

***Montgomery County Muslim Foundation
811 Russell Ave. Ste G
Gaithersburg, MD 20879***

Financial Report

December 31, 2019

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TABLE OF CONTENTS

	Page
Compilation Report	2
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Schedule of General and Administrative Expense	6
Reconciliation Form 990	7
Disclosures	8-9

Compilation Report

November 4, 2020

To the Board of Trustees of Montgomery County Muslim foundation

Gaithersburg, MD

We have compiled the accompanying financial statements of Montgomery County Muslim Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the accrual basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Atrifllc

Accounting, Tax and Financial Services, LLC

November 4, 2020

Montgomery County Muslim Foundation, Inc
Statement of Financial Position

As of December 31, 2019

	<u>Unrestricted</u>	<u>Donor Restricted</u>	<u>Total</u>	<u>2018</u>
Assets				
Current Assets				
Cash	\$ 25,108		\$ 25,108	\$ 36,950
Grant Receivable		64,895	64,895	49,996
Total Current Assets	25,108	\$ 64,895	\$ 90,003	\$ 86,946
Prepaid Rent	-		-	4,362
Total Other Assets	-		-	4,362
Fixed Assets				
Machinery and Equipment	\$ 3,539	\$ -	\$ 3,539	\$ 3,539
Vehicle		45,402	45,402	45,402
Accumulated Depreciation	(2,621)	(36,498)	(39,119)	(36,600)
Total Fixed Assets	\$ 918	\$ 8,904	\$ 9,822	\$ 12,341
Other Assets				
Security Deposit	4,113		4,113	4,113
Total Assets	\$ 30,140	\$ 73,799	\$ 103,939	\$ 107,762
Liabilities				
Current Liabilities				
Accounts Payable	\$ 2,407	\$ -	\$ 2,407	5,823
	2,407	-	2,407	5,823
Net Fund Balance	\$ 27,733	\$ 73,799	\$ 101,532	\$ 101,939
Total Liabilities and Fund Balance	\$ 30,140	\$ 73,799	\$ 103,939	\$ 107,762

Montgomery County Muslim Foundation, Inc
Statement of Activities
For The Period Ending December 31, 2019

	<u>Unrestricted</u>	<u>Donor Restricted</u>	<u>Total</u>	<u>2018</u>
Support and Revenues				
Direct Public Support				
Contributions	\$ 35,909	\$ 22,327	\$ 58,236	97,764
Fundraising	56,777		56,777	-
Zabiha Collection		25,242	25,242	24,325
Total Direct Public Support	\$ 92,687	\$ 47,569	\$ 140,256	\$ 122,089
Grants				
Montgomery County Grant		181,703	181,703	182,526
Total Indirect Public Support	\$ -	\$ 181,703	\$ 181,703	\$ 182,526
Net Assets Released from Restriction	216,249	(216,249)	-	0
Total Support and Revenues	\$ 308,936	\$ 13,023	\$ 321,959	\$ 304,615
Expenses				
Program Services				
Program Services	\$ 147,726	-	\$ 147,726	\$ 164,486
Fundraising	11,441		11,441	14,102
Occupancy Expense	55,781	-	55,781	61,312
Total Expense	\$ 214,948	\$ -	\$ 214,948	\$ 239,901
Support Services				
General and Administrative	107,419	-	107,419	65,568
Total Supporting Services	\$ 107,419	\$ -	\$ 107,419	\$ 65,568
Total Expenses	\$ 322,367	\$ -	\$ 322,367	\$ 305,469
Excess of Revenue & Support Over Expenses	(13,432)	13,023	(408)	(854)
Net Fund Balances				
Beginning of the Year	\$ 41,164	\$ 60,775	101,939	
End of the Year	\$ 27,733	\$ 73,798	\$ 101,531	\$ 101,940

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Montgomery County Muslim Foundation, Inc

Statement of Cash Flows
For The Period Ending December 31, 2019

Cash Flows from Operating Activities

Support and Revenues	
Increase in Net Assets	\$ (408)
Depreciation Expense	2,519
Adjustments to reconcile increase in net assets to net cash provided by operating activities	
Charges in assets and liabilities affecting form operations	
Decrease (Increase) in current assets	4,362
Grant Receivable	(14,899)
Increase (Decrease) in liabilities	
Accounts Payable	(3,416)
Net Cash Provided by Operating Activities	<u>\$ (11,842)</u>

Cash Flows from Financing Activities

Other Adjustments	
Net cash provided by Financing Activities	<u>-</u>
Net Increase in Cash	<u>\$ (11,842)</u>

Cash

Beginning of the year	36,950
End of the Year	<u>\$ 25,108</u>

Montgomery County Muslim Foundation
Functional and Administrative Expenses
For the Period Ending December 31, 2019

	Seniors Program	Other Program Services	Total Program Services	Fundraising	Administrative	Occupancy	Total Support Services	Total	2018
Wages and Salaries	\$ 15,237		\$ 15,237		\$ 89,561		\$ 89,561	\$ 104,798	\$ 96,901
Contractors	1,130	3,260	4,390					4,390	
Depreciation Expense	2,519		2,519				-	2,519	2,393
Donations to Other Organizations		9,200	9,200				-	9,200	6,500
Feed the Homeless		10,168	10,168				-	10,168	7,421
Food Drive and Food Pantry		10,421	10,421				-	10,421	6,556
Fundraising Expense			-	11,441			11,441	11,441	14,102
Individuals and Refugee Help		17,296	17,296				-	17,296	20,915
Insurance			-		5,666		5,666	5,666	4,469
Interest Expense			-				-	-	102
Maintenance			-			1,565	1,565	1,565	3,230
Other Costs		1,451	1,451				-	1,451	5,818
Other Program Services			-				-	-	9,251
Payroll Taxes	1,429		1,429		8,532		8,532	9,961	8,202
Professional Fee			-		3,000		3,000	3,000	500
Ramadan Iftar		6,812	6,812				-	6,812	7,199
Rent Expense			-			47,104	47,104	47,104	52,617
Senior Social	6,672		6,672				-	6,672	5,146
Senior Transportation Services - Parking, Gas and Other	3,933		3,933				-	3,933	6,943
Supplies	8,175		8,175				-	8,175	4,223
Thanksgiving/Holiday Basket with Zabiha Meat		9,367	9,367				-	9,367	9,706
Utilities			-		660	7,112	7,772	7,772	4,870
Youth Program		10,877	10,877				-	10,877	7,544
Zabiha Program		25,680	25,680				-	25,680	19,760
Zakat Program		4,100	4,100				-	4,100	1,100
	\$ 39,095	\$ 108,632	\$ 147,726	\$ 11,441	\$ 107,419	\$ 55,781	\$ 174,641	\$ 322,367	\$ 305,469

Montgomery County Muslim Foundation
Reconciliation of Income to Form 990 - FY 2019

Revenue and Support Per Financial Statements	\$	321,959
Revenue and Support Per Form 990	\$	321,959
Variances	<u>\$</u>	<u>(0)</u>
Expenses Per Statement of Activities	\$	322,367
Expenses Per Form 990	\$	322,160
Variance	<u>\$</u>	<u>207</u>
Book to Tax Depreciating Difference		(216)
Rounding		<u>9</u>
Adjusted Variance	<u>\$</u>	<u>0</u>
Depreciation Expense Per Financial Statements	\$	2,519
Depreciation Expense Per Form 990		2,303
Book to Tax Depreciation Difference	<u>\$</u>	<u>(216)</u>

Montgomery County Muslim Foundation
Notes to Financial Statements
For the Year ended December 31, 2019

NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

The "Montgomery County Muslim Foundation" (MCMF) is a not-for-profit organization established in 2007. The main mission of the organization is to distribute and donate goods and services to the poor and needy of the community.

Coordinate efforts and support other charitable organizations in activities such as improving the lot of the needy and destitute; arrange social, cultural and educational events, educate the community of everyday struggle of the mainstream life;

Build a resource base and center to meet community's education, socialization, cultural and vocational needs specific to the Muslim community as well as the community at large and the needy of the society,

Alleviate hunger of the needy and homeless, help in identifying community resources for the people in need including homeless and battered people.

B. Summary of Significant Accounting Policies

(1) Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Management has elected not to record accounts payable balances for services and fees rendered by other organizations and/or vendors until MCMF receives the invoices. Although GAAP requires expenses to be recorded as incurred, MCMF has determined that variance between amounts incurred versus invoiced is not material to warrant an adjustment.

(2) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may vary.

(3) Cash and Cash Equivalent

For purposes of the statement of cash flows, MCMF considers held in the petty cash and checking account balances as cash

(4) Revenue Recognition

MCMF recognizes contributions from direct public support when funds are actually received since contributors are under no obligation to continue their support. It is the understanding, of the donor and MCMF, that the amounts designated by the donors are neither conditional nor restricted funds but unrestricted.

(5) Grants Receivable

MCMF receives reimbursement of its operational and program expenses as a grant from local government. Grant receivable is accrued in the period that expenses are incurred..

(5) Financial Statement Presentation

Generally Accepted Accounting Principles provide standards for the external financial reporting for not for profit organizations. These principles require that resources be classified for accounting reporting purposes into two net asset categories according to the existence or absence of externally (donor) imposed restrictions. The net assets classes are without donor restrictions net assets and with donor restriction net assets. As of December 31, 2019 the foundation's net assets were classified as without donor restrictions and with donor restrictions net assets.

Restricted revenue whose restrictions are met within the same year as received (that is, when the purpose restriction is accomplished) are reported as with donor restriction revenue and as net assets released from restriction in the accompanying financial statements

C. Income Taxes

MCMF is a not-for-profit organization, which is required to file Form 990 annually.