

MAASAI GIRLS EDUCATION FUND

FINANCIAL STATEMENTS

June 30, 2023 and 2022

CONTENTS

Independent Auditor's Report	1
Statements of Financial Position.....	3
Statements of Activities.....	4
Statements of Functional Expenses	5
Statements of Cash Flows	6
Notes to Financial Statements	7

INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the financial statements of Maasai Girls Education Fund, which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Maasai Girls Education Fund as of June 30, 2023 and 2022, 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). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Maasai Girls Education Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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; and for 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.

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 GAAS 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 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Maasai Girls Education Fund'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Maasai Girls Education Fund'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.



Wegner CPAs, LLP
Alexandria, Virginia
September 14, 2023

MAASAI GIRLS EDUCATION FUND
STATEMENTS OF FINANCIAL POSITION
June 30, 2023 and 2022

	2023	2022
ASSETS		
Cash	\$ 246,355	\$ 284,661
Due from MGEF-Kajiado	342	1,112
Investments	79,692	64,880
Total assets	\$ 326,389	\$ 350,653
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 430	\$ 1,367
NET ASSETS		
Without donor restrictions	310,257	349,286
With donor restrictions	15,702	-
Total net assets	325,959	349,286
Total liabilities and net assets	\$ 326,389	\$ 350,653

See accompanying notes.

MAASAI GIRLS EDUCATION FUND
STATEMENTS OF ACTIVITIES
Years Ended June 30, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions	\$ 246,616	\$ 15,702	\$ 262,318	\$ 451,053	\$ -	\$ 451,053
In-kind contributions	19,951	-	19,951	19,968	-	19,968
Investment return, net	13,422	-	13,422	(15,587)	-	(15,587)
Total support and revenue	279,989	15,702	295,691	455,434	-	455,434
EXPENSES						
Program services						
Educational programs	284,343	-	284,343	271,094	-	271,094
Community workshops	15,498	-	15,498	13,998	-	13,998
Total program services	299,841	-	299,841	285,092	-	285,092
Supporting activities						
Management and general	15,382	-	15,382	19,532	-	19,532
Fundraising	3,795	-	3,795	2,719	-	2,719
Total expenses	319,018	-	319,018	307,343	-	307,343
NET ASSETS RELEASED FROM RESTRICTIONS						
Satisfaction of purpose restrictions	-	-	-	4,551	(4,551)	-
Change in net assets	(39,029)	15,702	(23,327)	152,642	(4,551)	148,091
Net assets at beginning of year	349,286	-	349,286	196,644	4,551	201,195
Net assets at end of year	<u>\$ 310,257</u>	<u>\$ 15,702</u>	<u>\$ 325,959</u>	<u>\$ 349,286</u>	<u>\$ -</u>	<u>\$ 349,286</u>

See accompanying notes.

MAASAI GIRLS EDUCATION FUND
STATEMENTS OF FUNCTIONAL EXPENSES
Years Ended June 30, 2023 and 2022

	Program Services		Supporting Activities		2023 Total
	Educational Programs	Community Workshops	Management and General	Fundraising	
Personnel	\$ 116,288	\$ 9,646	\$ 5,207	\$ 2,652	\$ 133,793
Community workshops	1,649	636	-	-	2,285
Education	126,378	-	-	-	126,378
Professional fees	-	-	9,594	-	9,594
Conferences and events	457	51	-	-	508
Office expenses	3,307	784	44	84	4,219
Occupancy	19,675	1,644	439	862	22,620
Information technology	2,436	233	30	60	2,759
Marketing and promotion	2,336	186	59	118	2,699
Travel	9,736	2,222	-	-	11,958
Membership dues	376	30	9	19	434
Miscellaneous	1,705	66	-	-	1,771
Total expenses	\$ 284,343	\$ 15,498	\$ 15,382	\$ 3,795	\$ 319,018

	Program Services		Supporting Activities		2022 Total
	Educational Programs	Community Workshops	Management and General	Fundraising	
Personnel	\$ 97,664	\$ 8,224	\$ 4,177	\$ 2,128	\$ 112,193
Community workshops	5,137	2,419	-	-	7,556
Education	132,228	-	-	-	132,228
Professional fees	-	-	13,660	-	13,660
Conferences and events	823	92	-	-	915
Office expenses	3,776	450	37	18	4,281
Occupancy	19,098	1,580	862	439	21,979
Information technology	1,752	153	66	34	2,005
Marketing and promotion	3,000	238	151	77	3,466
Travel	4,026	642	-	-	4,668
Membership dues	883	70	44	23	1,020
Miscellaneous	2,707	130	535	-	3,372
Total expenses	\$ 271,094	\$ 13,998	\$ 19,532	\$ 2,719	\$ 307,343

See accompanying notes.

MAASAI GIRLS EDUCATION FUND
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (23,327)	\$ 148,091
Adjustments to reconcile change in net assets to change in cash		
Unrealized (gain) loss on investments	(10,668)	15,593
Donated investments	(3,031)	(80,472)
(Increase) decrease in assets		
Due from MGEF-Kajiado	770	(629)
Increase (decrease) in liabilities		
Accounts payable	(937)	752
Net cash flows from operating activities	<u>(37,193)</u>	<u>83,335</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends retained in investments	<u>(1,113)</u>	<u>-</u>
Net change in cash	<u>(38,306)</u>	<u>83,335</u>
Cash at beginning of year	<u>284,661</u>	<u>201,326</u>
Cash at end of year	<u><u>\$ 246,355</u></u>	<u><u>\$ 284,661</u></u>
SUPPLEMENTAL INFORMATION		
Noncash investing and financing transactions		
Donated investments	\$ 3,031	\$ 80,472

See accompanying notes.

MAASAI GIRLS EDUCATION FUND
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022

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 that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, 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, and membership dues, 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.

Investments

Investments at June 30, 2023 and 2022, consist of open-end mutual funds, which are valued at the daily closing price as reported by the fund. These funds are required to publish their daily net asset value and to transact act that price. The mutual funds held by the Organization are considered to be actively traded.

Investment securities are exposed to various risks, such as interest rates, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investments securities will occur in the near term and such changes could materially affect the amounts reported in the statements of financial position.

MAASAI GIRLS EDUCATION FUND
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Date of Management’s Review

Management has evaluated subsequent events through September 14, 2023, the date which the financial statements were available to be issued.

NOTE 2 – IN-KIND CONTRIBUTIONS

The Organization recognized in-kind contributions within revenue, including occupancy and office expenses. Unless otherwise noted, in-kind contributions did not have donor-imposed restrictions.

A board member provides office space for the use of the Organization’s staff that is valued at the estimated fair value that the space could otherwise be rented at.

Contributed office expenses are valued at the estimated fair value on the basis of estimates of wholesale values that would be received for selling similar products. The Organization does not sell in-kind contributions and only uses them for program use.

NOTE 3 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes:

	2023	2022
Scholarships	\$ 12,294	\$ -
Staff salaries	3,222	-
Life skills workshops	186	-
Net assets with donor restrictions	\$ 15,702	\$ -

NOTE 4 – RELATED PARTY TRANSACTIONS

Office Space

The Organization received donated office space from a board member that is valued at an estimate of \$1,650 per month. For the years ended June 30, 2023 and 2022, \$19,800 of donated office space was received.

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, 2023 and 2022, the Organization reimbursed MGEF-Kajiado \$5,871 and \$11,948, 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. In 2021, the Organization disbursed an additional loan to the managing director of MGEF-Kajiado. At June 30, 2023 and 2022, the balance due from MGEF-Kajiado totaled \$342 and \$1,112, respectively.

MAASAI GIRLS EDUCATION FUND
NOTES TO FINANCIAL STATEMENTS
June 30, 2023 and 2022

NOTE 5 – LIQUIDITY AND AVAILABILITY

The following reflects the Organization’s financial assets as of June 30, 2023 and 2022, 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:

	2023	2022
Financial assets at end of year		
Cash	\$ 246,355	\$ 284,661
Due from MGEF-Kajiado	342	1,112
Investments	79,692	64,880
Total financial assets	326,389	350,653
Less amounts unavailable for general expenditures	(15,702)	-
Financial assets available to meet cash needs for general expenditures within one year	\$ 310,687	\$ 350,653

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.