, net	72,673,940	-	376,557,407
Notes payable, less current portion, affiliates	6,031,215	-	41,990,168
Deferred revenue and other liabilities	133,374	-	7,335,939
Total long-term liabilities	80,007,210	-	507,895,338
<b>Total liabilities</b>	89,523,029	6,740	552,070,795
<b>Net assets</b>			
Net assets without donor restrictions, controlling	29,676,760	27,477,788	27,148,030
Net assets without donor restrictions, noncontrolling	-	-	-
Total net assets without donor restrictions	29,676,760	27,477,788	27,148,030
Net assets with donor restrictions	1,266,160	-	2,416,122
<b>Total net assets</b>	30,942,920	27,477,788	29,564,152
<b>Total liabilities and net assets</b>	\$ 120,465,949	\$ 27,484,528	\$ 581,634,947

**General Partners**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Consolidated Mercy Properties, Inc.	Consolidated Mercy Properties II, Inc.	Consolidated 2101 Telegraph Avenue Housing, Inc.	Consolidated McDermott Place	Consolidated South of Market Mercy Housing	Consolidated Visitacion Valley Affordable Housing Corporation	Consolidated Mercy Housing West	Consolidated Affordable Housing Corp.
<b>Revenues</b>								
Rent - net of vacancies	\$ 17,513,346	\$ 1,524,448	\$ 1,378,205	\$ 105,316	\$ 2,559,541	\$ 3,389,090	\$ 38,845,503	\$ 394,381
Developer fees	-	-	-	-	-	-	-	-
Services fees	92,776	-	-	-	33,113	-	(169,616)	-
Philanthropy	23,938	-	-	-	-	-	55,979	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	5,167	97	(4,659)	-	829	138	308,946	28
Other	1,323,221	299,089	88,559	6,566	290,593	44,972	3,258,339	44,454
<b>Total revenues</b>	<b>18,958,448</b>	<b>1,823,634</b>	<b>1,462,105</b>	<b>111,882</b>	<b>2,884,076</b>	<b>3,434,200</b>	<b>42,299,151</b>	<b>438,863</b>
<b>Expenses and losses</b>								
Compensation	4,173,482	251,643	412,354	29,980	620,700	654,625	9,659,238	100,767
Administrative	2,427,627	249,236	155,650	26,392	1,497,549	251,333	4,624,612	70,060
Professional services	821,004	67,653	189,682	1,651	363,176	223,005	2,452,073	8,830
Depreciation and amortization	4,828,890	452,589	441,101	6,123	705,574	976,046	24,165,452	192,797
Grants	15,583	-	-	-	1,991,235	-	2,683,621	-
Facility	6,179,185	398,506	665,865	146,599	1,036,946	1,235,850	14,376,531	206,299
Interest and fees	2,178,159	304,727	175,975	38,382	500,579	302,762	6,866,318	54,773
Bad debts	252,575	7,240	53,169	44	224,556	12,835	522,511	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	(965,838)	(1,846,717)	-	(2,853,425)	-
(Gain) loss on investment in limited partnership	-	-	-	-	6,971,017	-	(1,204,793)	-
<b>Total expenses and losses</b>	<b>20,876,505</b>	<b>1,731,594</b>	<b>2,093,796</b>	<b>(716,667)</b>	<b>12,064,615</b>	<b>3,656,456</b>	<b>61,292,138</b>	<b>633,526</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,918,057)</b>	<b>92,040</b>	<b>(631,691)</b>	<b>828,549</b>	<b>(9,180,539)</b>	<b>(222,256)</b>	<b>(18,992,987)</b>	<b>(194,663)</b>
Net assets at beginning of year	3,285,015	894,630	(3,791,448)	(1,643,861)	(34,867,514)	3,144,074	39,958,783	(1,377,480)
Other transfers to (from) net assets	(3,094,746)	(579,808)	-	-	(563,383)	-	(1,214)	-
<b>Net assets at end of year</b>	<b>\$ (1,727,788)</b>	<b>\$ 406,862</b>	<b>\$ (4,423,139)</b>	<b>\$ (815,312)</b>	<b>\$ (44,611,436)</b>	<b>\$ 2,921,818</b>	<b>\$ 20,964,582</b>	<b>\$ (1,572,143)</b>

**General Partners**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Consolidated Mercy Housing Wheaton	Eliminations	Consolidated General Partners
<b>Revenues</b>			
Rent - net of vacancies	\$ 33,897,326	\$ -	\$ 99,607,156
Developer fees	-	-	-
Services fees	-	(18,113)	(61,840)
Philanthropy	333,812	-	413,729
Capital grants	-	-	-
Consulting	-	-	-
Interest	2,494	-	313,040
Other	590,782	-	5,946,575
<b>Total revenues</b>	<b>34,824,414</b>	<b>(18,113)</b>	<b>106,218,660</b>
<b>Expenses and losses</b>			
Compensation	7,329,615	-	23,232,404
Administrative	7,861,192	(7,212)	17,156,439
Professional services	1,117,228	-	5,244,302
Depreciation and amortization	5,827,536	-	37,596,108
Grants	13,921,341	-	18,611,780
Facility	11,874,591	-	36,120,372
Interest and fees	3,842,325	-	14,264,000
Bad debts	134,583	-	1,207,513
Provision for impaired assets	-	-	-
Project expenses	-	-	-
Allocation	-	-	-
(Gain) loss on sale of assets	(8,228,374)	-	(13,894,354)
(Gain) loss on investment in limited partnership	-	(2,221,606)	3,544,618
<b>Total expenses and losses</b>	<b>43,680,037</b>	<b>(2,228,818)</b>	<b>143,083,182</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(8,855,623)</b>	<b>2,210,705</b>	<b>(36,864,522)</b>
Net assets at beginning of year	40,008,791	21,607,745	67,218,735
Other transfers to (from) net assets	(210,248)	3,659,338	(790,061)
<b>Net assets at end of year</b>	<b>\$ 30,942,920</b>	<b>\$ 27,477,788</b>	<b>\$ 29,564,152</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties, Inc.	111 Jones Street Associates, LP (111 Jones Street Apts.)	Britton Street Associates, LP (Britton Street Apts.)	Mercy Housing California VII, LP (Casa San Juan)	Mercy Housing Colorado VIII, LP (Valle de Merced)	Mercy Housing Colorado I, LTD (Grace)	Marlton Affordable Housing Associates (Marlton Manor)	Mercy Housing California V, LP (Mercy Village Folsom)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 891,120	\$ -	\$ 178,447	\$ 142,225	\$ -	\$ 1,591,750	\$ 142,144
Cash, tenant security deposits	-	75,510	-	61,607	21,164	-	43,313	54,226
Cash, restricted	-	-	-	-	-	-	300	200
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	36,664	-	1,910	(445)	-	138,576	-
Due from affiliate, net	946,985	-	-	564	-	-	127	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	37,604	-	21,394	12,225	-	49,796	27,532
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>946,985</b>	<b>1,040,898</b>	<b>-</b>	<b>263,922</b>	<b>175,169</b>	<b>-</b>	<b>1,823,862</b>	<b>224,102</b>
Property and equipment								
Land and land improvements	-	5,300	-	1,005,634	953,583	-	49,931	785,272
Buildings	-	10,583,495	-	7,882,120	6,559,640	-	15,907,063	10,777,483
Furniture and equipment	-	441,082	-	775,089	151,331	-	1,051,191	431,195
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(10,561,298)	-	(7,656,484)	(4,700,873)	-	(11,718,864)	(7,669,611)
<b>Net property and equipment</b>	<b>-</b>	<b>468,579</b>	<b>-</b>	<b>2,006,359</b>	<b>2,963,681</b>	<b>-</b>	<b>5,289,321</b>	<b>4,324,339</b>
Other long-term assets								
Restricted property reserves	-	1,063,743	-	586,319	217,605	-	1,617,334	529,631
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(579,346)	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	4,420
<b>Total other long-term assets</b>	<b>(579,346)</b>	<b>1,063,743</b>	<b>-</b>	<b>586,319</b>	<b>217,605</b>	<b>-</b>	<b>1,617,334</b>	<b>534,051</b>
<b>Total assets</b>	<b>\$ 367,639</b>	<b>\$ 2,573,220</b>	<b>\$ -</b>	<b>\$ 2,856,600</b>	<b>\$ 3,356,455</b>	<b>\$ -</b>	<b>\$ 8,730,517</b>	<b>\$ 5,082,492</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Financial Position**  
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	Mercy Properties, Inc.	111 Jones Street Associates, LP (111 Jones Street Apts.)	Britton Street Associates, LP (Britton Street Apts.)	Mercy Housing California VII, LP (Casa San Juan)	Mercy Housing Colorado VIII, LP (Valle de Merced)	Mercy Housing Colorado I, LTD (Grace)	Marlton Affordable Housing Associates (Marlton Manor)	Mercy Housing California V, LP (Mercy Village Folsom)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 424	\$ 134,956	\$ -	\$ 52,635	\$ 37,764	\$ -	\$ 239,772	\$ 81,789
Due to affiliates	1,108,960	192,551	-	25,633	475,000	-	-	101,421
Accrued interest	-	-	-	-	6,690	-	-	2,597
Accrued interest, affiliates	-	-	-	16,120	-	-	5,121	-
Current portion of notes payable	-	800,000	-	-	38,275	-	-	97,012
Current portion of notes payable, affiliates	-	-	-	52,324	-	-	19,420	13,580
Deferred revenue and other liabilities	-	6,938	-	4,606	9,271	-	23,990	8,860
Tenant security deposits	-	73,841	-	64,305	20,905	-	42,273	54,098
<b>Total current liabilities</b>	<b>1,109,384</b>	<b>1,208,286</b>	<b>-</b>	<b>215,623</b>	<b>587,905</b>	<b>-</b>	<b>330,576</b>	<b>359,357</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	5,937,661	-	-	302,515	-	-	864,173
Accrued interest, affiliates	92,830	-	-	-	653,333	-	-	587,890
Notes payable, less current portion, net	-	5,788,066	-	(58,566)	1,473,441	-	(6,645)	3,708,018
Notes payable, less current portion, affiliates	955,833	-	-	4,783,759	774,312	-	1,151,094	1,361,970
Deferred revenue and other liabilities	-	2,565	-	3,216	45,290	-	364,136	103,546
<b>Total long-term liabilities</b>	<b>1,048,663</b>	<b>11,728,292</b>	<b>-</b>	<b>4,728,409</b>	<b>3,248,891</b>	<b>-</b>	<b>1,508,585</b>	<b>6,625,597</b>
<b>Total liabilities</b>	<b>2,158,047</b>	<b>12,936,578</b>	<b>-</b>	<b>4,944,032</b>	<b>3,836,796</b>	<b>-</b>	<b>1,839,161</b>	<b>6,984,954</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(1,857,083)	(10,363,358)	-	(2,087,432)	(480,341)	-	6,891,356	(1,902,462)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(1,857,083)</b>	<b>(10,363,358)</b>	<b>-</b>	<b>(2,087,432)</b>	<b>(480,341)</b>	<b>-</b>	<b>6,891,356</b>	<b>(1,902,462)</b>
Net assets with donor restrictions	66,675	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(1,790,408)</b>	<b>(10,363,358)</b>	<b>-</b>	<b>(2,087,432)</b>	<b>(480,341)</b>	<b>-</b>	<b>6,891,356</b>	<b>(1,902,462)</b>
<b>Total liabilities and net assets</b>	<b>\$ 367,639</b>	<b>\$ 2,573,220</b>	<b>\$ -</b>	<b>\$ 2,856,600</b>	<b>\$ 3,356,455</b>	<b>\$ -</b>	<b>\$ 8,730,517</b>	<b>\$ 5,082,492</b>

**Mercy Properties, Inc.**  
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	Park Terrace Apartments, LP	Mercy Housing California X, LP (The Rose Hotel)	San Felipe Homes, LP	2220 10th Avenue Associates, LP (Santana Apts.)	Mercy Housing Iowa II, LP (Sherwood Place Apts.)	Mercy Housing Georgia II, LLLP (Orchard Grove Apts.)	Mercy Housing Colorado IX, LLLP (Parkside Apartments)	Mercy Housing Arizona II, LP (Page Commons)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 59,551	\$ 492,584	\$ 81,263	\$ 125,934	\$ 104,916	\$ 25,946	\$ 175,353	\$ 77,051
Cash, tenant security deposits	37,994	17,219	11,933	21,246	9,846	9,160	17,010	18,053
Cash, restricted	400	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	11,339	23,761	-	5,833	582	9,265	5,523	38
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	20,316	23,610	6,985	9,085	8,539	15,611	19,584	25,383
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>129,600</b>	<b>557,174</b>	<b>100,181</b>	<b>162,098</b>	<b>123,883</b>	<b>59,982</b>	<b>217,470</b>	<b>120,525</b>
Property and equipment								
Land and land improvements	832,080	-	287,153	-	649,307	1,064,406	1,934,306	867,962
Buildings	5,150,211	6,607,361	2,045,310	3,395,332	2,432,522	3,766,489	7,686,777	7,343,101
Furniture and equipment	145,631	297,980	21,758	70,683	127,673	173,936	245,750	412,680
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(4,245,544)	(3,039,236)	(1,491,703)	(2,423,146)	(2,160,577)	(3,087,983)	(5,597,037)	(5,680,764)
<b>Net property and equipment</b>	<b>1,882,378</b>	<b>3,866,105</b>	<b>862,518</b>	<b>1,042,869</b>	<b>1,048,925</b>	<b>1,916,848</b>	<b>4,269,796</b>	<b>2,942,979</b>
Other long-term assets								
Restricted property reserves	404,225	811,856	184,513	470,430	114,691	82,830	239,436	445,181
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	55,089	-	-	-	-	3,153	-	-
<b>Total other long-term assets</b>	<b>459,314</b>	<b>811,856</b>	<b>184,513</b>	<b>470,430</b>	<b>114,691</b>	<b>85,983</b>	<b>239,436</b>	<b>445,181</b>
<b>Total assets</b>	<b>\$ 2,471,292</b>	<b>\$ 5,235,135</b>	<b>\$ 1,147,212</b>	<b>\$ 1,675,397</b>	<b>\$ 1,287,499</b>	<b>\$ 2,062,813</b>	<b>\$ 4,726,702</b>	<b>\$ 3,508,685</b>

**Mercy Properties, Inc.**  
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	Park Terrace Apartments, LP	Mercy Housing California X, LP (The Rose Hotel)	San Felipe Homes, LP	2220 10th Avenue Associates, LP (Santana Apts.)	Mercy Housing Iowa II, LP (Sherwood Place Apts.)	Mercy Housing Georgia II, LLLP (Orchard Grove Apts.)	Mercy Housing Colorado IX, LLLP (Parkside Apartments)	Mercy Housing Arizona II, LP (Page Commons)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 65,993	\$ 138,053	\$ 21,187	\$ 37,445	\$ 27,819	\$ 79,880	\$ 80,373	\$ 60,419
Due to affiliates	-	55,000	269,198	5,000	-	335,549	79,299	25,000
Accrued interest	-	-	-	1,827,616	-	7	-	8,190
Accrued interest, affiliates	-	-	-	-	2,359	-	-	-
Current portion of notes payable	-	-	-	2,000,000	-	35,973	-	1,412,064
Current portion of notes payable, affiliates	-	-	-	-	9,398	-	32,386	-
Deferred revenue and other liabilities	27,669	80,222	1,328	1,252	159	3,241	12,188	32
Tenant security deposits	37,225	16,239	11,433	21,020	9,292	8,360	16,259	17,606
Total current liabilities	130,887	289,514	303,146	3,892,333	49,027	463,010	220,505	1,523,311
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	189,083	708,792	1,491,618	165,068	-	-	-	14,400
Accrued interest, affiliates	-	-	-	-	5,702	-	1,229,400	9,744
Notes payable, less current portion, net	996,092	1,114,603	1,900,000	668,610	407,130	321,565	(87,883)	358,570
Notes payable, less current portion, affiliates	-	-	-	-	629,657	-	3,948,423	41,800
Deferred revenue and other liabilities	-	686,587	1,005	20,000	-	360	-	-
Total long-term liabilities	1,185,175	2,509,982	3,392,623	853,678	1,042,489	321,925	5,089,940	424,514
<b>Total liabilities</b>	<b>1,316,062</b>	<b>2,799,496</b>	<b>3,695,769</b>	<b>4,746,011</b>	<b>1,091,516</b>	<b>784,935</b>	<b>5,310,445</b>	<b>1,947,825</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	1,155,230	2,435,639	(2,548,557)	(3,070,614)	195,983	1,277,878	(583,743)	1,560,860
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	1,155,230	2,435,639	(2,548,557)	(3,070,614)	195,983	1,277,878	(583,743)	1,560,860
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>1,155,230</b>	<b>2,435,639</b>	<b>(2,548,557)</b>	<b>(3,070,614)</b>	<b>195,983</b>	<b>1,277,878</b>	<b>(583,743)</b>	<b>1,560,860</b>
<b>Total liabilities and net assets</b>	<b>\$ 2,471,292</b>	<b>\$ 5,235,135</b>	<b>\$ 1,147,212</b>	<b>\$ 1,675,397</b>	<b>\$ 1,287,499</b>	<b>\$ 2,062,813</b>	<b>\$ 4,726,702</b>	<b>\$ 3,508,685</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Financial Position**  
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	Parkside Terrace Apartments, LLC	Parkside Terraces Limited Partnership	Mulberry Court LLC	Mercy Housing South Carolina I, LP (Mulberry Court Apts)	Savannah Rose of Sharon, LLC	Mercy Housing Georgia III, LP (Rose of Sharon)	Mercy Housing South Dakota I, LLC (Driftwood Estates)	Mercy Housing South Dakota II, LLC (Northern Heights)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 14,404	\$ -	\$ 15,526	\$ -	\$ 559,791	\$ 156,635	\$ 113,716
Cash, tenant security deposits	-	42,607	-	5,572	-	110,021	9,512	14,277
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	27,307	-	16,724	-	5,416	35,341	16,325
Due from affiliate, net	-	181	-	-	15,000	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	18,721	-	9,307	-	58,210	34,705	22,843
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>-</b>	<b>103,220</b>	<b>-</b>	<b>47,129</b>	<b>15,000</b>	<b>733,438</b>	<b>236,193</b>	<b>167,161</b>
Property and equipment								
Land and land improvements	-	48,604	-	834,890	-	238,724	614,740	812,105
Buildings	-	3,709,588	-	3,926,772	-	11,249,703	4,450,842	4,510,548
Furniture and equipment	-	70,330	-	36,005	-	198,190	275,969	198,188
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(2,488,617)	-	(2,377,967)	-	(5,941,718)	(2,746,798)	(2,684,959)
<b>Net property and equipment</b>	<b>-</b>	<b>1,339,905</b>	<b>-</b>	<b>2,419,700</b>	<b>-</b>	<b>5,744,899</b>	<b>2,594,753</b>	<b>2,835,882</b>
Other long-term assets								
Restricted property reserves	-	242,635	-	61,549	-	961,166	365,116	355,841
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(618)	-	49,694	-	(95,975)	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	2,263	-	8,739	-	-
<b>Total other long-term assets</b>	<b>(618)</b>	<b>242,635</b>	<b>49,694</b>	<b>63,812</b>	<b>(95,975)</b>	<b>969,905</b>	<b>365,116</b>	<b>355,841</b>
<b>Total assets</b>	<b>\$ (618)</b>	<b>\$ 1,685,760</b>	<b>\$ 49,694</b>	<b>\$ 2,530,641</b>	<b>\$ (80,975)</b>	<b>\$ 7,448,242</b>	<b>\$ 3,196,062</b>	<b>\$ 3,358,884</b>



**Mercy Properties, Inc.**  
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	Parkside Terrace Apartments, LLC	Parkside Terraces Limited Partnership	Mulberry Court LLC	Mercy Housing South Carolina I, LP (Mulberry Court Apts)	Savannah Rose of Sharon, LLC	Mercy Housing Georgia III, LP (Rose of Sharon)	Mercy Housing South Dakota I, LLC (Driftwood Estates)	Mercy Housing South Dakota II, LLC (Northern Heights)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 105,909	\$ -	\$ 73,945	\$ -	\$ 111,924	\$ 86,111	\$ 143,140
Due to affiliates	27,628	28,367	14,879	329,014	224,835	22,242	204,050	302,353
Accrued interest	-	-	-	964	-	-	4,773	3,819
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	3,455,590	-	25,653	-	59,521	25,780	20,624
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	15,034	-	1,164	-	12,865	9,504	14,372
Tenant security deposits	-	40,748	-	5,572	-	110,128	8,535	13,151
<b>Total current liabilities</b>	<b>27,628</b>	<b>3,645,648</b>	<b>14,879</b>	<b>436,312</b>	<b>224,835</b>	<b>316,680</b>	<b>338,753</b>	<b>497,459</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	1,355,075	-	-
Accrued interest, affiliates	-	15,033	-	395,261	-	-	518,694	44,175
Notes payable, less current portion, net	-	(423)	-	469,223	-	6,654,225	747,096	596,713
Notes payable, less current portion, affiliates	-	450,193	-	489,778	-	-	1,271,688	615,371
Deferred revenue and other liabilities	-	271	-	-	-	3,090	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>465,074</b>	<b>-</b>	<b>1,354,262</b>	<b>-</b>	<b>8,012,390</b>	<b>2,537,478</b>	<b>1,256,259</b>
<b>Total liabilities</b>	<b>27,628</b>	<b>4,110,722</b>	<b>14,879</b>	<b>1,790,574</b>	<b>224,835</b>	<b>8,329,070</b>	<b>2,876,231</b>	<b>1,753,718</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(28,246)	(2,424,962)	34,815	740,067	(305,810)	(880,828)	319,831	1,605,166
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(28,246)</b>	<b>(2,424,962)</b>	<b>34,815</b>	<b>740,067</b>	<b>(305,810)</b>	<b>(880,828)</b>	<b>319,831</b>	<b>1,605,166</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(28,246)</b>	<b>(2,424,962)</b>	<b>34,815</b>	<b>740,067</b>	<b>(305,810)</b>	<b>(880,828)</b>	<b>319,831</b>	<b>1,605,166</b>
<b>Total liabilities and net assets</b>	<b>\$ (618)</b>	<b>\$ 1,685,760</b>	<b>\$ 49,694</b>	<b>\$ 2,530,641</b>	<b>\$ (80,975)</b>	<b>\$ 7,448,242</b>	<b>\$ 3,196,062</b>	<b>\$ 3,358,884</b>

**Mercy Properties, Inc.**  
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	Mercy Housing Colorado XI, LLC (Pinon Terrace)	Commons on Main GP, LLC	Aromor Mercy, LLC (Aromor Apts)	Mercy Galewood SLF, Inc.	FHD Holdings LLC	Eliminations	Consolidated Mercy Properties, Inc.
<b>Assets</b>							
Current assets							
Cash and cash equivalents	\$ 245,157	\$ -	\$ 328,744	\$ -	\$ -	\$ -	\$ 5,522,257
Cash, tenant security deposits	19,594	-	7,291	-	-	-	607,155
Cash, restricted	-	-	-	-	-	-	900
Investments	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-
Accounts receivable, net	11,789	1,323	8,021	-	-	-	355,292
Due from affiliate, net	-	-	-	-	-	(961,985)	872
Pledges receivable, net	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-
Prepaid expenses and other assets	21,548	-	22,218	-	-	-	465,216
Inventory	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>298,088</b>	<b>1,323</b>	<b>366,274</b>	<b>-</b>	<b>-</b>	<b>(961,985)</b>	<b>6,951,692</b>
Property and equipment							
Land and land improvements	1,715,282	-	799,657	-	-	-	13,498,936
Buildings	10,165,277	-	7,540,941	-	-	(17,003)	135,673,572
Furniture and equipment	188,216	-	611,924	-	-	-	5,924,801
Predevelopment project costs	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Accumulated depreciation	(5,431,796)	-	(4,017,557)	-	-	8,733	(95,713,799)
<b>Net property and equipment</b>	<b>6,636,979</b>	<b>-</b>	<b>4,934,965</b>	<b>-</b>	<b>-</b>	<b>(8,270)</b>	<b>59,383,510</b>
Other long-term assets							
Restricted property reserves	353,935	-	447,423	-	-	-	9,555,459
Long-term investments	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	341,061	-	626,218	341,034
Notes and interest receivable, net	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-
Other assets, net	5,220	-	6,533	-	-	-	85,417
<b>Total other long-term assets</b>	<b>359,155</b>	<b>-</b>	<b>453,956</b>	<b>341,061</b>	<b>-</b>	<b>626,218</b>	<b>9,981,910</b>
<b>Total assets</b>	<b>\$ 7,294,222</b>	<b>\$ 1,323</b>	<b>\$ 5,755,195</b>	<b>\$ 341,061</b>	<b>\$ -</b>	<b>\$ (344,037)</b>	<b>\$ 76,317,112</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Colorado XI, LLC (Pinon Terrace)	Commons on Main GP, LLC	Aromor Mercy, LLC (Aromor Apts)	Mercy Galewood SLF, Inc.	FHD Holdings LLC	Eliminations	Consolidated Mercy Properties, Inc.
<b>Liabilities</b>							
Current liabilities							
Accounts payable and accrued expenses	\$ 65,478	\$ -	\$ 67,646	\$ -	\$ -	\$ -	\$ 1,712,662
Due to affiliates	17,622	168,100	10,590	11,863	53,875	(1,563,612)	2,524,417
Accrued interest	3,231	-	-	-	-	-	1,857,887
Accrued interest, affiliates	-	-	-	-	-	-	23,600
Current portion of notes payable	18,572	-	-	-	-	-	7,989,064
Current portion of notes payable, affiliates	-	-	-	-	-	-	127,108
Deferred revenue and other liabilities	17,935	-	5,435	-	-	-	256,065
Tenant security deposits	19,198	-	6,888	-	-	-	597,076
<b>Total current liabilities</b>	<b>142,036</b>	<b>168,100</b>	<b>90,559</b>	<b>11,863</b>	<b>53,875</b>	<b>(1,563,612)</b>	<b>15,087,879</b>
Long-term liabilities							
Due to affiliates	-	-	-	-	-	-	-
Accrued interest	7,164	-	-	-	-	-	11,035,549
Accrued interest, affiliates	631,671	-	1,475,175	-	-	(288,533)	5,370,375
Notes payable, less current portion, net	681,530	-	(7,173)	-	-	-	25,724,192
Notes payable, less current portion, affiliates	1,057,500	-	2,551,500	-	-	(496,370)	19,586,508
Deferred revenue and other liabilities	784	-	9,547	-	-	-	1,240,397
<b>Total long-term liabilities</b>	<b>2,378,649</b>	<b>-</b>	<b>4,029,049</b>	<b>-</b>	<b>-</b>	<b>(784,903)</b>	<b>62,957,021</b>
<b>Total liabilities</b>	<b>2,520,685</b>	<b>168,100</b>	<b>4,119,608</b>	<b>11,863</b>	<b>53,875</b>	<b>(2,348,515)</b>	<b>78,044,900</b>
<b>Net assets</b>							
Net assets without donor restrictions, controlling	4,773,537	(166,777)	1,635,587	329,198	(53,875)	2,004,478	(1,794,463)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>4,773,537</b>	<b>(166,777)</b>	<b>1,635,587</b>	<b>329,198</b>	<b>(53,875)</b>	<b>2,004,478</b>	<b>(1,794,463)</b>
Net assets with donor restrictions	-	-	-	-	-	-	66,675
<b>Total net assets</b>	<b>4,773,537</b>	<b>(166,777)</b>	<b>1,635,587</b>	<b>329,198</b>	<b>(53,875)</b>	<b>2,004,478</b>	<b>(1,727,788)</b>
<b>Total liabilities and net assets</b>	<b>\$ 7,294,222</b>	<b>\$ 1,323</b>	<b>\$ 5,755,195</b>	<b>\$ 341,061</b>	<b>\$ -</b>	<b>\$ (344,037)</b>	<b>\$ 76,317,112</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Properties, Inc.	111 Jones Street Associates, LP (111 Jones Street Apts.)	Britton Street Associates, LP (Britton Street Apts.)	Mercy Housing California VII, LP (Casa San Juan)	Mercy Housing Colorado VIII, LP (Valle de Merced)	Mercy Housing Colorado I, LTD (Grace)	Marlton Affordable Housing Associates (Marlton Manor)	Mercy Housing California V, LP (Mercy Village Folsom)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 1,762,526	\$ -	\$ 1,057,958	\$ 494,247	\$ -	\$ 2,880,101	\$ 732,142
Developer fees	-	-	-	-	-	-	-	-
Services fees	299,683	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	20,591	(4,827)	-	14	259	-	(9,923)	2,907
Other	-	39,347	248,914	22,033	3,973	7,793	29,627	11,330
<b>Total revenues</b>	<b>320,274</b>	<b>1,797,046</b>	<b>248,914</b>	<b>1,080,005</b>	<b>498,479</b>	<b>7,793</b>	<b>2,899,805</b>	<b>746,379</b>
<b>Expenses and losses</b>								
Compensation	-	494,358	-	164,490	142,390	-	688,740	153,921
Administrative	258,065	177,282	-	119,711	70,792	173	352,859	85,047
Professional services	2,578	118,863	-	124,572	9,271	2,312	12,467	55,180
Depreciation and amortization	-	32,515	-	371,967	246,541	-	673,497	418,813
Grants	1,993	-	-	-	-	13,590	-	-
Facility	-	745,739	-	259,644	159,886	-	892,992	220,957
Interest and fees	7,838	201,676	-	187,032	93,846	-	64,558	151,656
Bad debts	29,792	56,657	-	10,012	1,135	-	22,333	6,610
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	(1,409)	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>298,857</b>	<b>1,827,090</b>	<b>-</b>	<b>1,237,428</b>	<b>723,861</b>	<b>16,075</b>	<b>2,707,446</b>	<b>1,092,184</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>21,417</b>	<b>(30,044)</b>	<b>248,914</b>	<b>(157,423)</b>	<b>(225,382)</b>	<b>(8,282)</b>	<b>192,359</b>	<b>(345,805)</b>
Net assets at beginning of year	(1,820,290)	(10,333,314)	(221,538)	204,138	(254,959)	8,282	7,481,403	(1,556,657)
Other transfers to (from) net assets	8,465	-	(27,376)	(2,134,147)	-	-	(782,406)	-
<b>Net assets at end of year</b>	<b>\$ (1,790,408)</b>	<b>\$ (10,363,358)</b>	<b>\$ -</b>	<b>\$ (2,087,432)</b>	<b>\$ (480,341)</b>	<b>\$ -</b>	<b>\$ 6,891,356</b>	<b>\$ (1,902,462)</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Park Terrace Apartments, LP	Mercy Housing California X, LP (The Rose Hotel)	San Felipe Homes, LP	2220 10th Avenue Associates, LP (Santana Apts.)	Mercy Housing Iowa II, LP (Sherwood Place Apts.)	Mercy Housing Georgia II, LLLP (Orchard Grove Apts.)	Mercy Housing Colorado IX, LLLP (Parkside Apartments)	Mercy Housing Arizona II, LP (Page Commons)
<b>Revenues</b>								
Rent - net of vacancies	\$ 597,803	\$ 1,593,097	\$ 241,884	\$ 469,320	\$ 297,386	\$ 379,151	\$ 689,532	\$ 790,361
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	23,919	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	(450)	(8,325)	10	(2,652)	4	1,356	12	24
Other	11,152	25,178	29,192	5,149	24,184	391,068	308,048	7,852
<b>Total revenues</b>	<b>608,505</b>	<b>1,633,869</b>	<b>271,086</b>	<b>471,817</b>	<b>321,574</b>	<b>771,575</b>	<b>997,592</b>	<b>798,237</b>
<b>Expenses and losses</b>								
Compensation	183,824	508,932	50,963	143,739	61,973	95,786	171,686	199,068
Administrative	86,422	143,485	40,416	51,077	36,320	63,993	101,431	129,517
Professional services	30,101	122,135	8,173	59,938	4,550	8,583	14,138	60,862
Depreciation and amortization	201,747	125,122	52,757	92,057	100,436	143,809	303,281	277,256
Grants	-	-	-	-	-	-	-	-
Facility	266,026	480,746	88,316	163,191	121,878	181,554	168,145	216,111
Interest and fees	9,823	33,818	57,000	80,372	32,617	3,909	205,745	110,805
Bad debts	11,001	40,302	-	20,551	45	28,450	4,847	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>788,944</b>	<b>1,454,540</b>	<b>297,625</b>	<b>610,925</b>	<b>357,819</b>	<b>526,084</b>	<b>969,273</b>	<b>993,619</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(180,439)</b>	<b>179,329</b>	<b>(26,539)</b>	<b>(139,108)</b>	<b>(36,245)</b>	<b>245,491</b>	<b>28,319</b>	<b>(195,382)</b>
Net assets at beginning of year	1,335,669	2,319,025	(2,522,018)	(2,931,506)	272,228	1,032,387	(552,062)	1,756,242
Other transfers to (from) net assets	-	(62,715)	-	-	(40,000)	-	(60,000)	-
<b>Net assets at end of year</b>	<b>\$ 1,155,230</b>	<b>\$ 2,435,639</b>	<b>\$ (2,548,557)</b>	<b>\$ (3,070,614)</b>	<b>\$ 195,983</b>	<b>\$ 1,277,878</b>	<b>\$ (583,743)</b>	<b>\$ 1,560,860</b>

**Mercy Properties, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Parkside Terrace Apartments, LLC	Parkside Terraces Limited Partnership	Mulberry Court LLC	Mercy Housing South Carolina I, LP (Mulberry Court Apts)	Savannah Rose of Sharon, LLC	Mercy Housing Georgia III, LP (Rose of Sharon)	Mercy Housing South Dakota I, LLC (Driftwood Estates)	Mercy Housing South Dakota II, LLC (Northern Heights)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 542,712	\$ -	\$ 313,535	\$ -	\$ 1,957,199	\$ 692,240	\$ 689,547
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	89,278	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	13	-	30,012	-	(576)	38	25
Other	-	52,054	-	16,468	-	31,183	11,186	26,923
<b>Total revenues</b>	-	594,779	-	360,015	89,278	1,987,806	703,464	716,495
<b>Expenses and losses</b>								
Compensation	-	165,629	-	46,596	-	345,284	95,300	151,133
Administrative	49	69,607	100	46,379	138,896	275,810	105,814	163,900
Professional services	1,011	8,830	944	7,562	1,444	14,999	35,178	48,702
Depreciation and amortization	-	87,414	-	173,446	-	453,542	177,081	210,466
Grants	-	-	-	-	-	-	-	-
Facility	-	281,573	-	139,157	-	583,363	303,655	371,236
Interest and fees	-	9,466	-	61,645	-	391,776	170,442	76,750
Bad debts	-	10,036	-	11,532	-	415	10,204	13,170
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	38	-	13	-	8	-	-	-
<b>Total expenses and losses</b>	1,098	632,555	1,057	486,317	140,348	2,065,189	897,674	1,035,357
<b>Excess (deficiency) of revenues over expenses</b>	(1,098)	(37,776)	(1,057)	(126,302)	(51,070)	(77,383)	(194,210)	(318,862)
Net assets at beginning of year	(27,148)	(2,387,186)	35,872	866,369	(254,740)	(722,959)	514,041	1,924,028
Other transfers to (from) net assets	-	-	-	-	-	(80,486)	-	-
<b>Net assets at end of year</b>	<u>\$ (28,246)</u>	<u>\$ (2,424,962)</u>	<u>\$ 34,815</u>	<u>\$ 740,067</u>	<u>\$ (305,810)</u>	<u>\$ (880,828)</u>	<u>\$ 319,831</u>	<u>\$ 1,605,166</u>

**Mercy Properties, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Colorado XI, LLC (Pinon Terrace)	Commons on Main GP, LLC	Aromor Mercy, LLC (Aromor Apts)	Mercy Galewood SLF, Inc.	FHD Holdings LLC	Eliminations	Consolidated Mercy Properties, Inc.
<b>Revenues</b>							
Rent - net of vacancies	\$ 666,746	\$ -	\$ 665,859	\$ -	\$ -	\$ -	\$ 17,513,346
Developer fees	-	-	-	-	-	-	-
Services fees	-	-	-	92,776	-	(388,961)	92,776
Philanthropy	-	-	19	-	-	-	23,938
Capital grants	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-
Interest	105	-	(2,859)	-	-	(20,591)	5,167
Other	8,367	-	12,200	-	-	-	1,323,221
<b>Total revenues</b>	<b>675,218</b>	<b>-</b>	<b>675,219</b>	<b>92,776</b>	<b>-</b>	<b>(409,552)</b>	<b>18,958,448</b>
<b>Expenses and losses</b>							
Compensation	144,947	-	164,723	-	-	-	4,173,482
Administrative	113,908	50	95,097	92,837	100	(391,510)	2,427,627
Professional services	8,784	934	55,125	2,834	934	-	821,004
Depreciation and amortization	375,205	-	312,556	-	-	(618)	4,828,890
Grants	-	-	-	-	-	-	15,583
Facility	238,372	-	296,644	-	-	-	6,179,185
Interest and fees	135,633	-	112,343	-	-	(20,591)	2,178,159
Bad debts	4,689	-	586	-	-	(29,792)	252,575
Provision for impaired assets	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	1,350	-
<b>Total expenses and losses</b>	<b>1,021,538</b>	<b>984</b>	<b>1,037,074</b>	<b>95,671</b>	<b>1,034</b>	<b>(441,161)</b>	<b>20,876,505</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(346,320)</b>	<b>(984)</b>	<b>(361,855)</b>	<b>(2,895)</b>	<b>(1,034)</b>	<b>31,609</b>	<b>(1,918,057)</b>
Net assets at beginning of year	5,119,857	(165,793)	1,997,442	332,093	(52,841)	1,888,950	3,285,015
Other transfers to (from) net assets	-	-	-	-	-	83,919	(3,094,746)
<b>Net assets at end of year</b>	<b>\$ 4,773,537</b>	<b>\$ (166,777)</b>	<b>\$ 1,635,587</b>	<b>\$ 329,198</b>	<b>\$ (53,875)</b>	<b>\$ 2,004,478</b>	<b>\$ (1,727,788)</b>

**Mercy Properties II, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties II, Inc.	Mercy Housing Utah I, LP (Francis Peak View)	Mercy Housing Idaho V, LP (Sisters Villa)	Eliminations	Consolidated Mercy Properties II, Inc.
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ -	\$ 242,449	\$ 132,413	\$ -	\$ 374,862
Cash, tenant security deposits	-	32,088	17,003	-	49,091
Cash, restricted	-	-	-	-	-
Investments	-	-	-	-	-
Investments, restricted	-	-	-	-	-
Accounts receivable, net	-	55,991	5,614	-	61,605
Due from affiliate, net	29,513	-	-	(29,513)	-
Pledges receivable, net	-	-	-	-	-
Grants receivable	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-
Prepaid expenses and other assets	-	28,536	12,211	-	40,747
Inventory	-	-	-	-	-
Assets held for sale	-	-	-	-	-
Total current assets	<u>29,513</u>	<u>359,064</u>	<u>167,241</u>	<u>(29,513)</u>	<u>526,305</u>
Property and equipment					
Land and land improvements	-	1,278,900	1,018,800	-	2,297,700
Buildings	-	7,152,782	4,142,652	-	11,295,434
Furniture and equipment	-	232,540	68,367	-	300,907
Predevelopment project costs	-	-	-	-	-
Construction in progress	-	-	-	-	-
Accumulated depreciation	-	(5,593,905)	(2,844,255)	-	(8,438,160)
Net property and equipment	<u>-</u>	<u>3,070,317</u>	<u>2,385,564</u>	<u>-</u>	<u>5,455,881</u>
Other long-term assets					
Restricted property reserves	-	1,419,125	187,073	-	1,606,198
Long-term investments	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-
Due from affiliates	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-
Investments in limited partnerships, net	(297)	-	-	297	-
Notes and interest receivable, net	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-
Other assets, net	-	-	-	-	-
Total other long-term assets	<u>(297)</u>	<u>1,419,125</u>	<u>187,073</u>	<u>297</u>	<u>1,606,198</u>
<b>Total assets</b>	<u>\$ 29,216</u>	<u>\$ 4,848,506</u>	<u>\$ 2,739,878</u>	<u>\$ (29,216)</u>	<u>\$ 7,588,384</u>



**Mercy Properties II, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Properties II, Inc.	Mercy Housing Utah I, LP (Francis Peak View)	Mercy Housing Idaho V, LP (Sisters Villa)	Eliminations	Consolidated Mercy Properties II, Inc.
<b>Liabilities</b>					
Current liabilities					
Accounts payable and accrued expenses	\$ -	\$ 106,739	\$ 37,073	\$ -	\$ 143,812
Due to affiliates	95,443	23,107	66,216	(89,046)	95,720
Accrued interest	-	3,122	5,202	-	8,324
Accrued interest, affiliates	-	-	-	-	-
Current portion of notes payable	-	104,155	33,619	-	137,774
Current portion of notes payable, affiliates	-	-	-	-	-
Deferred revenue and other liabilities	-	10,173	3,799	-	13,972
Tenant security deposits	-	31,654	15,600	-	47,254
Total current liabilities	95,443	278,950	161,509	(89,046)	446,856
Long-term liabilities					
Due to affiliates	-	-	-	-	-
Accrued interest	-	-	236,284	-	236,284
Accrued interest, affiliates	-	-	71,532	-	71,532
Notes payable, less current portion, net	-	4,551,410	1,461,194	-	6,012,604
Notes payable, less current portion, affiliates	-	-	414,246	-	414,246
Deferred revenue and other liabilities	-	-	-	-	-
Total long-term liabilities	-	4,551,410	2,183,256	-	6,734,666
<b>Total liabilities</b>	95,443	4,830,360	2,344,765	(89,046)	7,181,522
<b>Net assets</b>					
Net assets without donor restrictions, controlling	(66,227)	18,146	395,113	59,830	406,862
Net assets without donor restrictions, noncontrolling	-	-	-	-	-
Total net assets without donor restrictions	(66,227)	18,146	395,113	59,830	406,862
Net assets with donor restrictions	-	-	-	-	-
<b>Total net assets</b>	(66,227)	18,146	395,113	59,830	406,862
<b>Total liabilities and net assets</b>	\$ 29,216	\$ 4,848,506	\$ 2,739,878	\$ (29,216)	\$ 7,588,384

**Mercy Properties II, Inc.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Properties II, Inc.	Mercy Housing Utah I, LP (Francis Peak View)	Mercy Housing Idaho V, LP (Sisters Villa)	Eliminations	Consolidated Mercy Properties II, Inc.
<b>Revenues</b>					
Rent - net of vacancies	\$ -	\$ 1,083,346	\$ 441,102	\$ -	\$ 1,524,448
Developer fees	-	-	-	-	-
Services fees	28,409	-	-	(28,409)	-
Philanthropy	-	-	-	-	-
Capital grants	-	-	-	-	-
Consulting	-	-	-	-	-
Interest	-	86	11	-	97
Other	-	75,257	223,832	-	299,089
<b>Total revenues</b>	<b>28,409</b>	<b>1,158,689</b>	<b>664,945</b>	<b>(28,409)</b>	<b>1,823,634</b>
<b>Expenses and losses</b>					
Compensation	-	178,291	73,352	-	251,643
Administrative	28,510	186,160	64,089	(29,523)	249,236
Professional services	1,411	56,755	9,487	-	67,653
Depreciation and amortization	-	288,171	164,418	-	452,589
Grants	-	-	-	-	-
Facility	-	282,381	116,125	-	398,506
Interest and fees	-	136,783	167,944	-	304,727
Bad debts	-	5,176	2,064	-	7,240
Provision for impaired assets	-	-	-	-	-
Project expenses	-	-	-	-	-
Allocation	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-
(Gain) loss on investment in limited partnership	(13)	-	-	13	-
<b>Total expenses and losses</b>	<b>29,908</b>	<b>1,133,717</b>	<b>597,479</b>	<b>(29,510)</b>	<b>1,731,594</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,499)</b>	<b>24,972</b>	<b>67,466</b>	<b>1,101</b>	<b>92,040</b>
Net assets at beginning of year	(64,728)	572,982	327,647	58,729	894,630
Other transfers to (from) net assets	-	(579,808)	-	-	(579,808)
<b>Net assets at end of year</b>	<b>\$ (66,227)</b>	<b>\$ 18,146</b>	<b>\$ 395,113</b>	<b>\$ 59,830</b>	<b>\$ 406,862</b>

**2101 Telegraph Avenue Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	2101 Telegraph Avenue Housing, Inc.	2101 Telegraph Avenue Associates, LP (Hamilton Apts.)	Eliminations	Consolidated 2101 Telegraph Avenue Housing, Inc.
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ 79,206	\$ -	\$ 79,206
Cash, tenant security deposits	-	23,966	-	23,966
Cash, restricted	-	-	-	-
Investments	-	-	-	-
Investments, restricted	-	-	-	-
Accounts receivable, net	-	48,781	-	48,781
Due from affiliate, net	86,863	-	(86,863)	-
Pledges receivable, net	-	-	-	-
Grants receivable	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-
Prepaid expenses and other assets	-	29,992	-	29,992
Inventory	-	-	-	-
Assets held for sale	-	-	-	-
Total current assets	<u>86,863</u>	<u>181,945</u>	<u>(86,863)</u>	<u>181,945</u>
Property and equipment				
Land and land improvements	-	649,859	-	649,859
Buildings	-	9,721,461	-	9,721,461
Furniture and equipment	-	597,705	-	597,705
Predevelopment project costs	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	-	(8,945,596)	-	(8,945,596)
Net property and equipment	<u>-</u>	<u>2,023,429</u>	<u>-</u>	<u>2,023,429</u>
Other long-term assets				
Restricted property reserves	-	921,430	-	921,430
Long-term investments	-	-	-	-
Long-term investments, restricted	-	-	-	-
Due from affiliates	-	-	-	-
Pledges receivable, net	-	-	-	-
Investments in limited partnerships, net	(123,150)	-	123,150	-
Notes and interest receivable, net	-	-	-	-
Notes and interest receivable, affiliates	304,891	-	(304,891)	-
Allowance for impaired assets	-	-	-	-
Other assets, net	-	-	-	-
Total other long-term assets	<u>181,741</u>	<u>921,430</u>	<u>(181,741)</u>	<u>921,430</u>
<b>Total assets</b>	<u>\$ 268,604</u>	<u>\$ 3,126,804</u>	<u>\$ (268,604)</u>	<u>\$ 3,126,804</u>

**2101 Telegraph Avenue Housing, Inc.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	2101 Telegraph Avenue Housing, Inc.	2101 Telegraph Avenue Associates, LP (Hamilton Apts.)	Eliminations	Consolidated 2101 Telegraph Avenue Housing, Inc.
<b>Liabilities</b>				
Current liabilities				
Accounts payable and accrued expenses	\$ 545	\$ 129,179	\$ -	\$ 129,724
Due to affiliates	37,096	145,632	(86,864)	95,864
Accrued interest	-	-	-	-
Accrued interest, affiliates	-	-	-	-
Current portion of notes payable	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	-
Deferred revenue and other liabilities	-	21,659	-	21,659
Tenant security deposits	-	23,371	-	23,371
Total current liabilities	37,641	319,841	(86,864)	270,618
Long-term liabilities				
Due to affiliates	-	-	-	-
Accrued interest	-	4,339,215	-	4,339,215
Accrued interest, affiliates	-	266,563	(266,563)	-
Notes payable, less current portion, net	-	2,937,902	-	2,937,902
Notes payable, less current portion, affiliates	-	424,120	(424,120)	-
Deferred revenue and other liabilities	-	2,208	-	2,208
Total long-term liabilities	-	7,970,008	(690,683)	7,279,325
<b>Total liabilities</b>	37,641	8,289,849	(777,547)	7,549,943
<b>Net assets</b>				
Net assets without donor restrictions, controlling	230,963	(5,163,045)	508,943	(4,423,139)
Net assets without donor restrictions, noncontrolling	-	-	-	-
Total net assets without donor restrictions	230,963	(5,163,045)	508,943	(4,423,139)
Net assets with donor restrictions	-	-	-	-
<b>Total net assets</b>	230,963	(5,163,045)	508,943	(4,423,139)
<b>Total liabilities and net assets</b>	\$ 268,604	\$ 3,126,804	\$ (268,604)	\$ 3,126,804

**2101 Telegraph Avenue Housing, Inc.  
Consolidating Statement of Activities  
and Changes in Net Assets  
For the Year Ended December 31, 2021**

	2101 Telegraph Avenue Housing, Inc.	2101 Telegraph Avenue Associates, LP (Hamilton Apts.)	Eliminations	Consolidated 2101 Telegraph Avenue Housing, Inc.
<b>Revenues</b>				
Rent - net of vacancies	\$ -	\$ 1,378,205	\$ -	\$ 1,378,205
Developer fees	-	-	-	-
Services fees	5,000	-	(5,000)	-
Philanthropy	-	-	-	-
Capital grants	-	-	-	-
Consulting	-	-	-	-
Interest	14,527	(4,659)	(14,527)	(4,659)
Other	-	88,559	-	88,559
<b>Total revenues</b>	<u>19,527</u>	<u>1,462,105</u>	<u>(19,527)</u>	<u>1,462,105</u>
<b>Expenses and losses</b>				
Compensation	-	412,354	-	412,354
Administrative	5,050	155,600	(5,000)	155,650
Professional services	1,265	188,417	-	189,682
Depreciation and amortization	-	441,101	-	441,101
Grants	-	-	-	-
Facility	-	665,865	-	665,865
Interest and fees	-	191,012	(15,037)	175,975
Bad debts	14,527	53,169	(14,527)	53,169
Provision for impaired assets	-	-	-	-
Project expenses	-	-	-	-
Allocation	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-
(Gain) loss on investment in limited partnership	6,454	-	(6,454)	-
<b>Total expenses and losses</b>	<u>27,296</u>	<u>2,107,518</u>	<u>(41,018)</u>	<u>2,093,796</u>
<b>Excess (deficiency) of revenues over expenses</b>	(7,769)	(645,413)	21,491	(631,691)
Net assets at beginning of year	238,732	(4,517,632)	487,452	(3,791,448)
Other transfers to (from) net assets	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ 230,963</u>	<u>\$ (5,163,045)</u>	<u>\$ 508,943</u>	<u>\$ (4,423,139)</u>

**McDermott Place**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	McDermott Place	Bishop's Block, LP	Eliminations	Consolidated McDermott Place
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Cash, tenant security deposits	-	-	-	-
Cash, restricted	-	-	-	-
Investments	-	-	-	-
Investments, restricted	-	-	-	-
Accounts receivable, net	-	-	-	-
Due from affiliate, net	78,617	-	(78,617)	-
Pledges receivable, net	-	-	-	-
Grants receivable	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-
Prepaid expenses and other assets	-	-	-	-
Inventory	-	-	-	-
Assets held for sale	-	-	-	-
Total current assets	<u>78,617</u>	<u>-</u>	<u>(78,617)</u>	<u>-</u>
Property and equipment				
Land and land improvements	-	-	-	-
Buildings	-	-	-	-
Furniture and equipment	-	-	-	-
Predevelopment project costs	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	-	-	-	-
Net property and equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other long-term assets				
Restricted property reserves	-	-	-	-
Long-term investments	-	-	-	-
Long-term investments, restricted	-	-	-	-
Due from affiliates	-	-	-	-
Pledges receivable, net	-	-	-	-
Investments in limited partnerships, net	(986,813)	-	986,813	-
Notes and interest receivable, net	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-
Allowance for impaired assets	-	-	-	-
Other assets, net	-	-	-	-
Total other long-term assets	<u>(986,813)</u>	<u>-</u>	<u>986,813</u>	<u>-</u>
<b>Total assets</b>	<u>\$ (908,196)</u>	<u>\$ -</u>	<u>\$ 908,196</u>	<u>\$ -</u>

McDermott Place  
Consolidating Statement of Financial Position  
December 31, 2021

	McDermott Place	Bishop's Block, LP	Eliminations	Consolidated McDermott Place
<b>Liabilities</b>				
Current liabilities				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -
Due to affiliates	142,794	796,135	(123,617)	815,312
Accrued interest	-	-	-	-
Accrued interest, affiliates	-	-	-	-
Current portion of notes payable	-	-	-	-
Current portion of notes payable, affiliates	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-
Tenant security deposits	-	-	-	-
Total current liabilities	142,794	796,135	(123,617)	815,312
Long-term liabilities				
Due to affiliates	-	-	-	-
Accrued interest	-	-	-	-
Accrued interest, affiliates	-	-	-	-
Notes payable, less current portion, net	-	-	-	-
Notes payable, less current portion, affiliates	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-
Total long-term liabilities	-	-	-	-
<b>Total liabilities</b>	142,794	796,135	(123,617)	815,312
<b>Net assets</b>				
Net assets without donor restrictions, controlling	(1,050,990)	(796,135)	1,031,813	(815,312)
Net assets without donor restrictions, noncontrolling	-	-	-	-
Total net assets without donor restrictions	(1,050,990)	(796,135)	1,031,813	(815,312)
Net assets with donor restrictions	-	-	-	-
<b>Total net assets</b>	(1,050,990)	(796,135)	1,031,813	(815,312)
<b>Total liabilities and net assets</b>	\$ (908,196)	\$ -	\$ 908,196	\$ -

**McDermott Place**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	McDermott Place	Bishop's Block, LP	Eliminations	Consolidated McDermott Place
<b>Revenues</b>				
Rent - net of vacancies	\$ -	\$ 105,316	\$ -	\$ 105,316
Developer fees	-	-	-	-
Services fees	1,393	-	(1,393)	-
Philanthropy	-	-	-	-
Capital grants	-	-	-	-
Consulting	-	-	-	-
Interest	-	-	-	-
Other	-	6,566	-	6,566
<b>Total revenues</b>	<u>1,393</u>	<u>111,882</u>	<u>(1,393)</u>	<u>111,882</u>
<b>Expenses and losses</b>				
Compensation	-	29,980	-	29,980
Administrative	1,493	28,495	(3,596)	26,392
Professional services	1,401	250	-	1,651
Depreciation and amortization	-	6,123	-	6,123
Grants	-	-	-	-
Facility	-	146,599	-	146,599
Interest and fees	-	38,382	-	38,382
Bad debts	-	44	-	44
Provision for impaired assets	-	-	-	-
Project expenses	-	-	-	-
Allocation	-	-	-	-
(Gain) loss on sale of assets	-	(965,838)	-	(965,838)
(Gain) loss on investment in limited partnership	(83)	-	83	-
<b>Total expenses and losses</b>	<u>2,811</u>	<u>(715,965)</u>	<u>(3,513)</u>	<u>(716,667)</u>
<b>Excess (deficiency) of revenues over expenses</b>	(1,418)	827,847	2,120	828,549
Net assets at beginning of year	(1,049,572)	(1,623,982)	1,029,693	(1,643,861)
Other transfers to (from) net assets	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ (1,050,990)</u>	<u>\$ (796,135)</u>	<u>\$ 1,031,813</u>	<u>\$ (815,312)</u>



**South of Market Mercy Housing**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	South of Market Mercy Housing	1101 Howard Street Associates, LP (1101 Howard St. Apts.)	Mercy Housing California VI, LP (205 Jones Street Apts.)	1475 167th Avenue Associates, LP (Bermuda Gardens)	Centro Partners, LP (El Centro Residential)	Riverside/Leibrandt Partners, LP (La Playa Residential)	West 28th Street, LP (Montclair/Tolton Court)	16th & Church Street Associates, LP (Padre Palou)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 122,986	\$ 7,316	\$ 336,114	\$ 90,211	\$ 90,464	\$ 51,564	\$ 42,763
Cash, tenant security deposits	-	28,245	31,208	-	31,936	15,069	20,256	15,519
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	-	91,182	-	15,370	8,640	-	2,508
Due from affiliate, net	199,881	-	-	-	3,736	1,356	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	11,295	13,212	-	20,643	2,643	7,387	7,775
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>199,881</b>	<b>162,526</b>	<b>142,918</b>	<b>336,114</b>	<b>161,896</b>	<b>118,172</b>	<b>79,207</b>	<b>68,565</b>
Property and equipment								
Land and land improvements	-	807,358	233,860	-	913,787	568,985	720,004	5,600
Buildings	-	5,407,972	4,603,373	-	5,019,525	1,946,483	4,765,945	2,563,606
Furniture and equipment	-	132,421	164,295	-	165,098	21,527	149,964	149,218
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(3,835,058)	(1,991,450)	-	(3,529,673)	(1,379,298)	(3,825,977)	(2,438,941)
<b>Net property and equipment</b>	<b>-</b>	<b>2,512,693</b>	<b>3,010,078</b>	<b>-</b>	<b>2,568,737</b>	<b>1,157,697</b>	<b>1,809,936</b>	<b>279,483</b>
Other long-term assets								
Restricted property reserves	-	584,749	245,094	2	111,269	317,051	126,688	239,840
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(35,213,127)	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	1,197,412	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>(34,015,715)</b>	<b>584,749</b>	<b>245,094</b>	<b>2</b>	<b>111,269</b>	<b>317,051</b>	<b>126,688</b>	<b>239,840</b>
<b>Total assets</b>	<b>\$ (33,815,834)</b>	<b>\$ 3,259,968</b>	<b>\$ 3,398,090</b>	<b>\$ 336,116</b>	<b>\$ 2,841,902</b>	<b>\$ 1,592,920</b>	<b>\$ 2,015,831</b>	<b>\$ 587,888</b>

**South of Market Mercy Housing**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	South of Market Mercy Housing	1101 Howard Street Associates, LP (1101 Howard St. Apts.)	Mercy Housing California VI, LP (205 Jones Street Apts.)	1475 167th Avenue Associates, LP (Bermuda Gardens)	Centro Partners, LP (El Centro Residential)	Riverside/Leibbrandt Partners, LP (La Playa Residential)	West 28th Street, LP (Montclair/Tolton Court)	16th & Church Street Associates, LP (Padre Palou)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 285	\$ 76,045	\$ 133,025	\$ -	\$ 54,994	\$ 11,679	\$ 36,223	\$ 24,679
Due to affiliates	942,280	30,000	75,000	137,854	-	120,000	-	36,881
Accrued interest	-	328	534	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	40,453	27,168	-	-	97,700	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	7,905	11,622	-	20,111	4,611	16,598	1,707
Tenant security deposits	-	27,742	28,571	-	31,437	14,657	19,021	15,020
<b>Total current liabilities</b>	<b>942,565</b>	<b>182,473</b>	<b>275,920</b>	<b>137,854</b>	<b>106,542</b>	<b>248,647</b>	<b>71,842</b>	<b>78,287</b>
Long-term liabilities								
Due to affiliates	775,972	-	-	-	-	-	-	814,277
Accrued interest	-	1,517,089	1,282,565	-	2,922,959	788,552	-	732,605
Accrued interest, affiliates	-	-	-	-	-	-	-	1,854,955
Notes payable, less current portion, net	-	2,346,534	1,884,137	-	2,914,021	825,543	1,662,962	1,112,801
Notes payable, less current portion, affiliates	-	-	-	-	312,729	232,339	-	-
Deferred revenue and other liabilities	-	-	903	-	833	-	-	-
<b>Total long-term liabilities</b>	<b>775,972</b>	<b>3,863,623</b>	<b>3,167,605</b>	<b>-</b>	<b>6,150,542</b>	<b>1,846,434</b>	<b>1,662,962</b>	<b>4,514,638</b>
<b>Total liabilities</b>	<b>1,718,537</b>	<b>4,046,096</b>	<b>3,443,525</b>	<b>137,854</b>	<b>6,257,084</b>	<b>2,095,081</b>	<b>1,734,804</b>	<b>4,592,925</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(35,534,371)	(786,128)	(45,435)	198,262	(3,415,182)	(502,161)	281,027	(4,005,037)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(35,534,371)</b>	<b>(786,128)</b>	<b>(45,435)</b>	<b>198,262</b>	<b>(3,415,182)</b>	<b>(502,161)</b>	<b>281,027</b>	<b>(4,005,037)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(35,534,371)</b>	<b>(786,128)</b>	<b>(45,435)</b>	<b>198,262</b>	<b>(3,415,182)</b>	<b>(502,161)</b>	<b>281,027</b>	<b>(4,005,037)</b>
<b>Total liabilities and net assets</b>	<b>\$ (33,815,834)</b>	<b>\$ 3,259,968</b>	<b>\$ 3,398,090</b>	<b>\$ 336,116</b>	<b>\$ 2,841,902</b>	<b>\$ 1,592,920</b>	<b>\$ 2,015,831</b>	<b>\$ 587,888</b>

**South of Market Mercy Housing**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

		Consolidated South of Market Mercy Housing
	Eliminations	
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ -	\$ 741,418
Cash, tenant security deposits	-	142,233
Cash, restricted	-	-
Investments	-	-
Investments, restricted	-	-
Accounts receivable, net	-	117,700
Due from affiliate, net	(186,222)	18,751
Pledges receivable, net	-	-
Grants receivable	-	-
Current portion of notes and interest receivable	-	-
Current portion of notes and interest receivable, affiliates	-	-
Prepaid expenses and other assets	-	62,955
Inventory	-	-
Assets held for sale	-	-
Total current assets	(186,222)	1,083,057
Property and equipment		
Land and land improvements	-	3,249,594
Buildings	-	24,306,904
Furniture and equipment	-	782,523
Predevelopment project costs	-	-
Construction in progress	-	-
Accumulated depreciation	-	(17,000,397)
Net property and equipment	-	11,338,624
Other long-term assets		
Restricted property reserves	-	1,624,693
Long-term investments	-	-
Long-term investments, restricted	-	-
Due from affiliates	-	-
Pledges receivable, net	-	-
Investments in limited partnerships, net	(895,924)	(36,109,051)
Notes and interest receivable, net	-	-
Notes and interest receivable, affiliates	-	1,197,412
Allowance for impaired assets	-	-
Other assets, net	-	-
Total other long-term assets	(895,924)	(33,286,946)
<b>Total assets</b>	<b>\$ (1,082,146)</b>	<b>\$ (20,865,265)</b>

South of Market Mercy Housing  
Consolidating Statement of Financial Position  
December 31, 2021

	Eliminations	Consolidated South of Market Mercy Housing
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued expenses	\$ -	\$ 336,930
Due to affiliates	(279,735)	1,062,280
Accrued interest	-	862
Accrued interest, affiliates	-	-
Current portion of notes payable	-	165,321
Current portion of notes payable, affiliates	-	-
Deferred revenue and other liabilities	-	62,554
Tenant security deposits	-	136,448
Total current liabilities	(279,735)	1,764,395
Long-term liabilities		
Due to affiliates	-	1,590,249
Accrued interest	-	7,243,770
Accrued interest, affiliates	-	1,854,955
Notes payable, less current portion, net	-	10,745,998
Notes payable, less current portion, affiliates	-	545,068
Deferred revenue and other liabilities	-	1,736
Total long-term liabilities	-	21,981,776
<b>Total liabilities</b>	(279,735)	23,746,171
<b>Net assets</b>		
Net assets without donor restrictions, controlling	(802,411)	(44,611,436)
Net assets without donor restrictions, noncontrolling	-	-
Total net assets without donor restrictions	(802,411)	(44,611,436)
Net assets with donor restrictions	-	-
<b>Total net assets</b>	(802,411)	(44,611,436)
<b>Total liabilities and net assets</b>	<u>\$ (1,082,146)</u>	<u>\$ (20,865,265)</u>

**South of Market Mercy Housing  
Consolidating Statement of Activities  
and Changes in Net Assets  
For the Year Ended December 31, 2021**

	South of Market Mercy Housing	1101 Howard Street Associates, LP (1101 Howard St. Apts.)	Mercy Housing California VI, LP (205 Jones Street Apts.)	1475 167th Avenue Associates, LP (Bermuda Gardens)	Centro Partners, LP (El Centro Residential)	Riverside/Leibbrandt Partners, LP (La Playa Residential)	West 28th Street, LP (Montclair/Tolton Court)	16th & Church Street Associates, LP (Padre Palou)
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 639,753	\$ 522,298	\$ -	\$ 629,697	\$ 168,194	\$ 324,864	\$ 274,735
Developer fees	-	-	-	-	-	-	-	-
Services fees	85,113	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	-	327	198	-	11	149	7	137
Other	76,181	23,051	142,688	-	20,758	8,188	10,802	8,925
<b>Total revenues</b>	<u>161,294</u>	<u>663,131</u>	<u>665,184</u>	<u>-</u>	<u>650,466</u>	<u>176,531</u>	<u>335,673</u>	<u>283,797</u>
<b>Expenses and losses</b>								
Compensation	-	107,856	116,191	-	216,025	21,688	93,563	65,377
Administrative	1,173,023	72,596	110,950	-	74,664	26,482	47,819	44,015
Professional services	163,334	43,813	54,789	-	75,144	7,630	8,875	9,591
Depreciation and amortization	-	129,410	143,459	-	153,734	48,282	184,958	45,731
Grants	1,991,235	-	-	-	-	-	-	-
Facility	-	214,308	241,367	-	207,772	41,286	150,705	181,508
Interest and fees	-	71,751	55,532	-	110,514	35,321	-	227,461
Bad debts	76,181	-	133,977	-	-	5,073	-	9,325
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	(1,846,717)	-	-	-	-	-
(Gain) loss on investment in limited partnership	6,959,201	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<u>10,362,974</u>	<u>639,734</u>	<u>(990,452)</u>	<u>-</u>	<u>837,853</u>	<u>185,762</u>	<u>485,920</u>	<u>583,008</u>
<b>Excess (deficiency) of revenues over expenses</b>	(10,201,680)	23,397	1,655,636	-	(187,387)	(9,231)	(150,247)	(299,211)
Net assets at beginning of year	(24,816,573)	(761,783)	(1,701,071)	198,262	(3,227,795)	(492,930)	431,274	(3,705,826)
Other transfers to (from) net assets	(516,118)	(47,742)	-	-	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ (35,534,371)</u>	<u>\$ (786,128)</u>	<u>\$ (45,435)</u>	<u>\$ 198,262</u>	<u>\$ (3,415,182)</u>	<u>\$ (502,161)</u>	<u>\$ 281,027</u>	<u>\$ (4,005,037)</u>

South of Market Mercy Housing  
Consolidating Statement of Activities  
and Changes in Net Assets  
For the Year Ended December 31, 2021

	Eliminations	Consolidated South of Market Mercy Housing
<b>Revenues</b>		
Rent - net of vacancies	\$ -	\$ 2,559,541
Developer fees	-	-
Services fees	(52,000)	33,113
Philanthropy	-	-
Capital grants	-	-
Consulting	-	-
Interest	-	829
Other	-	290,593
<b>Total revenues</b>	<b>(52,000)</b>	<b>2,884,076</b>
<b>Expenses and losses</b>		
Compensation	-	620,700
Administrative	(52,000)	1,497,549
Professional services	-	363,176
Depreciation and amortization	-	705,574
Grants	-	1,991,235
Facility	-	1,036,946
Interest and fees	-	500,579
Bad debts	-	224,556
Provision for impaired assets	-	-
Project expenses	-	-
Allocation	-	-
(Gain) loss on sale of assets	-	(1,846,717)
(Gain) loss on investment in limited partnership	11,816	6,971,017
<b>Total expenses and losses</b>	<b>(40,184)</b>	<b>12,064,615</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(11,816)</b>	<b>(9,180,539)</b>
Net assets at beginning of year	(791,072)	(34,867,514)
Other transfers to (from) net assets	477	(563,383)
<b>Net assets at end of year</b>	<b>\$ (802,411)</b>	<b>\$ (44,611,436)</b>

**Visitacion Valley Affordable Housing Corporation**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Visitacion Valley Affordable Housing Corporation	Visitacion Valley Family Housing Associates (Heritage Homes)	Eliminations	Consolidated Visitacion Valley Affordable Housing Corporation
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ 1,120,087	\$ -	\$ 1,120,087
Cash, tenant security deposits	-	108,941	-	108,941
Cash, restricted	-	-	-	-
Investments	-	-	-	-
Investments, restricted	-	-	-	-
Accounts receivable, net	-	86,584	-	86,584
Due from affiliate, net	3,750	-	(3,750)	-
Pledges receivable, net	-	-	-	-
Grants receivable	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-
Prepaid expenses and other assets	-	63,401	-	63,401
Inventory	-	-	-	-
Assets held for sale	-	-	-	-
Total current assets	<u>3,750</u>	<u>1,379,013</u>	<u>(3,750)</u>	<u>1,379,013</u>
Property and equipment				
Land and land improvements	-	17,390	-	17,390
Buildings	-	26,334,546	-	26,334,546
Furniture and equipment	-	888,505	-	888,505
Predevelopment project costs	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	-	(20,884,829)	-	(20,884,829)
Net property and equipment	<u>-</u>	<u>6,355,612</u>	<u>-</u>	<u>6,355,612</u>
Other long-term assets				
Restricted property reserves	-	1,423,151	-	1,423,151
Long-term investments	-	-	-	-
Long-term investments, restricted	-	-	-	-
Due from affiliates	-	-	-	-
Pledges receivable, net	-	-	-	-
Investments in limited partnerships, net	3,120,775	-	(3,120,775)	-
Notes and interest receivable, net	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-
Allowance for impaired assets	-	-	-	-
Other assets, net	-	-	-	-
Total other long-term assets	<u>3,120,775</u>	<u>1,423,151</u>	<u>(3,120,775)</u>	<u>1,423,151</u>
<b>Total assets</b>	<u>\$ 3,124,525</u>	<u>\$ 9,157,776</u>	<u>\$ (3,124,525)</u>	<u>\$ 9,157,776</u>

**Visitacion Valley Affordable Housing Corporation**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Visitacion Valley Affordable Housing Corporation	Visitacion Valley Family Housing Associates (Heritage Homes)	Eliminations	Consolidated Visitacion Valley Affordable Housing Corporation
<b>Liabilities</b>				
Current liabilities				
Accounts payable and accrued expenses	\$ 545	\$ 209,822	\$ -	\$ 210,367
Due to affiliates	83,423	15,000	(15,000)	83,423
Accrued interest	-	18,722	-	18,722
Accrued interest, affiliates	-	-	-	-
Current portion of notes payable	-	100,000	-	100,000
Current portion of notes payable, affiliates	-	-	-	-
Deferred revenue and other liabilities	-	46,409	-	46,409
Tenant security deposits	-	106,940	-	106,940
Total current liabilities	83,968	496,893	(15,000)	565,861
Long-term liabilities				
Due to affiliates	-	-	-	-
Accrued interest	-	77,653	-	77,653
Accrued interest, affiliates	-	-	-	-
Notes payable, less current portion, net	-	5,588,929	-	5,588,929
Notes payable, less current portion, affiliates	-	-	-	-
Deferred revenue and other liabilities	-	3,515	-	3,515
Total long-term liabilities	-	5,670,097	-	5,670,097
<b>Total liabilities</b>	83,968	6,166,990	(15,000)	6,235,958
<b>Net assets</b>				
Net assets without donor restrictions, controlling	3,040,557	2,990,786	(3,109,525)	2,921,818
Net assets without donor restrictions, noncontrolling	-	-	-	-
Total net assets without donor restrictions	3,040,557	2,990,786	(3,109,525)	2,921,818
Net assets with donor restrictions	-	-	-	-
<b>Total net assets</b>	3,040,557	2,990,786	(3,109,525)	2,921,818
<b>Total liabilities and net assets</b>	\$ 3,124,525	\$ 9,157,776	\$ (3,124,525)	\$ 9,157,776



**Visitacion Valley Affordable Housing Corporation**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Visitacion Valley Affordable Housing Corporation	Visitacion Valley Family Housing Associates (Heritage Homes)	Eliminations	Consolidated Visitacion Valley Affordable Housing Corporation
<b>Revenues</b>				
Rent - net of vacancies	\$ -	\$ 3,389,090	\$ -	\$ 3,389,090
Developer fees	-	-	-	-
Services fees	15,000	-	(15,000)	-
Philanthropy	-	-	-	-
Capital grants	-	-	-	-
Consulting	-	-	-	-
Interest	-	138	-	138
Other	-	44,972	-	44,972
<b>Total revenues</b>	<u>15,000</u>	<u>3,434,200</u>	<u>(15,000)</u>	<u>3,434,200</u>
<b>Expenses and losses</b>				
Compensation	-	654,625	-	654,625
Administrative	15,051	251,282	(15,000)	251,333
Professional services	1,265	221,740	-	223,005
Depreciation and amortization	-	976,046	-	976,046
Grants	-	-	-	-
Facility	-	1,235,850	-	1,235,850
Interest and fees	-	302,762	-	302,762
Bad debts	-	12,835	-	12,835
Provision for impaired assets	-	-	-	-
Project expenses	-	-	-	-
Allocation	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-
(Gain) loss on investment in limited partnership	110	-	(110)	-
<b>Total expenses and losses</b>	<u>16,426</u>	<u>3,655,140</u>	<u>(15,110)</u>	<u>3,656,456</u>
<b>Excess (deficiency) of revenues over expenses</b>	(1,426)	(220,940)	110	(222,256)
Net assets at beginning of year	3,041,983	3,211,726	(3,109,635)	3,144,074
Other transfers to (from) net assets	-	-	-	-
<b>Net assets at end of year</b>	<u>\$ 3,040,557</u>	<u>\$ 2,990,786</u>	<u>\$ (3,109,525)</u>	<u>\$ 2,921,818</u>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing West	Mercy Housing California XIV, LP (10th & Mission Apartments)	Mercy Housing California XV, LP (Nueva Vista)	Mercy Housing California XVII, LP (Derek Silva Community)	Mercy Housing California XXIV, LP (Carter Terrace Apartments)	Mercy Housing California XVIII, LP (Polk Street Senior Community)	Mercy Housing California XIII, LP (Linbrook Court)	Mercy Housing California XX, LP (Mission Creek Sr.)	Mercy Housing California XVI, LP (Villa Madera)
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ -	\$ 334,421	\$ 46,548	\$ 1,387,843	\$ 1,194,921	\$ 1,917,512	\$ 155,033	\$ 3,012,832	\$ 58,091
Cash, tenant security deposits	-	115,069	39,526	15,470	108,108	22,070	34,968	67,787	61,584
Cash, restricted	-	-	300	-	-	-	500	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	-	25,703	1,314	17,308	5,216	61	5,598	58,118	6,714
Due from affiliate, net	2,837,273	191	6	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	386,811	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	138,909	24,488	28,325	34,927	23,964	22,152	97,492	20,882
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
Total current assets	2,837,273	614,293	112,182	1,448,946	1,343,172	1,963,607	218,251	3,623,040	147,271
Property and equipment									
Land and land improvements	-	1,377,290	923,794	135,399	7,088,220	1,028,700	1,804,059	28,240	2,236,754
Buildings	-	63,376,114	11,072,828	15,251,406	21,688,725	16,481,102	10,260,504	40,299,048	12,108,065
Furniture and equipment	-	1,652,089	332,883	72,346	1,724,360	374,184	295,281	1,077,451	205,235
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(30,770,596)	(8,409,502)	(10,251,395)	(18,488,942)	(10,857,236)	(7,745,163)	(23,949,845)	(8,679,394)
Net property and equipment	-	35,634,897	3,920,003	5,207,756	12,012,363	7,026,750	4,614,681	17,454,894	5,870,660
Other long-term assets									
Restricted property reserves	279,333	1,527,782	309,545	1,452,080	1,094,559	708,283	530,609	1,835,036	434,796
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	211,000	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	8,842,242	-	-	-	-	-	-	-	-
Notes and interest receivable, net	285,520	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	25,150,754	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	15,909	-	-	-	-	-	-	-
Total other long-term assets	34,768,849	1,543,691	309,545	1,452,080	1,094,559	708,283	530,609	1,835,036	434,796
<b>Total assets</b>	<b>\$ 37,606,122</b>	<b>\$ 37,792,881</b>	<b>\$ 4,341,730</b>	<b>\$ 8,108,782</b>	<b>\$ 14,450,094</b>	<b>\$ 9,698,640</b>	<b>\$ 5,363,541</b>	<b>\$ 22,912,970</b>	<b>\$ 6,452,727</b>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing West	Mercy Housing California XIV, LP (10th & Mission Apartments)	Mercy Housing California XV, LP (Nueva Vista)	Mercy Housing California XVII, LP (Derek Silva Community)	Mercy Housing California XXIV, LP (Carter Terrace Apartments)	Mercy Housing California XVIII, LP (Polk Street Senior Community)	Mercy Housing California XIII, LP (Linbrook Court)	Mercy Housing California XX, LP (Mission Creek Sr.)	Mercy Housing California XVI, LP (Villa Madera)
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 272	\$ 212,150	\$ 67,180	\$ 167,647	\$ 362,642	\$ 117,813	\$ 58,716	\$ 281,017	\$ 76,894
Due to affiliates	2,082,894	38,548	70,712	251,132	55,347	129,008	20,882	131,230	518,401
Accrued interest	-	-	2,340	-	13,136	-	-	210	25,021
Accrued interest, affiliates	-	-	-	-	-	-	22,716	-	-
Current portion of notes payable	-	-	69,397	-	2,875,000	-	-	520,000	133,037
Current portion of notes payable, affiliates	-	-	-	-	-	-	83,250	-	-
Deferred revenue and other liabilities	-	15,923	8,753	44,577	4,017	29,522	1,757	10,064	2,662
Tenant security deposits	-	114,569	39,026	15,330	107,611	20,485	33,667	66,991	61,084
Total current liabilities	<u>2,083,166</u>	<u>381,190</u>	<u>257,408</u>	<u>478,686</u>	<u>3,417,753</u>	<u>296,828</u>	<u>220,988</u>	<u>1,009,512</u>	<u>817,099</u>
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	-	3,019,297	-	1,027,042	4,942,228	5,004,644	-	1,767,627	1,284,720
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	900,000	37,738,196	3,331,271	6,839,365	12,557,921	7,778,783	(56,607)	18,004,866	7,200,421
Notes payable, less current portion, affiliates	6,720,473	-	-	-	-	-	5,108,879	-	-
Deferred revenue and other liabilities	-	3,755	905	1,958,043	3,978	553,521	4,070	647,228	139,092
Total long-term liabilities	<u>7,620,473</u>	<u>40,761,248</u>	<u>3,332,176</u>	<u>9,824,450</u>	<u>17,504,127</u>	<u>13,336,948</u>	<u>5,056,342</u>	<u>20,419,721</u>	<u>8,624,233</u>
<b>Total liabilities</b>	<u>9,703,639</u>	<u>41,142,438</u>	<u>3,589,584</u>	<u>10,303,136</u>	<u>20,921,880</u>	<u>13,633,776</u>	<u>5,277,330</u>	<u>21,429,233</u>	<u>9,441,332</u>
<b>Net assets</b>									
Net assets without donor restrictions, controlling	26,819,196	(3,349,557)	752,146	(2,194,354)	(6,471,786)	(3,935,136)	86,211	1,483,737	(2,988,605)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	26,819,196	(3,349,557)	752,146	(2,194,354)	(6,471,786)	(3,935,136)	86,211	1,483,737	(2,988,605)
Net assets with donor restrictions	<u>1,083,287</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total net assets</b>	<u>27,902,483</u>	<u>(3,349,557)</u>	<u>752,146</u>	<u>(2,194,354)</u>	<u>(6,471,786)</u>	<u>(3,935,136)</u>	<u>86,211</u>	<u>1,483,737</u>	<u>(2,988,605)</u>
<b>Total liabilities and net assets</b>	<u>\$ 37,606,122</u>	<u>\$ 37,792,881</u>	<u>\$ 4,341,730</u>	<u>\$ 8,108,782</u>	<u>\$ 14,450,094</u>	<u>\$ 9,698,640</u>	<u>\$ 5,363,541</u>	<u>\$ 22,912,970</u>	<u>\$ 6,452,727</u>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XII, LP (Villa Amador)	Mercy Housing California XXI, LP (White Rock Village)	Mercy Housing California XIX, LP (Grand & Venice)	Mercy Housing California XXV, LP (Casa Alegre)	Pinewood Court Apartments, LP (Terracina Pinewood Court)	Mercy Housing California XXII, LP (The Dudley)	Mercy Housing California XXVI, LP (Martin Luther King Village)	Mercy Housing California XLI, LP (Westbrook Plaza)	Mercy Housing California XXXIV, LP (Edith Witt Sr Community)
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ 25,964	\$ 661,156	\$ 361,262	\$ 99,467	\$ 30,649	\$ 644,919	\$ 31,534	\$ 331,246	\$ 77,212
Cash, tenant security deposits	85,636	137,794	49,251	16,181	44,565	16,713	12,666	60,456	33,261
Cash, restricted	2,866	-	-	-	-	-	-	-	10,014
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	24,245	43,102	7,700	1,711	713	71,834	19,993	969	2,666
Due from affiliate, net	-	839	-	-	-	-	71	-	113
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	38,806	54,411	61,195	8,309	18,376	30,250	33,278	51,150	81,520
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>177,517</b>	<b>897,302</b>	<b>479,408</b>	<b>125,668</b>	<b>94,303</b>	<b>763,716</b>	<b>97,542</b>	<b>443,821</b>	<b>204,786</b>
Property and equipment									
Land and land improvements	6,280,035	5,669,831	176,286	873,574	2,014,938	121,460	2,835,370	693,387	1,781,588
Buildings	27,173,276	24,328,826	20,094,551	3,466,310	7,184,643	9,540,513	10,827,669	24,654,107	41,796,990
Furniture and equipment	749,562	445,610	170,359	47,308	113,910	308,627	485,098	266,208	947,489
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	(18,750,870)	(15,291,973)	(12,122,627)	(2,778,887)	(5,915,452)	(5,145,830)	(7,675,603)	(10,802,520)	(19,626,580)
<b>Net property and equipment</b>	<b>15,452,003</b>	<b>15,152,294</b>	<b>8,318,569</b>	<b>1,608,305</b>	<b>3,398,039</b>	<b>4,824,770</b>	<b>6,472,534</b>	<b>14,811,182</b>	<b>24,899,487</b>
Other long-term assets									
Restricted property reserves	637,981	713,641	254,989	269,848	293,883	796,862	748,243	534,397	2,006,063
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	4,555	-	1,681,612	-	-	15,148	5,322	17,810	16,303
<b>Total other long-term assets</b>	<b>642,536</b>	<b>713,641</b>	<b>1,936,601</b>	<b>269,848</b>	<b>293,883</b>	<b>812,010</b>	<b>753,565</b>	<b>552,207</b>	<b>2,022,366</b>
<b>Total assets</b>	<b>\$ 16,272,056</b>	<b>\$ 16,763,237</b>	<b>\$ 10,734,578</b>	<b>\$ 2,003,821</b>	<b>\$ 3,786,225</b>	<b>\$ 6,400,496</b>	<b>\$ 7,323,641</b>	<b>\$ 15,807,210</b>	<b>\$ 27,126,639</b>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
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	Mercy Housing California XII, LP (Villa Amador)	Mercy Housing California XXI, LP (White Rock Village)	Mercy Housing California XIX, LP (Grand & Venice)	Mercy Housing California XXV, LP (Casa Alegre)	Pinewood Court Apartments, LP (Terracina Pinewood Court)	Mercy Housing California XXII, LP (The Dudley)	Mercy Housing California XXVI, LP (Martin Luther King Village)	Mercy Housing California XLI, LP (Westbrook Plaza)	Mercy Housing California XXXIV, LP (Edith Witt Sr Community)
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 150,628	\$ 196,492	\$ 66,740	\$ 24,238	\$ 59,712	\$ 148,571	\$ 115,279	\$ 74,371	\$ 165,539
Due to affiliates	11,616	256,221	47,997	114,761	240,844	466,294	196,150	107,246	66,034
Accrued interest	49,291	61,430	4,084	-	2,798	174,885	24,999	480	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	65,108	171,504	27,615	-	76,936	-	-	37,111	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	34,359	32,009	10,024	5,350	5,512	33,298	12,513	2,395	6,573
Tenant security deposits	85,776	137,338	48,827	14,755	44,425	14,700	11,891	59,958	32,888
Total current liabilities	<u>396,778</u>	<u>854,994</u>	<u>205,287</u>	<u>159,104</u>	<u>430,227</u>	<u>837,748</u>	<u>360,832</u>	<u>281,561</u>	<u>271,034</u>
Long-term liabilities									
Due to affiliates	211,000	-	-	-	-	-	-	-	-
Accrued interest	4,667,054	2,259,844	2,984,931	443,839	522,026	2,129,448	2,663,004	1,787,674	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	16,079,213	17,335,152	6,823,717	896,278	2,501,433	5,900,111	8,419,350	7,143,985	16,761,658
Notes payable, less current portion, affiliates	-	-	-	-	-	1,204,149	398,568	-	12,626,500
Deferred revenue and other liabilities	2,340	301	1,715,700	1,156	594	181,715	3,000	3,205	2,967
Total long-term liabilities	<u>20,959,607</u>	<u>19,595,297</u>	<u>11,524,348</u>	<u>1,341,273</u>	<u>3,024,053</u>	<u>9,415,423</u>	<u>11,483,922</u>	<u>8,934,864</u>	<u>29,391,125</u>
<b>Total liabilities</b>	<u>21,356,385</u>	<u>20,450,291</u>	<u>11,729,635</u>	<u>1,500,377</u>	<u>3,454,280</u>	<u>10,253,171</u>	<u>11,844,754</u>	<u>9,216,425</u>	<u>29,662,159</u>
<b>Net assets</b>									
Net assets without donor restrictions, controlling	(5,084,329)	(3,687,054)	(995,057)	503,444	331,945	(3,852,675)	(4,521,113)	6,590,785	(2,535,520)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	(5,084,329)	(3,687,054)	(995,057)	503,444	331,945	(3,852,675)	(4,521,113)	6,590,785	(2,535,520)
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<u>(5,084,329)</u>	<u>(3,687,054)</u>	<u>(995,057)</u>	<u>503,444</u>	<u>331,945</u>	<u>(3,852,675)</u>	<u>(4,521,113)</u>	<u>6,590,785</u>	<u>(2,535,520)</u>
<b>Total liabilities and net assets</b>	<u>\$ 16,272,056</u>	<u>\$ 16,763,237</u>	<u>\$ 10,734,578</u>	<u>\$ 2,003,821</u>	<u>\$ 3,786,225</u>	<u>\$ 6,400,496</u>	<u>\$ 7,323,641</u>	<u>\$ 15,807,210</u>	<u>\$ 27,126,639</u>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
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	Mercy Housing California XXVII, LP (Serna Village)	Mercy Housing California XXVIII, LP (The Vineyard Townhomes)	Mercy Terrace, LLC	Mercy Housing California XXIX, LP (Grizzly Hollow Phase III)	New Dana Strand Townhomes, LP (New Dana Strand Townhomes)	Mercy Housing California XXXII, LP (Creekview Manor)	Mercy Housing California XXXVI, LP (Kent Gardens)	Mercy Housing California XXXI, LP (Martinelli House)	Mercy Housing California XXXV, LP (Ardenaire Apartments)
<b>Assets</b>									
Current assets									
Cash and cash equivalents	\$ 95,376	\$ 238,689	\$ 4,081,726	\$ 21,304	\$ 44,909	\$ 69,837	\$ 134,933	\$ 249,602	\$ 32,226
Cash, tenant security deposits	38,224	75,877	58,224	35,630	75,830	85,389	28,332	43,448	26,768
Cash, restricted	-	250	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-	-
Accounts receivable, net	8,091	18,392	-	1,143	69,547	375	718	25,267	5,695
Due from affiliate, net	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	24,885	28,534	71,218	17,938	140,338	67,932	30,695	25,582	14,861
Inventory	-	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-	-
Total current assets	166,576	361,742	4,211,168	76,015	330,624	223,533	194,678	343,899	79,550
Property and equipment									
Land and land improvements	1,854,237	2,275,562	187,674	2,979,167	5,022,013	8,345,785	2,966,427	418,926	1,025,433
Buildings	14,674,585	14,644,917	22,929,528	13,334,528	33,447,937	16,608,960	14,806,268	9,917,907	9,727,756
Furniture and equipment	326,488	192,137	1,439,169	229,699	1,150,705	647,959	462,211	437,169	234,712
Predevelopment project costs	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-
Accumulated depreciation	(10,308,583)	(9,715,573)	(13,873,116)	(9,972,969)	(22,751,780)	(14,671,017)	(9,086,051)	(5,533,387)	(5,195,155)
Net property and equipment	6,546,727	7,397,043	10,683,255	6,570,425	16,868,875	10,931,687	9,148,855	5,240,615	5,792,746
Other long-term assets									
Restricted property reserves	513,737	241,888	2,633,584	141,402	468,953	554,057	1,258,661	725,369	829,262
Long-term investments	-	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-	-
Other assets, net	-	6,413	-	-	249,139	7,450	4,313	2,366	3,501
Total other long-term assets	513,737	248,301	2,633,584	141,402	718,092	561,507	1,262,974	727,735	832,763
<b>Total assets</b>	<b>\$ 7,227,040</b>	<b>\$ 8,007,086</b>	<b>\$ 17,528,007</b>	<b>\$ 6,787,842</b>	<b>\$ 17,917,591</b>	<b>\$ 11,716,727</b>	<b>\$ 10,606,507</b>	<b>\$ 6,312,249</b>	<b>\$ 6,705,059</b>

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XXVII, LP (Serna Village)	Mercy Housing California XXVIII, LP (The Vineyard Townhomes)	Mercy Terrace, LLC	Mercy Housing California XXIX, LP (Grizzly Hollow Phase III)	New Dana Strand Townhomes, LP (New Dana Strand Townhomes)	Mercy Housing California XXXII, LP (Creekview Manor)	Mercy Housing California XXXVI, LP (Kent Gardens)	Mercy Housing California XXXI, LP (Martinelli House)	Mercy Housing California XXXV, LP (Ardenaire Apartments)
<b>Liabilities</b>									
Current liabilities									
Accounts payable and accrued expenses	\$ 80,102	\$ 72,642	\$ 253,865	\$ 168,985	\$ 54,971	\$ 77,929	\$ 178,970	\$ 148,038	\$ 61,490
Due to affiliates	180,713	168,054	1,220,214	104,647	150,185	62,726	21,387	804	-
Accrued interest	-	16,625	1,652	1,741	5,638	10,476	221,925	8,685	14,708
Accrued interest, affiliates	-	-	-	-	-	-	-	-	-
Current portion of notes payable	-	95,197	500,000	60,376	73,957	53,548	-	80,495	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	12,901	10,902	4,244	312	7,108	1,539	1,788	1,076	4,626
Tenant security deposits	37,443	75,379	57,628	35,929	75,336	84,159	27,829	41,078	26,264
Total current liabilities	311,159	438,799	2,037,603	371,990	367,195	290,377	451,899	280,176	107,088
Long-term liabilities									
Due to affiliates	-	-	-	-	-	-	-	-	-
Accrued interest	593,028	-	-	3,062,616	3,002,765	874,410	-	-	1,538,279
Accrued interest, affiliates	-	-	-	-	-	-	-	940,638	-
Notes payable, less current portion, net	1,281,502	2,949,825	9,330,210	7,387,282	20,195,262	4,360,465	1,430,667	2,171,236	6,931,592
Notes payable, less current portion, affiliates	-	-	-	-	-	-	10,355,200	3,529,317	-
Deferred revenue and other liabilities	-	322,373	3,753	251,710	-	3,278	-	523	956
Total long-term liabilities	1,874,530	3,272,198	9,333,963	10,701,608	23,198,027	5,238,153	11,785,867	6,641,714	8,470,827
<b>Total liabilities</b>	2,185,689	3,710,997	11,371,566	11,073,598	23,565,222	5,528,530	12,237,766	6,921,890	8,577,915
<b>Net assets</b>									
Net assets without donor restrictions, controlling	5,041,351	4,296,089	6,156,441	(4,285,756)	(5,647,631)	6,188,197	(1,631,259)	(609,641)	(1,872,856)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-	-
Total net assets without donor restrictions	5,041,351	4,296,089	6,156,441	(4,285,756)	(5,647,631)	6,188,197	(1,631,259)	(609,641)	(1,872,856)
Net assets with donor restrictions	-	-	-	-	-	-	-	-	-
<b>Total net assets</b>	5,041,351	4,296,089	6,156,441	(4,285,756)	(5,647,631)	6,188,197	(1,631,259)	(609,641)	(1,872,856)
<b>Total liabilities and net assets</b>	\$ 7,227,040	\$ 8,007,086	\$ 17,528,007	\$ 6,787,842	\$ 17,917,591	\$ 11,716,727	\$ 10,606,507	\$ 6,312,249	\$ 6,705,059

**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XXXIII, LP (Casa Verde)	Colonia San Martin Associates, LP	Mercy Housing California 50, LP (Vera Haile Senior Housing)	Mercy Housing California 49, LP (McAuley Meadows)	Eliminations	Consolidated Mercy Housing West
<b>Assets</b>						
Current assets						
Cash and cash equivalents	\$ 435,807	\$ 38,984	\$ 46,732	\$ 2,304	\$ -	\$ 15,863,039
Cash, tenant security deposits	36,170	22,478	32,627	33,752	-	1,513,854
Cash, restricted	-	39,146	20,895	190,372	-	264,343
Investments	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-
Accounts receivable, net	7,326	8,584	7,346	1,003	-	446,452
Due from affiliate, net	-	-	-	-	(2,837,273)	1,220
Pledges receivable, net	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	386,811
Current portion of notes and interest receivable	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-
Prepaid expenses and other assets	22,912	17,797	75,816	23,747	-	1,330,689
Inventory	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-
Total current assets	<u>502,215</u>	<u>126,989</u>	<u>183,416</u>	<u>251,178</u>	<u>(2,837,273)</u>	<u>19,806,408</u>
Property and equipment						
Land and land improvements	812,667	3,443,147	3,173,363	1,970,826	-	69,544,152
Buildings	10,548,538	9,616,514	36,036,921	12,097,737	-	577,996,773
Furniture and equipment	380,510	294,714	479,520	702,331	-	16,245,324
Predevelopment project costs	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-
Accumulated depreciation	<u>(6,339,851)</u>	<u>(7,276,530)</u>	<u>(10,194,346)</u>	<u>(5,272,556)</u>	<u>-</u>	<u>(347,453,329)</u>
Net property and equipment	<u>5,401,864</u>	<u>6,077,845</u>	<u>29,495,458</u>	<u>9,498,338</u>	<u>-</u>	<u>316,332,920</u>
Other long-term assets						
Restricted property reserves	807,458	1,100,585	1,034,770	760,224	-	25,497,880
Long-term investments	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-
Due from affiliates	-	-	-	-	(211,000)	-
Pledges receivable, net	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	(16,341,823)	(7,499,581)
Notes and interest receivable, net	-	-	-	-	-	285,520
Notes and interest receivable, affiliates	-	-	-	-	(25,150,754)	-
Allowance for impaired assets	-	-	-	-	-	-
Other assets, net	<u>6,347</u>	<u>7,628</u>	<u>27,917</u>	<u>14,741</u>	<u>-</u>	<u>2,086,474</u>
Total other long-term assets	<u>813,805</u>	<u>1,108,213</u>	<u>1,062,687</u>	<u>774,965</u>	<u>(41,703,577)</u>	<u>20,370,293</u>
<b>Total assets</b>	<u>\$ 6,717,884</u>	<u>\$ 7,313,047</u>	<u>\$ 30,741,561</u>	<u>\$ 10,524,481</u>	<u>\$ (44,540,850)</u>	<u>\$ 356,509,621</u>



**Mercy Housing West**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing California XXXIII, LP (Casa Verde)	Colonia San Martin Associates, LP	Mercy Housing California 50, LP (Vera Haile Senior Housing)	Mercy Housing California 49, LP (McAuley Meadows)	Eliminations	Consolidated Mercy Housing West
<b>Liabilities</b>						
Current liabilities						
Accounts payable and accrued expenses	\$ 66,909	\$ 143,748	\$ 178,837	\$ 50,417	\$ (182,355)	\$ 3,700,449
Due to affiliates	31,900	10,500	51,910	38,958	(3,278,546)	3,568,769
Accrued interest	-	-	-	-	-	640,124
Accrued interest, affiliates	-	-	-	-	-	22,716
Current portion of notes payable	-	-	-	-	-	4,839,281
Current portion of notes payable, affiliates	-	-	-	-	-	83,250
Deferred revenue and other liabilities	19,898	3,012	8,574	614	-	335,902
Tenant security deposits	35,691	20,388	31,368	33,310	-	1,491,123
Total current liabilities	<u>154,398</u>	<u>177,648</u>	<u>270,689</u>	<u>123,299</u>	<u>(3,460,901)</u>	<u>14,681,614</u>
Long-term liabilities						
Due to affiliates	-	-	-	-	(211,000)	-
Accrued interest	-	644,935	2,584,624	929,049	-	47,733,084
Accrued interest, affiliates	-	-	-	-	-	940,638
Notes payable, less current portion, net	-	3,010,182	10,700,174	4,973,339	-	250,876,849
Notes payable, less current portion, affiliates	-	-	13,836,600	6,073,600	(44,494,616)	15,358,670
Deferred revenue and other liabilities	-	1,290	-	148,731	-	5,954,184
Total long-term liabilities	<u>-</u>	<u>3,656,407</u>	<u>27,121,398</u>	<u>12,124,719</u>	<u>(44,705,616)</u>	<u>320,863,425</u>
<b>Total liabilities</b>	<u>154,398</u>	<u>3,834,055</u>	<u>27,392,087</u>	<u>12,248,018</u>	<u>(48,166,517)</u>	<u>335,545,039</u>
<b>Net assets</b>						
Net assets without donor restrictions, controlling	6,563,486	3,478,992	3,349,474	(1,723,537)	3,625,667	19,881,295
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-
Total net assets without donor restrictions	6,563,486	3,478,992	3,349,474	(1,723,537)	3,625,667	19,881,295
Net assets with donor restrictions	-	-	-	-	-	1,083,287
<b>Total net assets</b>	<u>6,563,486</u>	<u>3,478,992</u>	<u>3,349,474</u>	<u>(1,723,537)</u>	<u>3,625,667</u>	<u>20,964,582</u>
<b>Total liabilities and net assets</b>	<u>\$ 6,717,884</u>	<u>\$ 7,313,047</u>	<u>\$ 30,741,561</u>	<u>\$ 10,524,481</u>	<u>\$ (44,540,850)</u>	<u>\$ 356,509,621</u>

**Mercy Housing West**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing West	Mercy Housing California XIV, LP (10th & Mission Apartments)	Mercy Housing California XV, LP (Nueva Vista)	Mercy Housing California XVII, LP (Derek Silva Community)	Mercy Housing California XXIV, LP (Carter Terrace Apartments)	Mercy Housing California XVIII, LP (Polk Street Senior Community)	Mercy Housing California XIII, LP (Linbrook Court)	Mercy Housing California XX, LP (Mission Creek Sr.)	Mercy Housing California XVI, LP (Villa Madera)
<b>Revenues</b>									
Rent - net of vacancies	\$ -	\$ 1,738,174	\$ 654,856	\$ 1,856,597	\$ 2,304,922	\$ 2,050,266	\$ 1,064,436	\$ 3,196,789	\$ 909,737
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	587,729	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	-	(1,343)	(1,260)	1,903	118,063	(5,900)	62	178,422	1,356
Other	270,292	642,774	14,768	65,427	42,561	25,070	6,527	1,117,674	28,080
<b>Total revenues</b>	<b>858,021</b>	<b>2,379,605</b>	<b>668,364</b>	<b>1,923,927</b>	<b>2,465,546</b>	<b>2,069,436</b>	<b>1,071,025</b>	<b>4,492,885</b>	<b>939,173</b>
<b>Expenses and losses</b>									
Compensation	-	699,207	166,905	536,906	438,091	534,839	178,366	1,171,747	84,164
Administrative	706,526	243,486	115,104	145,611	324,477	166,122	150,706	353,864	142,831
Professional services	2,469	110,143	81,287	29,763	147,251	109,678	109,060	47,042	49,980
Depreciation and amortization	-	2,444,495	409,145	580,927	847,488	733,924	388,636	1,511,352	444,957
Grants	2,683,621	-	-	-	-	-	-	-	-
Facility	-	1,109,687	284,080	739,836	597,185	504,844	206,457	1,181,575	367,897
Interest and fees	-	422,959	30,942	97,814	585,403	324,236	276,527	460,304	241,377
Bad debts	-	24,889	6,171	19,275	113,839	124	1,230	1,165	5,611
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	(2,853,425)	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	(1,202,573)	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>(663,382)</b>	<b>5,054,866</b>	<b>1,093,634</b>	<b>2,150,132</b>	<b>3,053,734</b>	<b>2,373,767</b>	<b>1,310,982</b>	<b>4,727,049</b>	<b>1,336,817</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>1,521,403</b>	<b>(2,675,261)</b>	<b>(425,270)</b>	<b>(226,205)</b>	<b>(588,188)</b>	<b>(304,331)</b>	<b>(239,957)</b>	<b>(234,164)</b>	<b>(397,644)</b>
Net assets at beginning of year	26,381,080	(674,296)	1,177,416	(1,968,149)	(5,883,598)	(3,630,805)	327,382	1,717,901	(2,590,961)
Other transfers to (from) net assets	-	-	-	-	-	-	(1,214)	-	-
<b>Net assets at end of year</b>	<b>\$ 27,902,483</b>	<b>\$ (3,349,557)</b>	<b>\$ 752,146</b>	<b>\$ (2,194,354)</b>	<b>\$ (6,471,786)</b>	<b>\$ (3,935,136)</b>	<b>\$ 86,211</b>	<b>\$ 1,483,737</b>	<b>\$ (2,988,605)</b>

**Mercy Housing West**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California XII, LP (Villa Amador)	Mercy Housing California XXI, LP (White Rock Village)	Mercy Housing California XIX, LP (Grand & Venice)	Mercy Housing California XXV, LP (Casa Alegre)	Pinewood Court Apartments, LP (Terrracina Pinewood Court)	Mercy Housing California XXII, LP (The Dudley)	Mercy Housing California XXVI, LP (Martin Luther King Village)	Mercy Housing California XLI, LP (Westbrook Plaza)	Mercy Housing California XXXIV, LP (Edith Witt Sr Community)
<b>Revenues</b>									
Rent - net of vacancies	\$ 1,238,180	\$ 2,211,392	\$ 805,971	\$ 338,295	\$ 560,893	\$ 1,330,618	\$ 867,022	\$ 867,307	\$ 1,437,311
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	2,731	2,457	9	15	27	42	(5,944)	14,423	112
Other	11,353	25,280	151,878	5,157	20,989	26,595	5,982	43,125	189,553
<b>Total revenues</b>	<b>1,252,264</b>	<b>2,239,129</b>	<b>957,858</b>	<b>343,467</b>	<b>581,909</b>	<b>1,357,255</b>	<b>867,060</b>	<b>924,855</b>	<b>1,626,976</b>
<b>Expenses and losses</b>									
Compensation	124,237	346,702	253,140	78,837	131,779	446,991	474,366	191,101	554,507
Administrative	148,408	219,066	141,211	68,709	42,663	172,954	92,024	175,424	201,560
Professional services	83,606	116,924	21,078	90,468	10,221	85,950	12,912	59,673	94,955
Depreciation and amortization	1,348,348	1,045,649	741,751	129,932	276,276	406,618	587,744	951,088	1,654,890
Grants	-	-	-	-	-	-	-	-	-
Facility	563,706	567,149	520,223	95,877	214,548	414,159	281,808	353,429	621,265
Interest and fees	590,484	636,807	231,383	24,435	67,127	164,739	237,210	239,036	1,663
Bad debts	69,883	51,684	25,519	-	1,689	32,750	8,584	19,625	-
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>2,928,672</b>	<b>2,983,981</b>	<b>1,934,305</b>	<b>488,258</b>	<b>744,303</b>	<b>1,724,161</b>	<b>1,694,648</b>	<b>1,989,376</b>	<b>3,128,840</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(1,676,408)</b>	<b>(744,852)</b>	<b>(976,447)</b>	<b>(144,791)</b>	<b>(162,394)</b>	<b>(366,906)</b>	<b>(827,588)</b>	<b>(1,064,521)</b>	<b>(1,501,864)</b>
Net assets at beginning of year	(3,407,921)	(2,942,202)	(18,610)	648,235	446,076	(3,485,769)	(3,808,910)	7,655,306	(1,033,656)
Other transfers to (from) net assets	-	-	-	-	48,263	-	115,385	-	-
<b>Net assets at end of year</b>	<b>\$ (5,084,329)</b>	<b>\$ (3,687,054)</b>	<b>\$ (995,057)</b>	<b>\$ 503,444</b>	<b>\$ 331,945</b>	<b>\$ (3,852,675)</b>	<b>\$ (4,521,113)</b>	<b>\$ 6,590,785</b>	<b>\$ (2,535,520)</b>

**Mercy Housing West**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California XXVII, LP (Serna Village)	Mercy Housing California XXVIII, LP (The Vineyard Townhomes)	Mercy Terrace, LLC	Mercy Housing California XXIX, LP (Grizzly Hollow Phase III)	New Dana Strand Townhomes, LP (New Dana Strand Townhomes)	Mercy Housing California XXXII, LP (Creekview Manor)	Mercy Housing California XXXVI, LP (Kent Gardens)	Mercy Housing California XXXI, LP (Martinelli House)	Mercy Housing California XXXV, LP (Ardenaire Apartments)
<b>Revenues</b>									
Rent - net of vacancies	\$ 1,004,415	\$ 970,859	\$ 5,678,086	\$ 504,066	\$ 1,406,658	\$ 995,922	\$ 775,216	\$ 1,133,354	\$ 351,485
Developer fees	-	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	55,979	-
Capital grants	-	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-	-
Interest	(2,197)	5	(4,249)	714	12,497	55	(4,161)	(1,982)	(1,126)
Other	16,339	8,511	33,379	7,335	13,043	10,221	5,974	4,232	95,403
<b>Total revenues</b>	<b>1,018,557</b>	<b>979,375</b>	<b>5,707,216</b>	<b>512,115</b>	<b>1,432,198</b>	<b>1,006,198</b>	<b>777,029</b>	<b>1,191,583</b>	<b>445,762</b>
<b>Expenses and losses</b>									
Compensation	270,003	147,138	997,679	97,864	201,755	273,119	165,952	236,124	105,164
Administrative	140,006	155,249	322,406	72,659	221,830	164,137	143,516	198,372	68,314
Professional services	311,657	101,340	11,609	9,980	72,423	51,200	130,012	16,918	44,769
Depreciation and amortization	621,650	699,540	1,053,542	633,832	1,550,059	1,018,259	643,719	368,742	378,207
Grants	-	-	-	-	-	-	-	-	-
Facility	326,009	249,586	1,979,726	277,135	659,011	327,214	250,797	276,908	174,577
Interest and fees	37,030	206,962	173,878	238,860	350,456	194,361	47,342	288,598	149,023
Bad debts	10,447	13,653	-	4,013	3	50	-	7,563	4,545
Provision for impaired assets	-	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	-	-	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>1,716,802</b>	<b>1,573,468</b>	<b>4,538,840</b>	<b>1,334,343</b>	<b>3,055,537</b>	<b>2,028,340</b>	<b>1,381,338</b>	<b>1,393,225</b>	<b>924,599</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(698,245)</b>	<b>(594,093)</b>	<b>1,168,376</b>	<b>(822,228)</b>	<b>(1,623,339)</b>	<b>(1,022,142)</b>	<b>(604,309)</b>	<b>(201,642)</b>	<b>(478,837)</b>
Net assets at beginning of year	5,739,596	4,890,182	4,988,065	(3,629,558)	(4,024,292)	7,210,339	(1,026,950)	(407,999)	(1,394,019)
Other transfers to (from) net assets	-	-	-	166,030	-	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ 5,041,351</b>	<b>\$ 4,296,089</b>	<b>\$ 6,156,441</b>	<b>\$ (4,285,756)</b>	<b>\$ (5,647,631)</b>	<b>\$ 6,188,197</b>	<b>\$ (1,631,259)</b>	<b>\$ (609,641)</b>	<b>\$ (1,872,856)</b>

**Mercy Housing West**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing California XXXIII, LP (Casa Verde)	Colonia San Martin Associates, LP	Mercy Housing California 50, LP (Vera Haile Senior Housing)	Mercy Housing California 49, LP (McAuley Meadows)	Eliminations	Consolidated Mercy Housing West
<b>Revenues</b>						
Rent - net of vacancies	\$ 568,546	\$ 305,702	\$ 1,190,348	\$ 528,080	\$ -	\$ 38,845,503
Developer fees	-	-	-	-	-	-
Services fees	-	-	-	-	(757,345)	(169,616)
Philanthropy	-	-	-	-	-	55,979
Capital grants	-	-	-	-	-	-
Consulting	-	-	-	-	-	-
Interest	243	(8,110)	12,307	(225)	-	308,946
Other	164,779	44,643	147,069	14,326	-	3,258,339
<b>Total revenues</b>	<b>733,568</b>	<b>342,235</b>	<b>1,349,724</b>	<b>542,181</b>	<b>(757,345)</b>	<b>42,299,151</b>
<b>Expenses and losses</b>						
Compensation	139,568	161,335	326,823	124,829	-	9,659,238
Administrative	121,419	82,905	168,601	87,843	(933,391)	4,624,612
Professional services	127,657	58,924	161,736	91,388	-	2,452,073
Depreciation and amortization	445,548	543,454	1,387,743	317,937	-	24,165,452
Grants	-	-	-	-	-	2,683,621
Facility	198,079	189,951	629,292	214,521	-	14,376,531
Interest and fees	-	52,214	355,818	139,330	-	6,866,318
Bad debts	64,568	20,990	14,641	-	-	522,511
Provision for impaired assets	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-
Allocation	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	(2,853,425)
(Gain) loss on investment in limited partnership	-	-	-	-	(2,220)	(1,204,793)
<b>Total expenses and losses</b>	<b>1,096,839</b>	<b>1,109,773</b>	<b>3,044,654</b>	<b>975,848</b>	<b>(935,611)</b>	<b>61,292,138</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(363,271)</b>	<b>(767,538)</b>	<b>(1,694,930)</b>	<b>(433,667)</b>	<b>178,266</b>	<b>(18,992,987)</b>
Net assets at beginning of year	6,926,757	4,246,530	5,044,404	(1,289,870)	3,777,079	39,958,783
Other transfers to (from) net assets	-	-	-	-	(329,678)	(1,214)
<b>Net assets at end of year</b>	<b>\$ 6,563,486</b>	<b>\$ 3,478,992</b>	<b>\$ 3,349,474</b>	<b>\$ (1,723,537)</b>	<b>\$ 3,625,667</b>	<b>\$ 20,964,582</b>

**Affordable Housing Corp.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Affordable Housing Corp.	Mercy Housing Washington III, L.P. (Tahoma View)	Eliminations	Consolidated Affordable Housing Corp.
<b>Assets</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ 31,452	\$ -	\$ 31,452
Cash, tenant security deposits	-	26,274	-	26,274
Cash, restricted	-	2,756	-	2,756
Investments	-	-	-	-
Investments, restricted	-	-	-	-
Accounts receivable, net	-	6,526	-	6,526
Due from affiliate, net	109,212	-	(109,212)	-
Pledges receivable, net	-	-	-	-
Grants receivable	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-
Prepaid expenses and other assets	-	12,308	-	12,308
Inventory	-	-	-	-
Assets held for sale	-	-	-	-
Total current assets	<u>109,212</u>	<u>79,316</u>	<u>(109,212)</u>	<u>79,316</u>
Property and equipment				
Land and land improvements	-	278,856	-	278,856
Buildings	-	4,732,037	-	4,732,037
Furniture and equipment	-	228,029	-	228,029
Predevelopment project costs	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	-	(3,506,440)	-	(3,506,440)
Net property and equipment	<u>-</u>	<u>1,732,482</u>	<u>-</u>	<u>1,732,482</u>
Other long-term assets				
Restricted property reserves	-	38,238	-	38,238
Long-term investments	-	-	-	-
Long-term investments, restricted	-	-	-	-
Due from affiliates	-	-	-	-
Pledges receivable, net	-	-	-	-
Investments in limited partnerships, net	(553)	-	555	2
Notes and interest receivable, net	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-
Allowance for impaired assets	-	-	-	-
Other assets, net	-	-	-	-
Total other long-term assets	<u>(553)</u>	<u>38,238</u>	<u>555</u>	<u>38,240</u>
<b>Total assets</b>	<u>\$ 108,659</u>	<u>\$ 1,850,036</u>	<u>\$ (108,657)</u>	<u>\$ 1,850,038</u>

**Affordable Housing Corp.**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Affordable Housing Corp.	Mercy Housing Washington III, L.P. (Tahoma View)	Eliminations	Consolidated Affordable Housing Corp.
<b>Liabilities</b>				
Current liabilities				
Accounts payable and accrued expenses	\$ -	\$ 30,464	\$ -	\$ 30,464
Due to affiliates	384,303	596,656	(115,642)	865,317
Accrued interest	-	-	-	-
Accrued interest, affiliates	-	21,180	-	21,180
Current portion of notes payable	-	-	-	-
Current portion of notes payable, affiliates	-	75,000	-	75,000
Deferred revenue and other liabilities	-	2,625	-	2,625
Tenant security deposits	-	25,777	-	25,777
<b>Total current liabilities</b>	<b>384,303</b>	<b>751,702</b>	<b>(115,642)</b>	<b>1,020,363</b>
Long-term liabilities				
Due to affiliates	-	-	-	-
Accrued interest	-	345,888	-	345,888
Accrued interest, affiliates	-	3,951	-	3,951
Notes payable, less current portion, net	-	1,996,993	-	1,996,993
Notes payable, less current portion, affiliates	-	54,461	-	54,461
Deferred revenue and other liabilities	-	525	-	525
<b>Total long-term liabilities</b>	<b>-</b>	<b>2,401,818</b>	<b>-</b>	<b>2,401,818</b>
<b>Total liabilities</b>	<b>384,303</b>	<b>3,153,520</b>	<b>(115,642)</b>	<b>3,422,181</b>
<b>Net assets</b>				
Net assets without donor restrictions, controlling	(275,644)	(1,303,484)	6,985	(1,572,143)
Net assets without donor restrictions, noncontrolling	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(275,644)</b>	<b>(1,303,484)</b>	<b>6,985</b>	<b>(1,572,143)</b>
Net assets with donor restrictions	-	-	-	-
<b>Total net assets</b>	<b>(275,644)</b>	<b>(1,303,484)</b>	<b>6,985</b>	<b>(1,572,143)</b>
<b>Total liabilities and net assets</b>	<b>\$ 108,659</b>	<b>\$ 1,850,036</b>	<b>\$ (108,657)</b>	<b>\$ 1,850,038</b>

**Affordable Housing Corp.**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Affordable Housing Corp.	Mercy Housing Washington III, L.P. (Tahoma View)	Eliminations	Consolidated Affordable Housing Corp.
<b>Revenues</b>				
Rent - net of vacancies	\$ -	\$ 394,381	\$ -	\$ 394,381
Developer fees	-	-	-	-
Services fees	11,392	-	(11,392)	-
Philanthropy	-	-	-	-
Capital grants	-	-	-	-
Consulting	-	-	-	-
Interest	-	28	-	28
Other	-	44,454	-	44,454
<b>Total revenues</b>	<b>11,392</b>	<b>438,863</b>	<b>(11,392)</b>	<b>438,863</b>
<b>Expenses and losses</b>				
Compensation	-	100,767	-	100,767
Administrative	12,432	69,476	(11,848)	70,060
Professional services	1,928	6,902	-	8,830
Depreciation and amortization	-	192,797	-	192,797
Grants	-	-	-	-
Facility	-	206,299	-	206,299
Interest and fees	-	54,773	-	54,773
Bad debts	-	-	-	-
Provision for impaired assets	-	-	-	-
Project expenses	-	-	-	-
Allocation	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-
(Gain) loss on investment in limited partnership	10	-	(10)	-
<b>Total expenses and losses</b>	<b>14,370</b>	<b>631,014</b>	<b>(11,858)</b>	<b>633,526</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(2,978)</b>	<b>(192,151)</b>	<b>466</b>	<b>(194,663)</b>
Net assets at beginning of year	(272,666)	(1,111,333)	6,519	(1,377,480)
Other transfers to (from) net assets	-	-	-	-
<b>Net assets at end of year</b>	<b>\$ (275,644)</b>	<b>\$ (1,303,484)</b>	<b>\$ 6,985</b>	<b>\$ (1,572,143)</b>



**Mercy Housing Wheaton**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Mercy Housing Wheaton	Clare of Assisi Homes - Westminster, Inc.	Clare Gardens, Inc.	Francis Heights, Inc.	Villa Maria, Inc.	Paducha Ministries 1, Inc. (Lone Oak Manor)	Princeton Ministries 1, Inc. (Princeton Manor)	Assisi Homes of Illinois, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ -	\$ 9,141	\$ 1,068,268	\$ 417,001	\$ 24,477	\$ 61,071	\$ 57,058	\$ 764,816
Cash, tenant security deposits	-	20,356	-	143,900	14,628	11,744	9,224	-
Cash, restricted	-	-	200	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	18,672	-	641,812	16,902	388	2,172	7,986
Due from affiliate, net	376,658	-	46,725	-	1,281	-	-	230
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	-	15,693	-	75,347	12,455	22,671	8,863	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>376,658</b>	<b>63,862</b>	<b>1,115,193</b>	<b>1,278,060</b>	<b>69,743</b>	<b>95,874</b>	<b>77,317</b>	<b>773,032</b>
Property and equipment								
Land and land improvements	-	254,511	165,548	465,684	217,542	433,294	217,077	-
Buildings	-	4,642,491	-	12,781,067	3,338,073	3,406,717	2,513,028	-
Furniture and equipment	-	353,050	-	2,909,255	223,202	17,918	129,687	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	-	(3,227,393)	-	(9,958,418)	(2,201,473)	(552,401)	(397,876)	-
<b>Net property and equipment</b>	<b>-</b>	<b>2,022,659</b>	<b>165,548</b>	<b>6,197,588</b>	<b>1,577,344</b>	<b>3,305,528</b>	<b>2,461,916</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	-	351,873	6,193	3,151,956	105,398	99,503	501,031	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	(18,192,069)	-	-	-	-	-	-	-
Notes and interest receivable, net	1,847,440	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	(496)	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>(16,345,125)</b>	<b>351,873</b>	<b>6,193</b>	<b>3,151,956</b>	<b>105,398</b>	<b>99,503</b>	<b>501,031</b>	<b>-</b>
<b>Total assets</b>	<b>\$ (15,968,467)</b>	<b>\$ 2,438,394</b>	<b>\$ 1,286,934</b>	<b>\$ 10,627,604</b>	<b>\$ 1,752,485</b>	<b>\$ 3,500,905</b>	<b>\$ 3,040,264</b>	<b>\$ 773,032</b>

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	Mercy Housing Wheaton	Clare of Assisi Homes - Westminster, Inc.	Clare Gardens, Inc.	Francis Heights, Inc.	Villa Maria, Inc.	Paducha Ministries 1, Inc. (Lone Oak Manor)	Princeton Ministries 1, Inc. (Princeton Manor)	Assisi Homes of Illinois, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ -	\$ 67,489	\$ 4,565	\$ 565,387	\$ 39,950	\$ 45,364	\$ 30,287	\$ 10,213
Due to affiliates	240,585	1,005	557,767	173,735	-	-	10,000	76
Accrued interest	-	-	-	465	-	2,081	-	-
Accrued interest, affiliates	-	-	-	-	-	-	4,591	-
Current portion of notes payable	-	-	-	11,883	-	80,764	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	18,230	-
Deferred revenue and other liabilities	-	15,932	-	77,566	7,062	407	491	-
Tenant security deposits	-	19,269	-	143,162	14,232	10,345	8,591	-
<b>Total current liabilities</b>	<b>240,585</b>	<b>103,695</b>	<b>562,332</b>	<b>972,198</b>	<b>61,244</b>	<b>138,961</b>	<b>72,190</b>	<b>10,289</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	5,247	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	27,000	-	1,281,020	-	827,262	(30,947)	-
Notes payable, less current portion, affiliates	-	-	-	-	-	-	1,031,215	-
Deferred revenue and other liabilities	-	10,954	-	53,016	6,568	-	-	-
<b>Total long-term liabilities</b>	<b>-</b>	<b>37,954</b>	<b>-</b>	<b>1,339,283</b>	<b>6,568</b>	<b>827,262</b>	<b>1,000,268</b>	<b>-</b>
<b>Total liabilities</b>	<b>240,585</b>	<b>141,649</b>	<b>562,332</b>	<b>2,311,481</b>	<b>67,812</b>	<b>966,223</b>	<b>1,072,458</b>	<b>10,289</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(16,209,052)	2,296,745	724,602	8,316,123	1,684,673	2,534,682	1,967,806	762,743
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(16,209,052)</b>	<b>2,296,745</b>	<b>724,602</b>	<b>8,316,123</b>	<b>1,684,673</b>	<b>2,534,682</b>	<b>1,967,806</b>	<b>762,743</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(16,209,052)</b>	<b>2,296,745</b>	<b>724,602</b>	<b>8,316,123</b>	<b>1,684,673</b>	<b>2,534,682</b>	<b>1,967,806</b>	<b>762,743</b>
<b>Total liabilities and net assets</b>	<b>\$ (15,968,467)</b>	<b>\$ 2,438,394</b>	<b>\$ 1,286,934</b>	<b>\$ 10,627,604</b>	<b>\$ 1,752,485</b>	<b>\$ 3,500,905</b>	<b>\$ 3,040,264</b>	<b>\$ 773,032</b>

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	Mercy Housing Franciscan Campus, Inc. (Day Spring Villa)	Assisi Homes - Batavia Apartments, Inc.	Assisi Homes - Constitution House, Inc.	Assisi Homes - Colony Park, Inc.	Assisi Homes - Jefferson Court, Inc. (Jefferson Court Apartments)	Assisi Homes - Kenosha, Inc.	Assisi Homes - La Salle Manor, Inc.	Assisi Homes of Gurnee, Inc.
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 124,929	\$ 1,011,730	\$ 1,135,374	\$ 920,995	\$ 925,995	\$ 1,773	\$ 36,995	\$ 31,152
Cash, tenant security deposits	-	105,631	110,697	129,426	65,353	19,704	10,634	18,331
Cash, restricted	-	-	-	-	-	100	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	-	63,658	1,488	3,376	22,183	88,716	22,954	1,373
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	9,716	126,451	55,414	135,904	92,270	13,683	14,941	15,527
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>134,645</b>	<b>1,307,470</b>	<b>1,302,973</b>	<b>1,189,701</b>	<b>1,105,801</b>	<b>123,976</b>	<b>85,524</b>	<b>66,383</b>
Property and equipment								
Land and land improvements	1,494,997	3,716,817	2,054,033	1,935,026	739,935	386,189	322,417	613,995
Buildings	3,585,593	13,604,849	15,069,955	13,486,145	13,552,932	3,407,723	1,844,440	4,363,679
Furniture and equipment	-	2,594,073	2,389,409	1,997,362	2,232,757	469,902	291,289	641,160
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(716,720)	(11,516,121)	(10,391,309)	(8,294,496)	(10,688,546)	(2,642,584)	(821,196)	(3,421,775)
<b>Net property and equipment</b>	<b>4,363,870</b>	<b>8,399,618</b>	<b>9,122,088</b>	<b>9,124,037</b>	<b>5,837,078</b>	<b>1,621,230</b>	<b>1,636,950</b>	<b>2,197,059</b>
Other long-term assets								
Restricted property reserves	143,327	661,751	526,645	895,030	602,413	702,077	496,434	581,994
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>143,327</b>	<b>661,751</b>	<b>526,645</b>	<b>895,030</b>	<b>602,413</b>	<b>702,077</b>	<b>496,434</b>	<b>581,994</b>
<b>Total assets</b>	<b>\$ 4,641,842</b>	<b>\$ 10,368,839</b>	<b>\$ 10,951,706</b>	<b>\$ 11,208,768</b>	<b>\$ 7,545,292</b>	<b>\$ 2,447,283</b>	<b>\$ 2,218,908</b>	<b>\$ 2,845,436</b>

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	Mercy Housing Franciscan Campus, Inc. (Day Spring Villa)	Assisi Homes - Batavia Apartments, Inc.	Assisi Homes - Constitution House, Inc.	Assisi Homes - Colony Park, Inc.	Assisi Homes - Jefferson Court, Inc. (Jefferson Court Apartments)	Assisi Homes - Kenosha, Inc.	Assisi Homes - La Salle Manor, Inc.	Assisi Homes of Gurnee, Inc.
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 6,349	\$ 585,192	\$ 282,288	\$ 742,285	\$ 236,756	\$ 105,874	\$ 117,424	\$ 62,480
Due to affiliates	130,437	22,500	32,674	30,000	30,000	21,218	178	-
Accrued interest	-	22,795	33,188	41,346	22,054	-	2,981	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	280,867	235,824	296,477	225,258	-	21,802	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	87,294	9,820	5,237	18,336	1,007	2,827	1,612
Tenant security deposits	-	105,122	109,540	129,231	63,824	19,036	10,155	17,107
<b>Total current liabilities</b>	<b>136,786</b>	<b>1,103,770</b>	<b>703,334</b>	<b>1,244,576</b>	<b>596,228</b>	<b>147,135</b>	<b>155,367</b>	<b>81,199</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	25,370	-
Accrued interest, affiliates	1,083,333	-	-	-	-	-	-	-
Notes payable, less current portion, net	-	9,814,587	10,913,141	13,712,890	9,159,406	-	1,049,272	-
Notes payable, less current portion, affiliates	5,000,000	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	12,638	14,359	3,105	2,232	2,670
<b>Total long-term liabilities</b>	<b>6,083,333</b>	<b>9,814,587</b>	<b>10,913,141</b>	<b>13,725,528</b>	<b>9,173,765</b>	<b>3,105</b>	<b>1,076,874</b>	<b>2,670</b>
<b>Total liabilities</b>	<b>6,220,119</b>	<b>10,918,357</b>	<b>11,616,475</b>	<b>14,970,104</b>	<b>9,769,993</b>	<b>150,240</b>	<b>1,232,241</b>	<b>83,869</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	(1,578,277)	(549,518)	(664,769)	(3,761,336)	(2,224,701)	2,297,043	986,667	2,761,567
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>(1,578,277)</b>	<b>(549,518)</b>	<b>(664,769)</b>	<b>(3,761,336)</b>	<b>(2,224,701)</b>	<b>2,297,043</b>	<b>986,667</b>	<b>2,761,567</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>(1,578,277)</b>	<b>(549,518)</b>	<b>(664,769)</b>	<b>(3,761,336)</b>	<b>(2,224,701)</b>	<b>2,297,043</b>	<b>986,667</b>	<b>2,761,567</b>
<b>Total liabilities and net assets</b>	<b>\$ 4,641,842</b>	<b>\$ 10,368,839</b>	<b>\$ 10,951,706</b>	<b>\$ 11,208,768</b>	<b>\$ 7,545,292</b>	<b>\$ 2,447,283</b>	<b>\$ 2,218,908</b>	<b>\$ 2,845,436</b>

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	Assisi Homes of Neenah, Inc.	Canticle Place, Inc.	Marian Housing Center, Inc.	Marian Park Center, Inc.	Alexandria Ministries Inc. (Alexandria Manor)	Effingham Ministries, Inc. (Colonnade Apartments)	Indianapolis Ministries 1, Inc. (Cedar Commons)	Indianapolis Ministries 2, Inc. (Spruce Manor)
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 30,555	\$ 8,765	\$ 38,540	\$ 429,036	\$ 31,983	\$ 464,909	\$ 43,843	\$ 369,776
Cash, tenant security deposits	13,887	4,989	13,649	88,273	7,958	-	22,885	36,821
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	176	39,360	1,531	10,079	9,625	618	11,302	3,240
Due from affiliate, net	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	10,210	3,755	13,064	81,210	12,824	20,088	24,375	31,651
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>54,828</b>	<b>56,869</b>	<b>66,784</b>	<b>608,598</b>	<b>62,390</b>	<b>485,615</b>	<b>102,405</b>	<b>441,488</b>
Property and equipment								
Land and land improvements	127,078	177,236	100,645	1,575,117	67,956	-	249,628	116,977
Buildings	1,652,224	1,166,463	1,573,828	4,882,049	2,152,157	-	2,076,616	1,985,180
Furniture and equipment	284,734	144,452	398,583	2,719,969	70,768	-	40,551	10,058
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(1,479,843)	(962,889)	(1,639,495)	(5,200,813)	(323,554)	-	(377,377)	(319,767)
<b>Net property and equipment</b>	<b>584,193</b>	<b>525,262</b>	<b>433,561</b>	<b>3,976,322</b>	<b>1,967,327</b>	<b>-</b>	<b>1,989,418</b>	<b>1,792,448</b>
Other long-term assets								
Restricted property reserves	242,126	111,371	189,956	778,250	106,306	1	576,110	322,536
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	-
Notes and interest receivable, net	-	930,240	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>242,126</b>	<b>1,041,611</b>	<b>189,956</b>	<b>778,250</b>	<b>106,306</b>	<b>1</b>	<b>576,110</b>	<b>322,536</b>
<b>Total assets</b>	<b>\$ 881,147</b>	<b>\$ 1,623,742</b>	<b>\$ 690,301</b>	<b>\$ 5,363,170</b>	<b>\$ 2,136,023</b>	<b>\$ 485,616</b>	<b>\$ 2,667,933</b>	<b>\$ 2,556,472</b>

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	Assisi Homes of Neenah, Inc.	Canticle Place, Inc.	Marian Housing Center, Inc.	Marian Park Center, Inc.	Alexandria Ministries Inc. (Alexandria Manor)	Effingham Ministries, Inc. (Colonnade Apartments)	Indianapolis Ministries 1, Inc. (Cedar Commons)	Indianapolis Ministries 2, Inc. (Spruce Manor)
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 58,121	\$ 28,085	\$ 50,049	\$ 596,296	\$ 63,883	\$ 69,442	\$ 157,454	\$ 67,272
Due to affiliates	-	-	-	30,230	-	4,506	4,395	10,000
Accrued interest	-	-	2,840	37,401	-	-	6,977	3,097
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	-	-	44,708	206,231	-	-	57,359	32,745
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	2,972	452	1,960	16,248	1,401	-	1,678	10,871
Tenant security deposits	13,277	4,188	13,056	87,777	7,612	-	22,623	36,985
<b>Total current liabilities</b>	<b>74,370</b>	<b>32,725</b>	<b>112,613</b>	<b>974,183</b>	<b>72,896</b>	<b>73,948</b>	<b>250,486</b>	<b>160,970</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	(283)	-	1,013,001	10,370,784	-	-	1,743,105	958,152
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	1,796	534	1,890	9,345	1,617	-	-	6,521
<b>Total long-term liabilities</b>	<b>1,513</b>	<b>534</b>	<b>1,014,891</b>	<b>10,380,129</b>	<b>1,617</b>	<b>-</b>	<b>1,743,105</b>	<b>964,673</b>
<b>Total liabilities</b>	<b>75,883</b>	<b>33,259</b>	<b>1,127,504</b>	<b>11,354,312</b>	<b>74,513</b>	<b>73,948</b>	<b>1,993,591</b>	<b>1,125,643</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	805,264	324,323	(437,203)	(5,991,142)	2,061,510	411,668	674,342	1,430,829
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>805,264</b>	<b>324,323</b>	<b>(437,203)</b>	<b>(5,991,142)</b>	<b>2,061,510</b>	<b>411,668</b>	<b>674,342</b>	<b>1,430,829</b>
Net assets with donor restrictions	-	1,266,160	-	-	-	-	-	-
<b>Total net assets</b>	<b>805,264</b>	<b>1,590,483</b>	<b>(437,203)</b>	<b>(5,991,142)</b>	<b>2,061,510</b>	<b>411,668</b>	<b>674,342</b>	<b>1,430,829</b>
<b>Total liabilities and net assets</b>	<b>\$ 881,147</b>	<b>\$ 1,623,742</b>	<b>\$ 690,301</b>	<b>\$ 5,363,170</b>	<b>\$ 2,136,023</b>	<b>\$ 485,616</b>	<b>\$ 2,667,933</b>	<b>\$ 2,556,472</b>

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	Kokomo Ministries, Inc. (Kokomo Manor)	Moline Ministries 1, Inc. (Highland Manor)	Moline Ministries 2, Inc. (Sanders Apartments)	Pendleton Ministries, Inc. (Edgewood Square Apartments)	Tuscon Ministries, Inc. (Western Winds)	Phoenix Ministries 3, Inc. (Lemon Grove)	Davenport Ministries, Inc. (Westview Terrace)	Saxony Manor, MM LLC
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 219,195	\$ 325,843	\$ 101,266	\$ -	\$ 120,677	\$ 107,436	\$ 173,410	\$ -
Cash, tenant security deposits	22,080	-	-	-	29,071	21,878	-	-
Cash, restricted	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Investments, restricted	-	-	-	-	-	-	-	-
Accounts receivable, net	41,878	-	1,596	-	140	5,883	40,272	-
Due from affiliate, net	-	10,678	5,500	-	-	-	9,425	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable	-	-	-	-	-	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Prepaid expenses and other assets	32,002	-	-	-	46,266	20,092	-	-
Inventory	-	-	-	-	-	-	-	-
Assets held for sale	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>315,155</b>	<b>336,521</b>	<b>108,362</b>	<b>-</b>	<b>196,154</b>	<b>155,289</b>	<b>223,107</b>	<b>-</b>
Property and equipment								
Land and land improvements	420,005	-	-	-	773,469	1,287,452	-	-
Buildings	5,443,827	-	-	-	4,718,643	6,001,736	-	-
Furniture and equipment	80,172	-	-	-	7,557	28,431	-	-
Predevelopment project costs	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-
Accumulated depreciation	(896,741)	-	-	-	(698,614)	(1,008,527)	-	-
<b>Net property and equipment</b>	<b>5,047,263</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,801,055</b>	<b>6,309,092</b>	<b>-</b>	<b>-</b>
Other long-term assets								
Restricted property reserves	202,434	-	-	-	350,078	309,295	76,796	-
Long-term investments	-	-	-	-	-	-	-	-
Long-term investments, restricted	-	-	-	-	-	-	-	-
Due from affiliates	-	-	-	-	-	-	-	-
Pledges receivable, net	-	-	-	-	-	-	-	-
Investments in limited partnerships, net	-	-	-	-	-	-	-	(658,222)
Notes and interest receivable, net	-	-	-	-	-	-	-	-
Notes and interest receivable, affiliates	-	-	-	-	-	-	-	-
Allowance for impaired assets	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-
<b>Total other long-term assets</b>	<b>202,434</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>350,078</b>	<b>309,295</b>	<b>76,796</b>	<b>(658,222)</b>
<b>Total assets</b>	<b>\$ 5,564,852</b>	<b>\$ 336,521</b>	<b>\$ 108,362</b>	<b>\$ -</b>	<b>\$ 5,347,287</b>	<b>\$ 6,773,676</b>	<b>\$ 299,903</b>	<b>\$ (658,222)</b>

**Mercy Housing Wheaton**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Kokomo Ministries, Inc. (Kokomo Manor)	Moline Ministries 1, Inc. (Highland Manor)	Moline Ministries 2, Inc. (Sanders Apartments)	Pendleton Ministries, Inc. (Edgewood Square Apartments)	Tuscon Ministries, Inc. (Western Winds)	Phoenix Ministries 3, Inc. (Lemon Grove)	Davenport Ministries, Inc. (Westview Terrace)	Saxony Manor, MM LLC
<b>Liabilities</b>								
Current liabilities								
Accounts payable and accrued expenses	\$ 142,032	\$ 60,887	\$ 25,523	\$ -	\$ 92,259	\$ 70,422	\$ 43,196	\$ -
Due to affiliates	-	-	-	-	10,000	-	-	2,676
Accrued interest	2,934	-	-	-	7,421	1,814	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Current portion of notes payable	135,194	-	-	-	82,385	14,735	-	-
Current portion of notes payable, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	12,849	-	-	-	11,029	12,503	-	-
Tenant security deposits	19,849	-	-	-	28,572	21,568	-	-
<b>Total current liabilities</b>	<b>312,858</b>	<b>60,887</b>	<b>25,523</b>	<b>-</b>	<b>231,666</b>	<b>121,042</b>	<b>43,196</b>	<b>2,676</b>
Long-term liabilities								
Due to affiliates	-	-	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	39,584	-	-
Accrued interest, affiliates	-	-	-	-	-	-	-	-
Notes payable, less current portion, net	1,332,029	-	-	-	3,155,689	2,815,176	-	-
Notes payable, less current portion, affiliates	-	-	-	-	-	-	-	-
Deferred revenue and other liabilities	-	-	-	-	-	3,629	-	-
<b>Total long-term liabilities</b>	<b>1,332,029</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,155,689</b>	<b>2,858,389</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>1,644,887</b>	<b>60,887</b>	<b>25,523</b>	<b>-</b>	<b>3,387,355</b>	<b>2,979,431</b>	<b>43,196</b>	<b>2,676</b>
<b>Net assets</b>								
Net assets without donor restrictions, controlling	3,919,965	275,634	82,839	-	1,959,932	3,794,245	256,707	(660,898)
Net assets without donor restrictions, noncontrolling	-	-	-	-	-	-	-	-
<b>Total net assets without donor restrictions</b>	<b>3,919,965</b>	<b>275,634</b>	<b>82,839</b>	<b>-</b>	<b>1,959,932</b>	<b>3,794,245</b>	<b>256,707</b>	<b>(660,898)</b>
Net assets with donor restrictions	-	-	-	-	-	-	-	-
<b>Total net assets</b>	<b>3,919,965</b>	<b>275,634</b>	<b>82,839</b>	<b>-</b>	<b>1,959,932</b>	<b>3,794,245</b>	<b>256,707</b>	<b>(660,898)</b>
<b>Total liabilities and net assets</b>	<b>\$ 5,564,852</b>	<b>\$ 336,521</b>	<b>\$ 108,362</b>	<b>\$ -</b>	<b>\$ 5,347,287</b>	<b>\$ 6,773,676</b>	<b>\$ 299,903</b>	<b>\$ (658,222)</b>



**Mercy Housing Wheaton**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Assisi Homes - Saxony Manor, Inc.	Eliminations	Consolidated Mercy Housing Wheaton
<b>Assets</b>			
Current assets			
Cash and cash equivalents	\$ 980,209	\$ -	\$ 10,036,218
Cash, tenant security deposits	73,722	-	994,841
Cash, restricted	-	-	300
Investments	-	-	-
Investments, restricted	-	-	-
Accounts receivable, net	5,419	-	1,062,799
Due from affiliate, net	-	(372,955)	77,542
Pledges receivable, net	-	-	-
Grants receivable	-	-	-
Current portion of notes and interest receivable	-	-	-
Current portion of notes and interest receivable, affiliates	-	-	-
Prepaid expenses and other assets	79,204	-	973,676
Inventory	-	-	-
Assets held for sale	-	-	-
Total current assets	<u>1,138,554</u>	<u>(372,955)</u>	<u>13,145,376</u>
Property and equipment			
Land and land improvements	1,910,031	-	19,822,659
Buildings	8,658,899	-	135,908,314
Furniture and equipment	1,585,025	-	19,619,364
Predevelopment project costs	-	-	-
Construction in progress	-	-	-
Accumulated depreciation	<u>(4,766,161)</u>	<u>-</u>	<u>(82,504,089)</u>
Net property and equipment	<u>7,387,794</u>	<u>-</u>	<u>92,846,248</u>
Other long-term assets			
Restricted property reserves	1,387,184	-	13,478,068
Long-term investments	-	-	-
Long-term investments, restricted	-	-	-
Due from affiliates	-	-	-
Pledges receivable, net	-	-	-
Investments in limited partnerships, net	-	18,850,291	-
Notes and interest receivable, net	-	(1,847,440)	930,240
Notes and interest receivable, affiliates	-	496	-
Allowance for impaired assets	-	-	-
Other assets, net	<u>66,017</u>	<u>-</u>	<u>66,017</u>
Total other long-term assets	<u>1,453,201</u>	<u>17,003,347</u>	<u>14,474,325</u>
<b>Total assets</b>	<u>\$ 9,979,549</u>	<u>\$ 16,630,392</u>	<u>\$ 120,465,949</u>

**Mercy Housing Wheaton**  
**Consolidating Statement of Financial Position**  
**December 31, 2021**

	Assisi Homes - Saxony Manor, Inc.	Eliminations	Consolidated Mercy Housing Wheaton
<b>Liabilities</b>			
Current liabilities			
Accounts payable and accrued expenses	\$ 235,954	\$ 429,418	\$ 5,092,196
Due to affiliates	103,099	(369,584)	1,045,497
Accrued interest	19,609	617	207,620
Accrued interest, affiliates	-	-	4,591
Current portion of notes payable	141,613	(8,561)	1,859,284
Current portion of notes payable, affiliates	-	-	18,230
Deferred revenue and other liabilities	11,399	-	310,953
Tenant security deposits	72,327	-	977,448
Total current liabilities	584,001	51,890	9,515,819
Long-term liabilities			
Due to affiliates	-	-	-
Accrued interest	-	15,147	85,348
Accrued interest, affiliates	-	-	1,083,333
Notes payable, less current portion, net	6,422,312	(1,889,656)	72,673,940
Notes payable, less current portion, affiliates	-	-	6,031,215
Deferred revenue and other liabilities	2,500	-	133,374
Total long-term liabilities	6,424,812	(1,874,509)	80,007,210
<b>Total liabilities</b>	7,008,813	(1,822,619)	89,523,029
<b>Net assets</b>			
Net assets without donor restrictions, controlling	2,970,736	18,453,011	29,676,760
Net assets without donor restrictions, noncontrolling	-	-	-
Total net assets without donor restrictions	2,970,736	18,453,011	29,676,760
Net assets with donor restrictions	-	-	1,266,160
<b>Total net assets</b>	2,970,736	18,453,011	30,942,920
<b>Total liabilities and net assets</b>	\$ 9,979,549	\$ 16,630,392	\$ 120,465,949

**Mercy Housing Wheaton**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Wheaton	Clare of Assisi Homes - Westminister, Inc.	Clare Gardens, Inc.	Francis Heights, Inc.	Villa Maria, Inc.	Paducha Ministries 1, Inc. (Lone Oak Manor)	Princeton Ministries 1, Inc. (Princeton Manor)	Assisi Homes of Illinois, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ -	\$ 481,964	\$ -	\$ 3,205,182	\$ 420,070	\$ 588,504	\$ 383,890	\$ 606,966
Developer fees	-	-	-	-	-	-	-	-
Services fees	387,839	-	-	-	-	-	-	-
Philanthropy	-	-	-	173,735	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	396	32	1	683	9	21	-	48
Other	10,000	17,809	134,120	84,802	7,655	3,248	1,620	11,520
<b>Total revenues</b>	<b>398,235</b>	<b>499,805</b>	<b>134,121</b>	<b>3,464,402</b>	<b>427,734</b>	<b>591,773</b>	<b>385,510</b>	<b>618,534</b>
<b>Expenses and losses</b>								
Compensation	-	138,466	218	581,118	139,769	127,251	98,264	71,205
Administrative	3,676,679	76,959	397	382,906	57,583	71,744	56,824	72,254
Professional services	2,855	50,749	-	107,703	37,030	10,780	8,380	224,149
Depreciation and amortization	-	143,590	-	692,664	113,545	108,458	90,575	-
Grants	13,747,606	-	-	173,735	-	-	-	-
Facility	-	190,345	5,888	1,237,949	142,654	216,893	124,434	308,481
Interest and fees	-	-	-	22,966	-	26,110	56,639	16,783
Bad debts	10,000	54	-	729	-	-	-	940
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	(13,936,818)	-	-	(468,724)	-	-	-	1,292,949
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>3,500,322</b>	<b>600,163</b>	<b>6,503</b>	<b>2,731,046</b>	<b>490,581</b>	<b>561,236</b>	<b>435,116</b>	<b>1,986,761</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(3,102,087)</b>	<b>(100,358)</b>	<b>127,618</b>	<b>733,356</b>	<b>(62,847)</b>	<b>30,537</b>	<b>(49,606)</b>	<b>(1,368,227)</b>
Net assets at beginning of year	(13,106,965)	2,397,103	596,984	7,582,767	1,747,520	2,504,145	2,024,959	2,130,970
Other transfers to (from) net assets	-	-	-	-	-	-	(7,547)	-
<b>Net assets at end of year</b>	<b>\$ (16,209,052)</b>	<b>\$ 2,296,745</b>	<b>\$ 724,602</b>	<b>\$ 8,316,123</b>	<b>\$ 1,684,673</b>	<b>\$ 2,534,682</b>	<b>\$ 1,967,806</b>	<b>\$ 762,743</b>

**Mercy Housing Wheaton**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Mercy Housing Franciscan Campus, Inc. (Day Spring Villa)	Assisi Homes - Batavia Apartments, Inc.	Assisi Homes - Constitution House, Inc.	Assisi Homes - Colony Park, Inc.	Assisi Homes - Jefferson Court, Inc. (Jefferson Court Apartments)	Assisi Homes - Kenosha, Inc.	Assisi Homes - La Salle Manor, Inc.	Assisi Homes of Gurnee, Inc.
<b>Revenues</b>								
Rent - net of vacancies	\$ 76,000	\$ 3,584,088	\$ 3,179,433	\$ 3,802,111	\$ 2,723,440	\$ 497,095	\$ 511,878	\$ 514,813
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	5,000
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	8	116	93	187	157	64	101	55
Other	21,181	52,226	14,958	20,669	35,332	6,428	5,660	5,105
<b>Total revenues</b>	<b>97,189</b>	<b>3,636,430</b>	<b>3,194,484</b>	<b>3,822,967</b>	<b>2,758,929</b>	<b>503,587</b>	<b>517,639</b>	<b>524,973</b>
<b>Expenses and losses</b>								
Compensation	-	668,094	546,319	630,443	596,275	151,789	114,346	210,272
Administrative	21,126	488,161	335,147	398,811	281,360	96,215	71,107	93,948
Professional services	3,197	13,483	12,070	19,055	11,980	13,022	8,810	17,159
Depreciation and amortization	139,075	627,903	732,252	481,354	416,515	145,307	67,226	141,344
Grants	-	-	-	-	-	-	-	-
Facility	17,228	1,285,348	808,970	1,345,938	719,477	144,357	213,329	149,633
Interest and fees	200,000	284,075	415,488	513,597	749,687	68	36,450	25
Bad debts	-	3,773	-	2,986	2,186	-	32,678	3,172
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	-	-	(57,817)	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>380,626</b>	<b>3,370,837</b>	<b>2,850,246</b>	<b>3,392,184</b>	<b>2,777,480</b>	<b>492,941</b>	<b>543,946</b>	<b>615,553</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(283,437)</b>	<b>265,593</b>	<b>344,238</b>	<b>430,783</b>	<b>(18,551)</b>	<b>10,646</b>	<b>(26,307)</b>	<b>(90,580)</b>
Net assets at beginning of year	(1,294,840)	(515,111)	(139,320)	(3,460,118)	(1,717,804)	2,286,397	1,012,974	2,852,147
Other transfers to (from) net assets	-	(300,000)	(869,687)	(732,001)	(488,346)	-	-	-
<b>Net assets at end of year</b>	<b>\$ (1,578,277)</b>	<b>\$ (549,518)</b>	<b>\$ (664,769)</b>	<b>\$ (3,761,336)</b>	<b>\$ (2,224,701)</b>	<b>\$ 2,297,043</b>	<b>\$ 986,667</b>	<b>\$ 2,761,567</b>

**Mercy Housing Wheaton**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Assisi Homes of Neenah, Inc.	Canticle Place, Inc.	Marian Housing Center, Inc.	Marian Park Center, Inc.	Alexandria Ministries Inc. (Alexandria Manor)	Effingham Ministries, Inc. (Colonnade Apartments)	Indianapolis Ministries 1, Inc. (Cedar Commons)	Indianapolis Ministries 2, Inc. (Spruce Manor)
<b>Revenues</b>								
Rent - net of vacancies	\$ 380,126	\$ 147,323	\$ 384,602	\$ 3,052,525	\$ 445,844	\$ 640,757	\$ 675,882	\$ 1,149,067
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	39,579	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	26	11	33	139	12	33	127	66
Other	3,723	486	28,413	26,391	4,418	12,231	9,457	11,228
<b>Total revenues</b>	<b>383,875</b>	<b>147,820</b>	<b>452,627</b>	<b>3,079,055</b>	<b>450,274</b>	<b>653,021</b>	<b>685,466</b>	<b>1,160,361</b>
<b>Expenses and losses</b>								
Compensation	204,185	36,294	149,257	630,079	138,721	193,178	155,040	212,136
Administrative	57,221	19,573	63,420	469,028	54,549	127,646	85,385	150,009
Professional services	11,227	10,284	8,380	14,580	7,750	5,620	9,580	11,387
Depreciation and amortization	49,643	50,501	49,728	311,619	63,106	45,799	88,670	62,927
Grants	-	-	-	-	-	-	-	-
Facility	80,018	105,311	94,418	1,036,854	166,646	260,972	257,772	420,131
Interest and fees	244	90	37,087	802,442	144	7,025	85,257	37,705
Bad debts	-	-	306	4,467	5,913	16,620	-	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	-	-	(12,500)	-	1,356,118	-	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	-
<b>Total expenses and losses</b>	<b>402,538</b>	<b>222,053</b>	<b>402,596</b>	<b>3,256,569</b>	<b>436,829</b>	<b>2,012,978</b>	<b>681,704</b>	<b>894,295</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(18,663)</b>	<b>(74,233)</b>	<b>50,031</b>	<b>(177,514)</b>	<b>13,445</b>	<b>(1,359,957)</b>	<b>3,762</b>	<b>266,066</b>
Net assets at beginning of year	823,927	1,664,716	(487,234)	(5,541,485)	2,103,879	1,771,625	670,580	1,481,629
Other transfers to (from) net assets	-	-	-	(272,143)	(55,814)	-	-	(316,866)
<b>Net assets at end of year</b>	<b>\$ 805,264</b>	<b>\$ 1,590,483</b>	<b>\$ (437,203)</b>	<b>\$ (5,991,142)</b>	<b>\$ 2,061,510</b>	<b>\$ 411,668</b>	<b>\$ 674,342</b>	<b>\$ 1,430,829</b>

**Mercy Housing Wheaton**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Kokomo Ministries, Inc. (Kokomo Manor)	Moline Ministries 1, Inc. (Highland Manor)	Moline Ministries 2, Inc. (Sanders Apartments)	Pendleton Ministries, Inc. (Edgewood Square Apartments)	Tuscon Ministries, Inc. (Western Winds)	Phoenix Ministries 3, Inc. (Lemon Grove)	Davenport Ministries, Inc. (Westview Terrace)	Saxony Manor, MM LLC
<b>Revenues</b>								
Rent - net of vacancies	\$ 1,072,952	\$ 679,436	\$ 269,623	\$ -	\$ 896,006	\$ 731,346	\$ 576,443	\$ -
Developer fees	-	-	-	-	-	-	-	-
Services fees	-	-	-	-	-	-	-	-
Philanthropy	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-
Consulting	-	-	-	-	-	-	-	-
Interest	49	49	13	-	82	109	14	-
Other	8,423	4,158	4,691	15,684	4,739	3,747	2,457	-
<b>Total revenues</b>	<b>1,081,424</b>	<b>683,643</b>	<b>274,327</b>	<b>15,684</b>	<b>900,827</b>	<b>735,202</b>	<b>578,914</b>	<b>-</b>
<b>Expenses and losses</b>								
Compensation	228,562	178,845	71,964	564	257,956	220,856	125,009	-
Administrative	142,835	108,383	54,935	28	125,629	101,056	58,796	50
Professional services	11,230	181,150	145,496	-	10,780	12,447	123,396	934
Depreciation and amortization	175,960	102,077	34,606	-	155,823	210,219	68,690	-
Grants	-	-	-	-	-	-	-	-
Facility	488,721	284,875	106,477	221	295,533	303,771	259,380	-
Interest and fees	36,672	90,443	36,694	-	90,091	44,951	33,330	-
Bad debts	14,003	24,522	2,749	-	160	588	4,142	-
Provision for impaired assets	-	-	-	-	-	-	-	-
Project expenses	-	-	-	-	-	-	-	-
Allocation	-	-	-	-	-	-	-	-
(Gain) loss on sale of assets	-	1,458,694	426,058	-	-	-	1,510,287	-
(Gain) loss on investment in limited partnership	-	-	-	-	-	-	-	(1)
<b>Total expenses and losses</b>	<b>1,097,983</b>	<b>2,428,989</b>	<b>878,979</b>	<b>813</b>	<b>935,972</b>	<b>893,888</b>	<b>2,183,030</b>	<b>983</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>(16,559)</b>	<b>(1,745,346)</b>	<b>(604,652)</b>	<b>14,871</b>	<b>(35,145)</b>	<b>(158,686)</b>	<b>(1,604,116)</b>	<b>(983)</b>
Net assets at beginning of year	3,936,524	2,020,980	687,491	208,840	1,995,077	3,952,931	1,873,423	(659,915)
Other transfers to (from) net assets	-	-	-	(223,711)	-	-	(12,600)	-
<b>Net assets at end of year</b>	<b>\$ 3,919,965</b>	<b>\$ 275,634</b>	<b>\$ 82,839</b>	<b>\$ -</b>	<b>\$ 1,959,932</b>	<b>\$ 3,794,245</b>	<b>\$ 256,707</b>	<b>\$ (660,898)</b>

**Mercy Housing Wheaton**  
**Consolidating Statement of Activities**  
**and Changes in Net Assets**  
**For the Year Ended December 31, 2021**

	Assisi Homes - Saxony Manor, Inc.	Eliminations	Consolidated Mercy Housing Wheaton
<b>Revenues</b>			
Rent - net of vacancies	\$ 2,219,960	\$ -	\$ 33,897,326
Developer fees	-	-	-
Services fees	-	(387,839)	-
Philanthropy	115,498	-	333,812
Capital grants	-	-	-
Consulting	-	-	-
Interest	156	(396)	2,494
Other	18,203	-	590,782
<b>Total revenues</b>	<b>2,353,817</b>	<b>(388,235)</b>	<b>34,824,414</b>
<b>Expenses and losses</b>			
Compensation	453,140	-	7,329,615
Administrative	370,080	(308,652)	7,861,192
Professional services	12,565	-	1,117,228
Depreciation and amortization	458,360	-	5,827,536
Grants	-	-	13,921,341
Facility	802,567	-	11,874,591
Interest and fees	238,726	(20,464)	3,842,325
Bad debts	4,595	-	134,583
Provision for impaired assets	-	-	-
Project expenses	-	-	-
Allocation	-	-	-
(Gain) loss on sale of assets	-	203,379	(8,228,374)
(Gain) loss on investment in limited partnership	-	1	-
<b>Total expenses and losses</b>	<b>2,340,033</b>	<b>(125,736)</b>	<b>43,680,037</b>
<b>Excess (deficiency) of revenues over expenses</b>	<b>13,784</b>	<b>(262,499)</b>	<b>(8,855,623)</b>
Net assets at beginning of year	3,173,792	15,430,203	40,008,791
Other transfers to (from) net assets	(216,840)	3,285,307	(210,248)
<b>Net assets at end of year</b>	<b>\$ 2,970,736</b>	<b>\$ 18,453,011</b>	<b>\$ 30,942,920</b>

# Mercy Housing, Inc.

## Schedule of Expenditures of Federal Awards Year Ended December 31, 2021

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Direct Federal Expenditures	Pass Through Expenditures	Passed Through to Subrecipients
<b><u>United States Department of Agriculture (USDA)</u></b>					
<b>Direct</b>					
USDA Intermediary Relending Program	10.767		\$ 473,462	\$ -	\$ -
USDA Rural Rental Assistance Payments	10.427		345,155		
USDA Rural Rental Housing Loans	10.415		372,636		
			<b>1,191,253</b>	<b>-</b>	<b>-</b>
Subtotal USDA					
<b><u>United States Department of Housing &amp; Urban Development (HUD)</u></b>					
<b>Direct</b>					
Continuum of Care	14.267		108,508		
HUD Comm. Dev. Block Grant/Technical Assistance Program	14.227		335,140		
HUD HOME Investment Partnership Program/HOME Grant CHDO	14.239		260,000		
HUD Housing Assistance Payments (HAP) Section 8	14.195		25,294,384		
HUD Housing Assistance Payments (HAP) Section 8 - Covid-19 Supplemental Payments	14.195		3,466		
HUD Interest Reduction Payments Section 236	14.103		78,576		
HUD Mortgage Insurance for the Purchase Section 223(a)(7)	14.155		86,159,227		
HUD Multi-Family Services Coordinator Grant	14.191		304,304		
HUD Supportive Housing for Persons with Disabilities Capital Advance Section 811/ HUD Project Rental Assistance Contract (PRAC) Section 811	14.181		14,847,328		
HUD Supportive Housing for Persons with Disabilities Capital Advance Section 811/ HUD Project Rental Assistance Contract (PRAC) Section 811 - Covid-19 Supplemental Payments	14.181		4,775		
HUD Supportive Housing for the Elderly Direct Loan Section/Capital Advance Section 202/ HUD Project Rental Assistance contract (PRAC) Section 202	14.157		203,244,268		
HUD Supportive Housing for the Elderly Direct Loan Section/Capital Advance Section 202/ HUD Project Rental Assistance contract (PRAC) Section 202 - Covid-19 Supplemental Payments	14.157		53,426		
HUD Supportive Housing Program - Capital Advance/Office of Community Planning & Development - Supportive Housing Program/ Forgivable Loan	14.235		1,026,665		
Operating Assistance for Troubled Multifamily Housing Projects	14.164		1,465,407		
Preservation of Affordable Housing	14.187		20,912,183		
Section 221 (d)(4) pursuant to Section 233(a)(7) of National Housing Act	14.135		1,309,505		
<b>Pass Through</b>					
City and County of Denver / CDBG State Program	14.228			275,000	
City and County of San Francisco	14.267			987,560	
City and County of San Francisco / Mayor's Office of Housing / HOME Investment Partnership Program	14.239			475,399	
City of Bakersfield / HOME Investment Partnership Program	14.239	98-284		230,000	
City of Bellingham / HOME Investment Partnership Program / HAP Section 8	14.239			200,450	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0102L5T102013		254,225	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0131L5T101912		90,357	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0131L5T102013		100,297	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0166L5T101912		6,594	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0166L5T102013		60,167	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0188L5T101912		100,513	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0188L5T102013		34,998	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	IL0206L5T101912		393,479	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	WI0113L5I011908		8,730	
City of Chicago / Department of Human Services (DHS) / Chicago Housing for Health Partnership / Office of Community Planning and Development / Supportive Housing Program	14.235	WI0113L5I012009		27,273	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0400L5T101911		234,576	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0400L5T102012		173,564	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0401L5T101911		65,042	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0401L5T102012		133,932	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0541L5T101907		61,630	
City of Chicago / Department of Human Services (DHS) / HUD Shelter Plus Care	14.238	IL0541L5T102008		711,707	
City of Chicago Department of Family and Support Services	14.218			242,995	
City of Chicago/ AIDS Foundation of Chicago / SHP	14.235	IL0162L5T101811		89,130	
City of Chicago/ AIDS Foundation of Chicago / SHP	14.235	IL0162L5T101912		83,560	
City of Chicago/ AIDS Foundation of Chicago / SHP	14.235			1,997	
City of Eagle, Ida County / Idaho Community Development Block Grant	14.228			414,246	
City of Encinitas / CDBG State Program	14.228			614,000	
City of Greenville (Community Development Department) / Forgivable Loan	14.235			262,406	
City of Santa Cruz / HOME Investment Partnership Program	14.239			1,214,000	
City of Tacoma / CDBG Program	14.218			21,083	
Community Development Commission of the City of Oxnard / CDBG Section 108 Loan Guarantee	14.248	96-164218		720,846	
County of Contra Costa / CDBG Section 108 Loan Guarantee	14.248			1,000,000	
County of Contra Costa / Housing Opportunities for Persons with AIDS HOPWA Grant / HAP Section 8	14.195			318,918	
County of Kern / HOME Investment Partnership Program	14.239	069-99		400,000	
County of Marin / HOME Investment Partnership Program	14.239			889,450	
County of Riverside / HOME Investment Partnership Program	14.239	File No: 4HIM-02-003		1,038,000	
County of San Diego Department of Housing and Community Development / Housing Opportunities for Pers	14.241			1,060,319	
County of San Mateo / Section 108 Loan Guarantee	14.248			160,000	
County of San Mateo/HOME Investment Partnership Program	14.239			460,000	
Department of Housing and Community Development of the State of California / HOME Grant CHDO	14.239	96-HOME-0223		952,381	
Enterprise Community Partners, Inc. HUD 202 Supportive Housing	14.252	19SG1410		20,790	
Enterprise Community Partners, Inc. HUD 202 Supportive Housing	14.252	20SG187		32,781	
Enterprise Community Partners, Inc. HUD 202 Supportive Housing	14.252			61,096	
Idaho Housing and Finance Association / HOME Investments Partnership Program	14.239			290,000	
Omaha Housing Authority of the City of Omaha / Multi-family Assisted Housing Reform and Affordability Act	14.197	103-11014-PUR/CON-EC-FAM		3,881,598	
Omaha Housing Authority of the City of Omaha / Housing Assistance payment (HAP) Section 8	14.149			298,225	
Redevelopment Agency of the City and County of San Francisco / Housing Opportunities for Persons with /	14.241			3,540,670	
Sacramento Housing and Redevelopment Agency / HOME Investment Partnership Program	14.239			357,229	
Snohomish County / HOME Investment Partnership Program	14.218			10,526	
State of Arizona / Department of Commerce / HOME Investment Partnership Program	14.239			149,240	
State of California / Department of Housing & Community Development / Housing Opportunities for Persons	14.241	91-HRL-PH-002		837,774	
State of Washington Department of Community Trade and Economic Development (CTED) / Supportive Hoi	14.157	127-EE038		423,200	
			<b>355,407,162</b>	<b>24,471,963</b>	<b>-</b>
Subtotal HUD					



# Mercy Housing, Inc.

## Schedule of Expenditures of Federal Awards Year Ended December 31, 2021

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Direct Federal Expenditures	Pass Through Expenditures	Passed Through to Subrecipients
<b><u>United States Department of Justice</u></b>					
<b>Direct</b>					
Juvenile Justice and Delinquency Program	16.540		38,935		
Subtotal United States Department of Justice			38,935	-	-
<b><u>United States Department of Treasury</u></b>					
<b>Direct</b>					
Capital Magnet Fund	21.011		9,410,000		
Corona Virus State and Local Fiscal Recovery Funds	21.027		75,000		
Department of Treasury	21.020		750,000		
Subtotal United States Department of Treasury			10,235,000	-	-
<b><u>United States Department of Health and Human Services</u></b>					
<b>Pass Through</b>					
City of Bellingham / CDBG State Program	93.624			8,257	
Department of Public Health	93.624			44,175	
Tacoma-Pierce County Health Department	93.426			24,000	
Subtotal United States Department of Health and Human Services			-	76,432	-
<b>Total Expenditures of Direct and Indirect Federal Awards</b>			<b>\$ 366,872,350</b>	<b>\$ 24,548,395</b>	<b>\$ -</b>
				<b>\$ 391,420,745</b>	<b>\$ -</b>

# Mercy Housing, Inc.

## Schedule of Expenditures of Federal Awards Year Ended December 31, 2021

**Summary by CFDA Number:**

**Federal Expenditures**

USDA Rural Rental Housing Loans	10.415		\$ 372,636
USDA Rural Rental Assistance Payments	10.427		345,155
USDA Intermediary Relending Program	10.767		473,462
HUD Interest Reduction Payments Section 236	14.103		78,576
Section 221 (d)(4) pursuant to Section 233(a)(7) of National Housing Act	14.135		1,309,505
Rental Supplements - Rental Housing	14.149		298,225
HUD Mortgage Insurance for the Purchase Section 223(a)(7)	14.155		86,159,227
HUD Supportive Housing for the Elderly Direct Loan Section/Capital Advance Section 202/HUD Project Rental Assistance contract (PRAC) Section 202	14.157		203,720,894
Operating Assistance for Troubled Multifamily Housing Projects	14.164		1,465,407
HUD Supportive Housing for Persons with Disabilities Capital Advance Section 811/HUD Project Rental Assistance Contract (PRAC) Section 811	14.181		14,852,103
Preservation of Affordable Housing	14.187		20,912,183
HUD Multi-Family Services Coordinator Grant	14.191		304,304
HUD Housing Assistance Payments (HAP) Section 8	14.195	\$ 25,616,768	
Subtotal Section 8 Project-Based Cluster			25,616,768
HUD Multi-Family Assisted Housing Reform & Affordability Act	14.197		3,881,598
HUD Community Development Block Grant Entitlement Grant	14.218	274,604	
Subtotal CDBG - Entitlement Grants Cluster			274,604
HUD Comm. Dev. Block Grant/Technical Assistance Program	14.227		335,140
HUD Community Development Block Grant/State's Program	14.228		1,303,246
HUD Supportive Housing Program - Capital Advance/Office of Community Planning & Development - Supportive Housing Program/Forgivable Loan	14.235		2,540,391
HUD Shelter Plus Care	14.238		1,380,451
HUD HOME Investment Partnership Program/HOME Grant CHDO	14.239		6,916,149
HUD Housing Opportunities for Persons with AIDS HOPWA Grant	14.241		5,438,763
HUD Community Development Block Section 108 Loan Guarantee	14.248		1,880,846
HUD Capacity Building For Affordable Housing And Community Development Grants	14.252		114,677
Continuum of Care	14.267		1,096,068
Juvenile Justice and Delinquency Program	16.540		38,935
Capital Magnet Fund	21.011		9,410,000
Department of Treasury	21.020		750,000
Corona Virus State and Local Fiscal Recovery Funds	21.027		75,000
Improving the Health of Americans through Prevention and Management of Diabetes and Heart Disease and Stroke	93.426		24,000
ACA - State Innovation Models: Funding for Model Design and Model Testing Assistance	93.624		52,432
			<u>\$ 391,420,745</u>

See Notes to Schedule of Expenditures of Federal Awards.

# Mercy Housing, Inc.

## Notes to Schedule of Expenditures of Federal Awards Year Ended December 31, 2021

### Note 1 - Basis of presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Mercy Housing, Inc., under programs of the federal government for the year ended December 31, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Mercy Housing, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Mercy Housing, Inc.

The 2021 schedule of expenditures of federal awards does not include direct and indirect federal awards funded directly to Mercy Housing, Inc.'s consolidated for-profit subsidiaries.

### Note 2 - Summary of significant accounting policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-122, "Cost Principles for Non-Profit Organizations" or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Mercy Housing, Inc. has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

### Note 3 - Loan and capital advance program

Mercy Housing, Inc. has received direct loans and capital grant advances under multiple federal programs as listed below. The loan balances outstanding at the beginning of the year is included in the federal expenditures presented in the Schedule. Mercy Housing, Inc. received additional loans during the year. The balance of the loans outstanding at December 31, 2021 consists of:

CFDA Number	Program Name		Outstanding Balance at December 31, 2021
10.415	USDA Rural Rental Housing Loans	\$	346,389
10.767	USDA Intermediary Relending Program	\$	393,297
14.103	HUD Interest Reduction Payments Section 236	\$	76,000
14.155	HUD Mortgage Insurance for the Purchase Section 223(a)(7)	\$	80,025,119
14.157	HUD Supportive Housing for the Elderly Direct Loan Section/Capital Advance Section 202/HUD Project Rental Assistance contract (PRAC) Section 202	\$	191,954,281
14.164	Operating Assistance for Troubled Multifamily Housing Projects	\$	1,259,253
14.197	HUD Multi-Family Assisted Housing Reform & Affordability Act	\$	3,881,598
14.227	HUD Community Development Block Grant/Technical Assistance Program	\$	335,140
14.228	HUD Community Development Block Grant/State's Program	\$	1,303,246
14.235	HUD Supportive Housing Program - Capital Advance/Office of Community Planning & Development - Supportive Housing Program/Forgivable Loan	\$	2,648,898
14.239	HUD HOME Investment Partnership Program/HOME Grant CHDO	\$	7,063,649
14.241	HUD Housing Opportunities for Persons with AIDS HOPWA Grant	\$	5,438,763
14.248	HUD Community Development Block Section 108 Loan Guarantee	\$	1,880,846

**Mercy Housing, Inc.**

**Notes to Schedule of Expenditures of Federal Awards  
Year Ended December 31, 2021**

14.181	HUD Supportive Housing for Persons with Disabilities Capital Advance Section 811/HUD Project Rental Assistance Contract (PRAC) Section 811	\$	13,799,923
14.187	Preservation of Affordable Housing	\$	20,912,183

Independent Auditor's Report on Internal Control over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards*

To the Board of Directors  
Mercy Housing, Inc.

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the consolidated financial statements of Mercy Housing, Inc. (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2021, and the related consolidated statements of activities, changes in net assets, and cash flows for the year then ended, and the related notes to the consolidated financial statements and have issued our report thereon April 21, 2022. The financial statements of certain subsidiaries and affiliates were not audited in accordance with *Government Auditing Standards* and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with these subsidiaries and affiliates.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Mercy Housing, Inc.'s internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Mercy Housing, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Mercy Housing, Inc.'s internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of Mercy Housing, Inc.'s consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given those limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mercy Housing, Inc.'s consolidated financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Mercy Housing, Inc.'s internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mercy Housing, Inc.'s internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.



Charlotte, North Carolina  
April 21, 2022

Independent Auditor's Report on Compliance for Each Major Federal Program  
and Report on Internal Control over Compliance Required by the Uniform Guidance

To the Board of Directors  
Mercy Housing, Inc.

Report on Compliance for Each Major Federal Program

*Opinion on Each Major Federal Program*

We have audited Mercy Housing, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Mercy Housing, Inc.'s major federal programs for the year ended December 31, 2021. Mercy Housing, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mercy Housing, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

*Basis for Opinion on Each Major Federal Program*

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Mercy Housing, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Mercy Housing, Inc.'s compliance with the compliance requirements referred to above.

*Responsibilities of Management for Compliance*

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Mercy Housing, Inc.'s federal programs.

*Auditor's Responsibilities for the Audit of Compliance*

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Mercy Housing, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance

requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Mercy Housing, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Mercy Housing, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Mercy Housing, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Mercy Housing, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

#### Report on Internal Control Over Compliance

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.



The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*CohnReznick LLP*

Charlotte, North Carolina  
April 21, 2022

Mercy Housing, Inc.

Schedule of Findings and Questioned Costs  
Year Ended December 31, 2021

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with generally accepted accounting principles:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

**Federal Awards**

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

☐ Yes ☒ No

**Identification of major federal programs:**

Name of Federal Program or Cluster	Federal Assistance Listing Number
Supportive Housing for the Elderly (Section 202)	14.157
Multifamily Assisted Housing Reform and Affordability Act	14.197
Housing Opportunities for Persons with AIDs	14.241
Capital magnet Fund	21.011

Dollar threshold used to distinguish between type A and B programs:

\$3,000,000

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

**Mercy Housing, Inc.**

**Schedule of Findings and Questioned Costs  
Year Ended December 31, 2021**

**Section II - Financial Statement Findings**

None reported.

**Section III - Federal Award Findings and Questioned Costs**

None reported.



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