

**MAASAI GIRLS EDUCATION FUND**

FINANCIAL STATEMENTS

June 30, 2021 and 2020

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Maasai Girls Education Fund  
Baltimore, Maryland

We have audited the accompanying financial statements of Maasai Girls Education Fund, which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Maasai Girls Education Fund as of June 30, 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.



Wegner CPAs, LLP  
Alexandria, Virginia  
November 16, 2021

**MAASAI GIRLS EDUCATION FUND**  
**STATEMENTS OF FINANCIAL POSITION**  
June 30, 2021 and 2020

	2021	2020
<b>ASSETS</b>		
Cash	\$ 201,327	\$ 134,585
Due from MGEF-Kajiado	483	1,048
<b>Total assets</b>	<b>\$ 201,810</b>	<b>\$ 135,633</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 615	\$ 479
<b>NET ASSETS</b>		
Without donor restrictions	196,644	128,382
With donor restrictions	4,551	6,772
Total net assets	201,195	135,154
<b>Total liabilities and net assets</b>	<b>\$ 201,810</b>	<b>\$ 135,633</b>

See accompanying notes.

**MAASAI GIRLS EDUCATION FUND**  
**STATEMENTS OF ACTIVITIES**  
Years Ended June 30, 2021 and 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>SUPPORT AND REVENUE</b>						
Contributions	\$ 185,845	\$ 89,157	\$ 275,002	\$ 80,682	\$ 112,618	\$ 193,300
In-kind contributions	19,800	-	19,800	19,800	-	19,800
Paycheck Protection Program assistance	-	-	-	15,659	-	15,659
Interest income	119	-	119	722	-	722
<b>Total support and revenue</b>	<b>205,764</b>	<b>89,157</b>	<b>294,921</b>	<b>116,863</b>	<b>112,618</b>	<b>229,481</b>
<b>EXPENSES</b>						
Program services						
Educational programs	209,896	-	209,896	205,027	-	205,027
Community workshops	4,914	-	4,914	24,798	-	24,798
<b>Total program services</b>	<b>214,810</b>	<b>-</b>	<b>214,810</b>	<b>229,825</b>	<b>-</b>	<b>229,825</b>
Supporting activities						
Management and general	11,566	-	11,566	11,063	-	11,063
Fundraising	2,504	-	2,504	2,603	-	2,603
<b>Total expenses</b>	<b>228,880</b>	<b>-</b>	<b>228,880</b>	<b>243,491</b>	<b>-</b>	<b>243,491</b>
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>						
Satisfaction of purpose restrictions	91,378	(91,378)	-	147,045	(147,045)	-
<b>Change in net assets</b>	<b>68,262</b>	<b>(2,221)</b>	<b>66,041</b>	<b>20,417</b>	<b>(34,427)</b>	<b>(14,010)</b>
Net assets at beginning of year	128,382	6,772	135,154	107,965	41,199	149,164
<b>Net assets at end of year</b>	<b>\$ 196,644</b>	<b>\$ 4,551</b>	<b>\$ 201,195</b>	<b>\$ 128,382</b>	<b>\$ 6,772</b>	<b>\$ 135,154</b>

See accompanying notes.

**MAASAI GIRLS EDUCATION FUND**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
Years Ended June 30, 2021 and 2020

	Program Services		Supporting Activities		Total
	Educational Programs	Community Workshops	Management and General	Fundraising	
<b>2021</b>					
Personnel	\$ 94,631	\$ 3,402	\$ 3,573	\$ 1,935	\$ 103,541
Education	82,146	-	-	-	82,146
Professional fees	-	-	6,828	-	6,828
Office expenses	3,917	287	189	40	4,433
Occupancy	21,938	821	812	440	24,011
Information technology	1,320	75	36	20	1,451
Marketing and promotion	2,390	53	107	58	2,608
Travel	2,025	156	-	-	2,181
Membership dues	468	10	21	11	510
Miscellaneous	1,061	110	-	-	1,171
<b>Total expenses</b>	<b>\$ 209,896</b>	<b>\$ 4,914</b>	<b>\$ 11,566</b>	<b>\$ 2,504</b>	<b>\$ 228,880</b>
	Program Services	Supporting Activities			
	Educational Programs	Community Workshops	Management and General	Fundraising	Total
<b>2020</b>					
Personnel	\$ 84,414	\$ 12,019	\$ 2,154	\$ 2,028	\$ 100,615
Workshops	-	6,086	-	-	6,086
Education	88,079	-	-	-	88,079
Professional fees	157	39	4,237	-	4,433
Conferences and events	604	89	-	-	693
Office expenses	1,911	352	80	28	2,371
Occupancy	19,302	2,697	505	475	22,979
Information technology	1,754	270	40	38	2,102
Marketing and promotion	357	44	1,941	10	2,352
Travel	7,602	3,098	-	-	10,700
Membership dues	847	104	26	24	1,001
Miscellaneous	-	-	2,080	-	2,080
<b>Total expenses</b>	<b>\$ 205,027</b>	<b>\$ 24,798</b>	<b>\$ 11,063</b>	<b>\$ 2,603</b>	<b>\$ 243,491</b>

See accompanying notes.

**MAASAI GIRLS EDUCATION FUND**  
**STATEMENTS OF CASH FLOWS**  
Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 66,041	\$ (14,010)
Adjustments to reconcile change in net assets to change in cash		
Decrease in assets		
Due from MGEF-Kajiado	565	346
Prepaid expenses	-	224
Increase (decrease) in liabilities		
Accounts payable	136	(6,178)
<b>Net change in cash</b>	<u>66,742</u>	<u>(19,618)</u>
Cash at beginning of year	<u>134,585</u>	<u>154,203</u>
<b>Cash at end of year</b>	<u><u>\$ 201,327</u></u>	<u><u>\$ 134,585</u></u>

See accompanying notes.

**MAASAI GIRLS EDUCATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2021 and 2020

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

Maasai Girls Education Fund (the Organization) is a non-profit organization that aims to improve the literacy, health, and economic well-being of Maasai women and their families in Kenya through the education of girls and their communities. The Organization is primarily funded by contributions.

**Contributions**

Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

**Expense Allocation**

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, office expenses, occupancy, information technology, marketing and promotion, travel, membership dues, and miscellaneous, which are allocated on the basis of estimates of time and effort.

**Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Income Tax Status**

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

**Paycheck Protection Program Loan**

The Organization received a loan under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security Act and administered by the U.S. Small Business Administration. The loan will be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities. The Organization expects to meet the PPP's eligibility criteria and believes the loan is, in substance, a grant that is expected to be forgiven. The Organization recognizes amounts expected to be forgiven as revenue when it incurs qualifying expenses.



**MAASAI GIRLS EDUCATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2021 and 2020

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Date of Management’s Review**

Management has evaluated subsequent events through November 16, 2021, the date which the financial statements were available to be issued.

NOTE 2 – NET ASSETS

Net assets are restricted for the following purposes at June 30, 2021 and 2020:

	2021	2020
Scholarships	\$ -	\$ 2,861
Kenyan wages	4,551	3,911
Net assets with donor restrictions	\$ 4,551	\$ 6,772

NOTE 3 – LIQUIDITY AND AVAILABILITY

The following reflects the Organization’s financial assets as of June 30, 2021 and 2020, reduced by amounts not available for general expenditure within one year of the date of the statements of financial position because of donor-imposed restrictions:

	2021	2020
Financial assets at end of year		
Cash	\$ 201,327	\$ 134,585
Due from MGEF-Kajiado	483	1,048
Total financial assets	201,810	135,633
Less amounts unavailable for general expenditures within one year:		
Restricted by donors with purpose restrictions	(4,551)	(6,772)
Financial assets available to meet cash needs for general expenditures within one year	\$ 197,259	\$ 128,861

As part of the Organization’s liquidity management policy, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 4 – RELATED PARTY TRANSACTIONS

Office Space

The Organization leases office space through a common board member that is valued at \$1,650 per month and recorded at fair value. For the years ended June 30, 2021 and 2020, \$19,800 in total in-kind office space was received per year.

**MAASAI GIRLS EDUCATION FUND**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2021 and 2020

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NOTE 4 – RELATED PARTY TRANSACTIONS (continued)

Transactions with MGEF-Kajiado

The Organization is related to the Maasai Girls Education Fund-Kajiado (MGEF-Kajiado) through common management. The Organizations share certain personnel, workshops, and administrative functions, which are allocated between the two organizations on the basis of use. During the years ended June 30, 2021 and 2020, the Organization reimbursed MGEF-Kajiado \$45,811 and \$34,762, respectively.

Due from MGEF-Kajiado

In 2016, the Organization disbursed a loan to the managing director of MGEF-Kajiado which is to be paid off in varying increments. At June 30, 2021 and 2020, the balance due from MGEF-Kajiado totaled \$483 and \$1,048, respectively.

NOTE 5 – PAYCHECK PROTECTION PROGRAM LOAN

On May 27, 2020, the Organization received a \$15,659 loan under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act and administered by the U.S. Small Business Administration (SBA).

On April 15, 2021, the SBA preliminarily approved forgiveness of the loan. The Organization must retain PPP documentation in its files for six years after the date the loan is forgiven or repaid in full and permit authorized representatives of SBA to access such files upon request. SBA may review any loan at any time at its discretion. Therefore, SBA may review the Organization's good-faith certification concerning the necessity of its loan request, whether the Organization calculated the loan amount correctly, whether the Organization used loan proceeds for the allowable uses specified in the CARES Act, and whether the Organization is entitled to loan forgiveness in the amount claimed on its application. If SBA determines the Organization was ineligible for the loan or for forgiveness in whole or in part, SBA will seek repayment of the outstanding loan balance.

NOTE 6 – COVID-19 CONSIDERATIONS

In March 2020, the United States economy began suffering adverse effects from the COVID-19 virus global crisis. In response to the crisis, the Coronavirus Aid, Relief and Economic Security (CARES) Act was signed into law on March 27, 2020. The Organization altered operations and services to reduce the spread of COVID-19. These changes included altering certain planned in-person events and moved to virtual, reduction of program services, and temporary closings. While the disruption is currently expected to be temporary, the ultimate disruption and effect on the Organization is uncertain and the related financial impact cannot be reasonably estimated. As noted in Note 5, the Organization was approved for a loan under the Paycheck Protection Program to help mitigate adverse effects.