



MUSLIM COMMUNITY CENTER, INC.

**December 31, 2025
Independent Auditors' Report
(With comparative results for 2024)**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors, Trustees and Members Muslim Community Center Inc.

We have audited the accompanying Statement of Financial Position for Muslim Community Center Inc. (A nonprofit organization), as of December 31, 2025, and 2024, and the related Statement of Activities and Cash Flows for the years then ended. We have separated the two operating units, "Center" and "Clinic" in the financial statements. Both operating units have been audited by us.

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 audit. We conducted our audit 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. Those standards require that we plan and perform the audits 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 auditors' judgement, 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

In our opinion, the financial statements referred to above present fairly, in all material respects, the Statement of Financial Position, of the Muslim Community Center Inc. as of December 31, 2025, as well as the Statement of Activity and its Cash Flows for the years then ended in conformity with the accounting principles generally accepted in the United States of America. The schedules of Functional Expenses for Muslim Community Center Inc. and Clinic, on pages 10-11, are presented for purposes of additional

analysis and are 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 procedures applied in the audit of the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.



Greenbelt, Maryland
March 25, 2026

The Muslim Community Center, Inc
Statement of Financial Position
As of December 31, 2025

	TOTAL			TOTAL		
	CENTER 2025	CLINIC 2025	MCC 2025	CENTER 2024	CLINIC 2024	MCC 2024
Assets						
Current Assets:						
Cash and Cash Equivalents	\$ 351,991	\$ 128,637	\$ 480,628	\$ 304,786	\$ 101,092	\$ 405,877
Accounts Receivable	8,119	212,404	220,522	500	47,068	47,568
Grants Receivable	-	356,331	356,331	-	561,684	561,684
Loan Receivable	93,000	-	93,000	-	-	-
Investments and Marketable Securities	3,202,239	1,006,624	4,208,863	2,874,501	800,000	3,674,501
Other Current Assets	18,442	3,311	21,753	30,313	-	30,313
Total Current Assets	3,673,790	1,707,307	5,381,097	3,210,100	1,509,844	4,719,944
Fixed Assets						
Property and Equipment	3,127,723	418,876	3,546,598	3,318,083	408,189	3,726,272
Total Non-Current Assets	3,127,723	418,876	3,546,598	3,318,083	408,189	3,726,272
Total Assets	6,801,513	2,126,183	8,927,695	6,528,183	1,918,033	8,446,216
Liabilities and Net Fund Balance						
Current Liabilities:						
Accounts Payable	5,759	101,782	107,541	8,481	40,906	49,387
Deferred Revenue	-	222,942	222,942	-	208,641	208,641
Total Current Liabilities	5,759	324,724	330,483	8,481	249,547	258,029
Net Fund Balance	6,795,754	1,801,459	8,597,213	6,519,702	1,668,486	8,188,187
Total Liabilities and Net Fund Balance	\$ 6,801,513	\$ 2,126,183	\$ 8,927,696	\$ 6,528,183	\$ 1,918,033	\$ 8,446,216

See accompanying notes to financial statements

The Muslim Community Center, Inc
Statement of Activities - Combined
For the year ended December 31, 2025

	2025			2024		
	Center	Clinic	Total	Center	Clinic	Total
Contributions and Support						
Direct Public Support	\$ 387,579	\$ 66,841	\$ 454,420	\$ 225,046	\$ 52,695	\$ 277,741
Grants	-	1,069,576	1,069,576	-	1,281,159	1,281,159
Membership Dues	45,507	-	45,507	37,425	-	37,425
Ramadan Program	118,124	-	118,124	84,514	-	84,514
Zakat and Fitra Contributions	354,582	-	354,582	440,215	-	440,215
Sadaqah Contributions	153,514	-	153,514	167,772	-	167,772
Fundraising - Other	258,165	-	258,165	248,807	-	248,807
Grant Revenue	15,000	-	15,000	40,052	-	40,052
Food Pantry	18,932	-	18,932	12,171	-	12,171
Total Contributions and Support	1,351,403	1,136,417	2,487,820	1,256,003	1,333,854	2,589,857
Earned Revenue						
Educational Programs	8,765	-	8,765	129,734	-	129,734
Medical Clinic Receipts	-	1,307,816	1,307,816	-	1,205,381	1,205,381
Insurance Reimbursements	-	137,214	137,214	-	172,531	172,531
Book Store Income	1,100	-	1,100	9,838	-	9,838
Calendar/Poster Sale	1,989	-	1,989	900	-	900
Parking Fee	4,168	-	4,168	3,873	-	3,873
Hall Rental Income	8,860	-	8,860	18,325	-	18,325
Other Earned Revenue	204,184	-	204,184	24,777	30,308	55,085
Total Earned Revenue	229,066	1,445,030	1,674,096	187,447	1,408,219	1,595,666
Total Direct Support and Earned Income	1,580,469	2,581,447	4,161,916	1,443,449	2,742,073	4,185,523
Income/(Loss) from Investments						
Interest	-	11,104	11,104	-	-	-
Capital Gains and change in market value	327,739	75,601	403,340	360,151	-	360,151
Dividends	-	20,318	20,318	-	-	-
Total Income(Loss) from Investment	327,739	107,024	434,763	360,151	-	360,151
Total Revenue before Release of Restrictions	1,908,208	2,688,470	4,596,679	1,803,601	2,742,073	4,545,674
Total Support and Revenue	1,908,208	2,688,470	4,596,679	1,803,601	2,742,073	4,545,674
Expenses						
Programs / Functional Services	1,032,996	2,338,012	3,371,008	764,124	2,201,011	2,965,134
General and Administrative	337,440	210,021	547,462	452,458	203,083	655,541
Fundraising	14,204	-	14,204	13,087	-	13,087
Occupancy	277,966	-	277,966	283,626	-	283,626
Total Expenses	1,662,606	2,548,033	4,210,640	1,513,295	2,404,094	3,917,389
Changes in Net Assets	245,602	140,437	386,039	290,305	337,980	628,285
Net Fund Balance, Beginning of the Year	6,519,702	1,668,486	8,188,187	6,224,388	1,293,243	7,517,631
Adjustments to Net Fund Balance	30,450	(7,464)	22,986	5,008	37,263	42,271
Net Fund Balance, End of the Year	\$ 6,795,754	\$ 1,801,459	\$ 8,597,213	\$ 6,519,702	\$ 1,668,486	\$ 8,188,187

See accompanying notes to financial statements

The Muslim Community Center, Inc
Statement of Activities - MCC Center
For the year ended December 31, 2025

	MCC CENTER - 2025			MCC CENTER - 2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and Support						
Direct Public Support	\$ 387,579	\$ -	\$ 387,579	\$ 225,046	\$ -	\$ 225,046
Membership Dues	45,507	-	45,507	37,425	-	37,425
Ramadan Program	118,124	-	118,124	-	84,514	84,514
Zakat and Fitra Contributions	-	354,582	354,582	-	440,215	440,215
Sadaqah Contributions	153,514	-	153,514	-	167,772	167,772
Fundraising - Other	258,165	-	258,165	248,807	-	248,807
Grant Revenue	15,000	-	15,000	40,052	-	40,052
Food Pantry	18,932	-	18,932	-	12,171	12,171
Total Contributions and Support	996,821	354,582	1,351,403	551,330	704,672	1,256,002
Earned Revenue						
Educational Programs	8,765	-	8,765	129,734	-	129,734
Book Store Income	1,100	-	1,100	9,838	-	9,838
Calendar/Poster Sale	1,989	-	1,989	900	-	900
Parking Fee	4,168	-	4,168	3,873	-	3,873
Hall Rental Income	8,860	-	8,860	18,325	-	18,325
Other Earned Revenue	104,184	100,000	204,184	24,777	-	24,777
Total Earned Revenue	129,066	100,000	229,066	187,447	-	187,447
Total Direct Support and Earned Income	1,125,887	454,582	1,580,469	738,777	704,672	1,443,449
Income/(Loss) from Investments						
Capital Gains and change in market value	184,599	143,140	327,739	360,151	-	360,151
Total Income(Loss) from Investment	184,599	143,140	327,739	360,151	-	360,151
Total Revenue before Release of Restrictions	1,310,486	597,722	1,908,208	1,294,464	704,672	1,803,600
Release of Restrictions	407,107	(407,107)	-	219,997	(219,997)	-
Total Support and Revenue	1,717,593	190,615	1,908,208	1,514,461	223,511	1,737,972
Expenses						
Programs / Functional Services	1,032,996	-	1,032,996	764,124	-	764,124
General and Administrative	337,440	-	337,440	452,458	-	452,458
Fundraising	14,204	-	14,204	13,087	-	13,087
Occupancy	277,966	-	277,966	284	-	284
Total Expenses	1,662,606	-	1,662,606	1,229,953	-	1,229,953
Changes in Net Assets	54,987	190,615	245,602	(57,481)	347,787	290,305
Net Fund Balance, Beginning of the Year	3,531,467	2,988,235	6,519,702	3,583,940	2,640,449	6,224,388
Prior Year's adjustments	30,450	-	30,450	5,008	-	5,008
Net Fund Balance, End of the Year	\$ 3,616,904	\$ 3,178,850	\$ 6,795,754	\$ 3,531,467	\$ 2,988,235	\$ 6,519,702

See accompanying notes to financial statements

The Muslim Community Center, Inc
Statement of Activities - MCC Clinic
For the year ended December 31, 2025

	MCC CLINIC 2025			MCC CLINIC 2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and Support						
Direct Public Support	\$ 66,841	\$ -	\$ 66,841	\$ 52,695	\$ -	\$ 52,695
Grants	-	1,069,576	1,069,576	-	1,281,159	1,281,159
Total Contributions and Support	66,841	1,069,576	1,136,417	52,695	1,281,159	1,333,854
Earned Revenue						
Medical Clinic Receipts	1,307,816	-	1,307,816	1,205,381	-	1,205,381
Insurance Reimbursements	137,214	-	137,214	172,531	-	172,531
Total Earned Revenue	1,445,030	-	1,445,030	1,408,219	-	1,408,219
Total Direct Support and Earned Income	1,511,871	1,069,576	2,581,447	1,460,914	1,281,159	2,742,073
Income/(Loss) from Investments						
Interest	11,104	-	11,104	-	-	-
Capital Gains and change in market value	75,601	-	75,601	-	-	-
Dividends	20,318	-	20,318	-	-	-
Total Income(Loss) from Investment	107,024	-	107,024	-	-	-
Total Revenue before Release of Restrictions	1,618,895	1,069,576	2,688,470	1,460,914	1,281,159	2,742,073
Release of Restrictions	1,069,576	(1,069,576)	-	1,281,159	(1,281,159)	-
Total Support and Revenue	2,688,471	-	2,688,470	2,742,073	0.06	2,742,073
Expenses						
Programs / Functional Services	2,338,012	-	2,338,012	2,201,011	-	2,201,011
General and Administrative	210,021	-	210,021	203,083	-	203,083
Total Expenses	2,548,033	-	2,548,033	2,404,094	-	2,404,094
Changes in Net Assets	140,437	-	140,437	337,980	-	337,980
Net Fund Balance, Beginning of the Year	(293,133)	1,961,619	1,668,486	(668,377)	1,961,619	1,293,242
Prior Year's adjustments	(7,464)	-	(7,464)	37,264	-	-
Net Fund Balance, End of the Year	\$ (160,160)	\$ 1,961,619	\$ 1,801,459	\$ (293,133)	\$ 1,961,619	\$ 1,668,486

See accompanying notes to financial statements

The Muslim Community Center, Inc
Statement of Cash Flows
For the year ended December 31, 2025

	2025			2024		
	Center	Clinic	Total	Center	Clinic	Total
Cash flows from operating activities						
Change in net assets	\$ 245,602	\$ 140,437	\$ 386,039	\$ 290,305	\$ 337,980	\$ 628,285
Adjustments to reconcile net income to net cash provided (used) in operating activities:						
Depreciation	190,361	41,457	231,818	179,496	38,187	217,683
Unrealized return on investments	(327,739)	(107,024)	(434,763)	(360,151)	-	(360,151)
Changes in operating assets and liabilities:						
(Increase) Decrease in accounts receivable	(7,619)	(165,335)	(172,954)	5,500	(8,039)	(2,539)
(Increase) Decrease in grants receivable	-	205,353	205,353	-	(164,951)	(164,951)
(Increase) Decrease in loan receivable	(93,000)	-	(93,000)	-	-	-
(Increase) Decrease in other current assets	11,872	(3,311)	8,561	43,284	4,461	47,745
Increase (Decrease) in accounts payable	(2,723)	(60,876)	(63,598)	(1,593)	(1,799)	(3,392)
Increase (Decrease) in accrued expenses	-	-	-	-	(27,467)	(27,467)
Increase (Decrease) in deferred grant revenue	-	14,301	14,301	-	56,890	56,890
Net cash provided in operating activities	16,754	65,002	81,756	156,841	235,262	392,103
Cash flows from investing activities:						
Fixed Assets	-	(29,993)	(29,993)	(104,737)	(164,416)	(269,153)
Fund Balance Adjustment	30,452	(7,464)	22,988	5,009	37,263	42,272
Investments	-	-	-	-	(100,000)	(100,000)
Net cash used in investing activities	30,452	(37,457)	(7,005)	(99,728)	(227,153)	(326,881)
Cash flows from financing activities:						
Other Financing Activities	-	-	-	-	1,868	1,868
Net cash provided by financing activities	-	-	-	-	1,868	1,868
Net increase (decrease) in cash and cash equivalents	47,206	27,545	74,751	57,113	9,977	67,090
Cash and cash equivalents at beginning of period	304,785	101,092	405,877	247,672	91,115	338,787
Cash and cash equivalents at end of period	\$ 351,991	\$ 128,636	\$ 480,628	\$ 304,785	\$ 101,092	\$ 405,877

See accompanying notes to financial statements

The Muslim Community Center, Inc
Center Functional Expenses
For the year ended December 31, 2025

Functional Expenses	2025					2024				
	Program Expenses	Management and General	Fundraising	Occupancy	Grand Total	Program Expenses	Management and General	Fundraising	Occupancy	Grand Total
Salaries Wages	\$ 287,054	\$ 60,853	\$ -	\$ -	\$ 347,907	\$ 168,439	\$ 111,459	\$ -	\$ -	\$ 279,898
Donations	645,408	-	7,720	-	653,128	503,990	-	13,087	-	517,077
Depreciation	-	190,361	-	-	190,361	-	179,496	-	-	179,496
Maintenance	5,362	-	-	106,708	112,070	7,761	736	-	104,374	112,871
Food Items	37,978	-	6,484	-	44,462	44,517	-	-	-	44,517
Supplies	12,545	13,651	-	-	26,196	16,066	29,444	-	-	45,509
Professional Fees	-	38,473	-	-	38,473	-	45,129	-	-	45,129
Utilities	-	14,987	-	127,187	142,173	-	8,723	-	130,118	138,842
Insurance	-	-	-	38,380	38,380	-	-	-	40,891	40,891
Books and Printing	-	-	-	-	-	1,620	-	-	-	1,620
Bank Charges	-	13,427	-	-	13,427	-	13,515	-	-	13,515
Communication	-	-	-	5,691	5,691	-	-	-	3,720	3,720
Other Expenses	44,649	5,688	-	-	50,337	21,731	63,956	-	4,522	90,209
Total Clinic Functional Expenses	\$ 1,032,996	\$ 337,440	\$ 14,204	\$ 277,966	\$ 1,662,606	\$ 764,123	\$ 452,458	\$ 13,087	\$ 283,626	\$ 1,513,293

The Muslim Community Center, Inc
Clinic Functional Expenses
For the year ended December 31, 2025

Functional Expenses	2025			2024		
	Program Expenses	Management and General	Total	Program Expenses	Management and General	Total
Salaries and wages	\$ 1,731,364	\$ -	\$ 1,731,364	\$ 1,696,902	\$ -	\$ 1,696,902
Laboratory Services	296,436	-	296,436	209,602	-	209,602
Professional Fees	45,473	47,603	93,076	45,078	44,715	89,793
Dental Supplies	48,872	-	48,872	41,749	-	41,749
Insurance	43,401	-	43,401	48,677	-	48,677
Outside Services	11,112	-	11,112	8,227	-	8,227
Office Expenses	-	20,504	20,504	-	19,734	19,734
Repairs and Maintenance	450	14,077	14,527	1,193	13,871	15,064
Supplies	3,900	-	3,900	6,190	305	6,495
Depreciation	-	41,457	41,457	-	38,187	38,187
Dental Services	91,491	-	91,491	72,652	-	72,652
Bank and Credit Card Charges	24,334	-	24,334	26,804	90	26,894
Occupancy	8,003	-	8,003	13,200	-	13,200
Vehicle Expenses	20,032	-	20,032	12,614	-	12,614
Communication	-	76,267	76,267	-	80,246	80,246
Others Expenses	13,005	10,113	23,118	17,207	5,934	23,142
Training & Education	-	-	-	108	-	108
Dues and Subscription	139	-	139	808	-	808
Total Clinic Functional Expenses	\$ 2,338,012	\$ 210,021	\$ 2,548,033	\$ 2,201,011	\$ 203,083	\$ 2,404,094

Muslim Community Center, Inc and Clinic
Notes to Financial Statements
Year ended December 31, 2025

NOTE 1- NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES 2025

A. Nature of Activities

The Muslim Community Center ("MCC" or "Center") is dedicated to serving all people, regardless of faith, color, origin, or creed.

The mission for MCC's Medical Clinic ("Clinic") is to provide affordable and high-quality medical care to both insured and uninsured, indigent adult residents of the community, regardless of race, religion, ethnicity, or national origin.

History

The idea of the Center was conceived in September 1976 and was subsequently dedicated and opened to the public in May 1981. Since its inception, the Center has grown to become a nationally recognized Islamic center.

The Center has become prominent by offering a variety of services and programs for the benefit of the community at large. It is a volunteer-managed, non-profit, religious organization established under the laws of the State of Maryland. While the Muslim population utilizes most of their services, the Center is dedicated to serving all people.

In the late 1990s, the Muslim Community Center initiated a project to provide basic medical care to the uninsured segment of the DC Metro area. The Clinic opened its doors on June 14, 2003, with the commitment to provide high-quality basic healthcare services to uninsured individuals aged 18 and above. The Center provided the initial funding, clinic space, and matched funds for any grants received when needed. The Center also provides direct financial aid from funds donated by its members to those patients who are unable to pay for diagnostic tests and medicines.

The Board of Trustees is responsible for overall oversight and strategic planning for both the Center and Clinic. Likewise, the Center and Clinic are managed separately by the President, the BOD, and the Executive Director of the Clinic, respectively. The Center and Clinic, for operational and grant tracking reasons, operate their own accounting systems and staff members, but everything is under operation of the Center.

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

B. Summary of Significant Accounting Policies & Basis of Accounting

The Center financial statements are presented based on an accrual basis of accounting. The Clinic records grants using an accrual basis of accounting and records medical insurance company payments and patient receipts on a cash basis. Therefore, the Clinic uses a hybrid method of accounting. Insurance companies' unpredictable write-down of claims makes it difficult to use accrual accounting because of the number of accounting adjustments that would be required. Likewise, with cash, the number of patient balances requiring adjustments after government subsidies would be significant.

(i) Financial Statement Presentation

Generally Accepted Accounting Principles (GAAP) provide a codification standard for the external financial reporting of non-profit organizations. These principles require that resources be classified for accounting and reporting purposes into two net asset categories, according to the existence or absence of externally (donor) imposed restrictions. The two net asset classes are (1) without donor restriction net assets and (2) with donor restriction net assets.

Restricted revenue whose restrictions are met within the same year as they were received are reported as both with donor restriction revenue and as net assets released from restriction in the accompanying financial statements.

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

(ii) Cash

The Center and Clinic consider short-term, highly liquid investments with an original maturity of three months or less to be cash equivalents.

(iii) Investments and Endowment Fund

Investments in marketable securities are recorded at fair market value. Investment of income or loss is included in the statement of activities as an increase or decrease in restricted net assets. The Centers' policy is in the event of withdrawals from the Endowment fund; all funds must be redeposited back into the Endowment fund within one year.

(iv) Property and Equipment

Property and equipment purchased or donated with a value in excess of the Center's capitalization threshold are capitalized when acquired and depreciated using the MACRS method over the estimated useful life of the asset. Leasehold improvement costs are capitalized and amortized using the MACRS method over the remaining term

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

of the lease. Costs of repairing and maintaining equipment and amounts below the capitalization threshold of \$2,000 is not capitalized and is included in expenses.

(v) Revenue Recognition - Center

The Center records contributions and revenues based on the donor's restricted or unrestricted designations.

The Center recognizes contributions from organizations and individuals when funds are received since contributors are under no obligation to continue their support. Other than general donations, contributions are made by donors for Zakat-al-mal, Zakat-al-Fitr, and Sadaqah. It is the understanding of the donor and the Center that the amounts designated by the donors are neither conditional nor restricted funds but temporarily restricted.

Zakat-al-mal or Zakat must be paid by all Muslims whose net worth for the preceding year has remained above the exemption called "nisab." Although Zakat may be paid anytime within the Islamic year, it is often paid during the month of Ramadan. Zakatul-Fitr is a **mandatory charitable donation** given by Muslims at the end of Ramadan, before the Eid al-Fitr prayer. It is a form of purification and a way to help the poor celebrate Eid along with the rest of the community. The head of the household pays Zakat al-Fitr on behalf of all dependents, with the monetary amount set annually by local Islamic authorities based on the cost of staple foods.

Sadaqah is a voluntary charity which may be made at any time. It can be of any amount "beyond your need." It can also be a non-monetary contribution.

Donations designated as "Zakat-al-mal" or "Zakat-al-Fitr" are tracked as such in their own chart of account but are deposited into a separate bank account exclusive for distributed "Zakat," and are disbursed in adherence with Islamic guidance.

Grants are recognized when earned or when the grant conditions have been met.

The Center's goal is to provide many facets of community service, and the Weekend School is no exception. No student who enrolls is turned away. Parents sign agreements to make installment payments, and the school relies on parents to continue monthly payments.

(vi) Revenue Recognition – Clinic

MCC Clinic records grants as deferred revenue when money has been received in advance, or a commitment has been made to perform obligations required by grant specifications. Revenue is recognized when the obligation to perform is accomplished.

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

In cases where grant revenue is more likely to be realized within one year of contract acquisition or is time based; deferred revenue is recognized recording a corresponding receivable which is transferred to revenue on a proportionate monthly basis. All grant funds are tracked separately by the donor's designation.

The use of deferred revenue has been consistent throughout the years, and we make no departure from the traditional deferred revenue treatment used by the Center and Clinic.

The amounts billed to health insurance companies are recognized as revenues when funds are received from the insurance companies. Each health insurance company marks down claims, and we typically receive substantial less than initial claims. This is the main purpose of recognizing insurance billed claims when money is received. Additionally, the Clinic recognizes revenues when (1) grant money from the county is received, (2) patient bills are handled by MCC Sadaqah Fund, and patient payments received. Therefore, there is no provision for uncollectible accounts because patient revenue is recognized on a cash basis. Therefore, a hybrid method of revenue recognition is used by the clinic.

The Clinic Medical Board adopted the policy that all patient direct services will be billed on a cash basis. This is due to the cost of tracking and collecting patient balances. Starting in 2025, the ECW system tracks outstanding customer balances. In previous years extensive tasks were used using excel worksheets to derive customer balances.

See the table under the Clinic Receivables Section which describes the types of patients and the impact on Accounts Receivables.

(vii) Donated Goods and Services

Products and services donated to the Center are recognized as contributions in accordance with codification standards, if the service (a) creates or enhances non-financial assets or (b) requires specialized skills, are performed by individuals with those skills, and would otherwise be purchased by the Center.

Many in-kind donations are contributed to the Clinic that are not necessarily reported in the Clinic's statement of activities such as the building supplied by the Center. For example, the clinic operates without the obligation of paying rent and utilities. Also, donations of medical equipment are received on a routine basis.

(viii) Income Taxes

MCC is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, except to the extent of any unrelated business income. MCC had no reportable unrelated business income for the audit period.

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

(ix) Functional Expense Allocation

Directly identifiable expenses are charged to programs and supporting services. Management and general expenses include those expenses that are not directly identifiable with any other specific function but contribute to the overall support and direction of the Center.

(x) Concentrations of Credit Risk

Financial instruments that potentially subject the Center to significant concentrations of credit risk consist primarily of cash, investments, and receivables. Management believes the risk of loss associated with cash is low because cash is maintained in financial institutions.

The Center invests in a professionally managed portfolio that contains marketable equity and mutual funds. Such investments are exposed to various market risks. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the values of such investments, it is possible that changes in risk in the near term could materially affect investment balances and the amounts reported in the financial statements.

NOTE 2 – REVENUES

2025 MCC Religious and Community Programs

Performance by religious and community programs (Non-Grant Income):

2025			
Program	Receipts	Payments	Under(Over)
Ramadan & Eid	118,124	110,726	7,398
Zakat al-Fitr	354,582	452,164	(97,582)
Fund Raising	258,165	14,204	243,961
Membership Dues	45,507	900	44,607
Sadaqa	153,514	71,715	81,800
Social Services	6,219	8,357	(2,137)
Senior Programs	-	864	(864)
Food Pantry	18,932	37,978	(19,046)
Calendar/Card/Poster	1,989	3,558	(1,569)
Weekend School	166,421	1,664	164,757
Total	1,123,453	702,129	\$199,126

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For the Year ended December 31, 2025

Center historical performance over 6 years are as follows:

		2025	2024	2023	2022	2021	2020
Revenue/Receipts							
	General Donations	\$221,158	\$222,625	\$277,790	\$227,714	\$324,931	\$154,517
	Ramadan Programs	118,124	84,514	83,278	81,885	34,071	21,435
	Fund Raising	258,165	248,807	246,067	165,921	125,904	75,415
	Membership Dues	45,507	37,425	30,580	24,552	29,775	21,600
	Summer Camp - Fees	-	-	-	-	-	-
	Weekend School	166,421	129,734	140,967	68,427	53,325	103,676
	Language & IT Classes	-	-	-	-	-	3,580
	Grant Income	15,000	10,000	5,000	23,000	149,679	177,821
	Zakat al-Fitr Collection	354,582	440,215	205,265	193,366	217,116	190,160
	Sadaqa Collection	153,514	167,772	139,778	136,964	124,500	89,680
	Center's Other Income	575,736	102,357	176,264	43,626	452,418	89,930
Total Revenue		\$1,908,208	1,443,449	1,304,989	965,455	1,511,718	927,814
Expenses/Payments							
	Weekend School	139,768	106,867	113,498	101,354	77,374	109,094
	Language & IT Classes	-	2,100	-	1,304	-	1,755
	Fund Raising	14,204	13,585	5,300	11,641	20,350	1,500
	Ramadan/Eid	110,726	79,740	114,311	81,839	36,511	12,090
	Zakat al-Fitr disbursement	452,164	359,959	161,032	236,416	147,837	131,923
	Sadaqa Disbursement	71,715	53,673	60,287	66,563	59,156	58,410
	Summer Camp	-	-	-	-	-	-
	Other Expenses	874,030	897,371	753,387	756,882	665,143	602,402
Total Expenses		1,662,606	1,513,125	1,207,815	1,255,999	1,006,370	917,174
Net Assets increase/(Decrease)		\$245,601	\$(69,676)	\$97,175	\$(290,545)	\$505,349	\$10,640

The Clinic remits \$1,100 per month to offset Center utility bills. It is not listed in the above chart because those reimbursement payments reduce the amount of Center utilities such as gas, electric, and water.

Investment Performance	2025	2024	2023	2022	2021	2020
Investment Income(loss)	327,738	\$360,151	\$432,983	\$(418,613)	\$458,703	\$375,428

Muslim Community Center, Inc
Notes to Financial Statements
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Change in Market Indexes	2025	2024
Dow	12.97%	12.88%
S&P	16.39%	24.54%
Nasdaq	20.36%	28.09%
Russell 2000	11.29%	10.68%

The major U.S. markets rebounded positively in 2025 and 2024, explaining why the investment accounts have increased during both years.

The following table reflects MCC's investment balance as of December 31, 2025:

	2025	2024	2023	2022	2021
Investment Balance	\$3,202,239	2,874,501	2,514,350	2,081,367	2,543,980

Muslim Community Center, Inc
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Weekend School Results:
2025 and 2024 School and Education Related Programs

2025					
	Weekend School Program	Weekend school PTA Fundraising	Summer Camp Fees	Book Store Income	IT Class
Revenue	\$166,421	\$2,557	\$0	\$8,765	\$0
Expenditures	139,768	\$0	\$0	\$0	0
Surplus (Deficit)	26,652	2,557	-	8,765	-

2024					
	Weekend School Program	Weekend school PTA Fundraising	Summer Camp Fees	Book Store Income	IT Class
Revenue	\$129,743	\$0	\$0	\$9,838	\$3,000
Expenditures	106,867	0	0	7,664	2,100
Surplus (Deficit)	\$22,867	\$0	\$0	2,174	\$900

The number of students in the past 6 academic years was as follows:

School Attendance	FY 2026-25	FY 2025-24	FY 2024-23	FY 2023-22	FY 2021-22	FY 2020-21
Saturday School	NA	NA	NA	NA	NA	NA
Sunday School	250	247	246	215	141	130
Total Attendance	250	247	246	215	141	130
% Change	1.21%	0.41%	14.42%	52.48%	9.00%	-70.00%
School cash Collection	166,421	\$129,734	\$140,967	\$68,427	\$53,325	\$103,676
Average \$/student	\$666	\$525	\$573	\$318.26	\$378.19	\$797.51

Muslim Community Center, Inc
Notes to Financial Statements
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These numbers do not reflect the actual price per student. Instead, it is an average based on the cash collected divided by the number of students. Other factors are included in the average such discounts for multiple students and number of subjects taken.

The actual fee schedule is as follows:

Fee Schedule		
	One Subject	Two Subjects
First Child	300	500
Second Child	250	450
Third Child	200	400
* The fee schedule for the fourth (and more) child is the same as that of the third child.		

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

Clinic Performance:

Clinic historical performance over the past 5 years:

	2025	2024	2023	2022	2021
Patient Revenue	\$1,273,275	\$1,191,655	\$1,033,687	\$787,183	\$794,342
Grant Revenue	\$1,102,600	1,281,159	1,037,319	1,086,161	960,103
Govt and Private Insurance Reimbursements	\$137,214	172,531	306,979	106,007	94,443
Sadaqa Donations	\$66,841	35,423	41,136	41,072	42,082
Miscellaneous Revenue	\$108,540	61,256	29,988	9,361	0
Total Support and Revenue	\$2,688,470	2,742,024	2,449,109	2,029,784	1,890,970
Operation Expenses	\$423,598	587,872	567,818	606,749	551,958
Payroll Expenses	\$1,746,285	1,705,129	1,580,619	1,360,057	1,169,613
Other Expenses	\$378,150	111,093	78,245	117,709	59,820
Total Expenses	\$2,548,033	\$2,404,094	\$2,226,682	\$2,084,515	\$1,781,391
Surplus / (Deficit)	\$140,437	\$337,930	\$222,427	\$(54,731)	\$109,579
% Change	-58%	52%	506%	-150%	93%

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Clinic Grant Revenue (Non-public donations)

Clinic grant revenues over the past six years are as follows:

GRANT	2025	2024	2023	2022	2021	2020
PCC Medical Grant	538,195	732,458	527,235	452,498	418,980	424,382
PCC Dental Grant	168,734	168,141	165,233	187,936	201,912	144,570
Handicap Shuttle Service	35,515	72,683	65,111	54,288	48,774	39,464
Case Management Grant	22,916	48,091	43,740	42,159	28,724	48,117
Domestic Violence Grant	41,244	40,043	38,876	33,692	39,286	24,978
Quality Assurance Manager Grant	19,478	41,541	39,013	34,000	38,911	17,286
Women's Wellness Program	104,149	98,294	95,390	80,964	85,215	54,303
Eye Care Program	29,004	28,159	27,339	26,068	22,923	16,477
AAHI Grant			19,381	19,381		
American Heart Association			6,000			
AIR (American Institute of research)		10,000	10,000			
Golden Years of Wellness Program	37,875	11,250				
Other Grants	105,489	30,500		155,175	25,710	25,710
Total Grants	\$1,102,600	\$1,281,159	\$1,037,319	\$960,103	\$795,287	\$795,287
% Change	-13.9%	-4.0%	8.0%	20.7%	0.0%	-7.4%

Grant Receivables

As mentioned above, the Clinic provides services to everyone. No one is turned away regardless of the patient's wherewithal to pay. Therefore, receivables are not recorded on a patient basis. However, Grants in which there is high probability of collection are recorded. The following table describes each patient type and how revenues and receivables are recorded.

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Notes to Financial Statements
For the Year ended December 31, 2025

Method	Payment	Impact on Accounts Receivables
1. Uninsured (with cash payment)	1. Cash 2. Zakat & Emergency Fund (Z&E)	No receivable is recreated in this event because the entire bill is paid with customer payment and Z&E.
2. Uninsured (without cash payment)	1. Zakat 2. Emergency Fund	No receivable is recreated in this event because the entire bill is paid with Z&E.
3. Insured Patients	1. Up to 100% covered by insurance claims 2. Patient Portion	ECW Tracks Initial Insurance claims and customer payments. The balances are kept in excel spreadsheets calculated by the ED. This comprises the bulk of the receivables. Insurance may not cover the entire claim. In this case, the unpaid amount becomes the patient's responsibility. According to recent sample, approx.
4. MCares (patient pays the Co-pay) – Montgomery Cares	1. MCares covers \$113.37 2. Patient covers \$35	Generally, no receivable is created in this event. A receivable could occur for returned checks.
5. MCares (patient cannot cover the Co- Pay)	1. MCares covers \$113.37 2. Emergency Fund	In the event the patient cannot pay Co- Pay, the balance is covered by covered my Emergency Fund
6. Self Payers	Patient covers 100% with cash payment.	No Receivable is created except returned checks.
7. Self Payers (Patient cannot pay and Z&E is not available)	In cases where the Z&E has been exhausted, the Clinic will not deny any patient medical treatment.	No Receivable is created

Muslim Community Center, Inc
Notes to Financial Statements
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NOTE 3 - INVESTMENTS

The Center has maintained investment accounts that are permanently restricted. The year end balances as of the past 5 years are as follows:

Fund Name	2025	2024	2023	2022	2021
Folio Int'l Azzad Fund	786,685.22	\$738,819	\$663,935	\$553,157	\$673,953
Foliofn Fund – MPYF	-	-	-	-	-
Saturna Amana Endowment Fund	926,725	833,585	728,975	913,454	1,163,222
Amana Income Fund	1,438,829	1,302,097	1,121,439	614,756	706,806
Total	3,152,239.29	\$2,874,501	\$2,514,349	\$2,081,367	\$2,543,981

The following is a breakdown of the portfolio transactions over the past 6 years:

INVESTMENTS	2025	2024	2023	2022	2021	2020
Value at the beginning of year	\$2,874,501	\$2,514,350	\$1,957,809	\$2,420,276	\$2,049,276	\$1,930,848
Investments	-	-	-	-	231	-
Withdrawals	(50,000)	-	-	-	(18,203)	(257,000)
Increase / (Decrease) in Value	327,738	360,151	432,983	(462,659)	389,165	375,428
Other Adjustments			123,558			
Value at the end of year	\$3,152,239	\$2,874,501	\$2,514,350	\$1,957,617	\$2,420,469	\$2,049,276
Change in the value of investments	10%	14%	-19%	-19%	18%	22%

Muslim Community Center, Inc
Notes to Financial Statements
For the Year ended December 31, 2025

The Clinic has maintained investment accounts that are permanently restricted. The year end balances as of the past 2 years are as follows:

	2025	2024
Investment Balance	\$3,202,239	2,874,501

INVESTMENTS	2025
Value at the beginning of year	864,899
Investments	100,000
Withdrawals	(400)
Increase/ (Decrease) in Value	42,124
Other Adjustments	-
Value at the end of year	1,006,624
Change in the value of investments	16%

Note 4: PROPERTY AND EQUIPMENT

Fixed assets and leasehold improvements are depreciated according to MACRS depreciation method.

CENTER FIXED ASSETS	2025	2024
Furniture, Fixture and Equipment	294,044	294,044
Vehicles/Trailers	51,437	51,437
Building Center	1,067,672	1,067,672
Building Masjid	1,457,672	1,457,672
Building Masjid Expansion	2,807,648	2,807,648
Building Other	516,238	516,238
Building Clinic	563,054	563,054
Leasehold Improvements	82,363	
Land and Land Improvements	758,843	\$758,843
Total Cost Basis	7,598,970	7,516,608
Accumulated Depreciation	(4,388,885)	(4,198,524)
Book Value	\$3,210,085	\$3,318,084

Muslim Community Center, Inc
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CLINIC FIXED ASSETS	2025	2024
Leasehold Improvements	82,363	81,463
Furniture, Fixture and Equipment	596,496	568,683
Software	3,750	3,750
Vehicles/Trailers	91,274	66,943
Total Cost Basis	773,883	720,839
Accumulated Depreciation	(355,007)	(313,550)
Book Value	\$418,876	\$407,289

Note 5: LEASE AND OTHER COMMITMENTS

The Organization has no contractual leases or other long-term commitments.

Note 6: RESTRICTED FUNDS

The following table represents the accumulative restricted and unrestricted accounts as of 2025.

Total Restricted Funds	2025	2024
Restricted- Zakat/Fitra	41,836.27	120,034
Permanently Restricted - Endowment Fund	1,438,805	1,302,097
Permanently Restricted - Special Project Fund	150,000	50,000
Total Restricted Funds	1,630,641	1,472,131

Note 7: CONTINGENCIES

There are no known contingencies.

Note 8: RELATED PARTY TRASACTIONS

During the year ended December 31, 2025, the Board approved the issuance of a \$100,000 loan. As of December 31, 2025, the loan remains outstanding and is recorded as a receivable. The loan is non-interest-bearing and payable in accordance with the agreed-upon terms.

Note 8: SUBSEQUENT EVENTS

The Center and Clinic has evaluated its December 31, 2025, financial statements for subsequent events through March 13, 2026, the date the financial statements were available to be issued. There are no subsequent events that would materially affect the accompanying financials statements.