

***KARIMU INTERNATIONAL HELP FOUNDATION***

***FINANCIAL STATEMENTS***

***WITH INDEPENDENT AUDITORS' REPORT***

***DECEMBER 31, 2023***

## **TABLE OF CONTENTS**

	<b><u>Page</u></b>
Independent Auditors' Audit Report	2
<b>FINANCIAL STATEMENTS</b>	
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

Board of Directors  
Karimu International Help Foundation  
Palm Desert, California

#### **Opinion**

We have audited the financial statements of Karimu International Help Foundation, which comprise the statement of financial position as of December 31, 2022, and the related statement of activities, statement of functional expenses and statement of cash flows for the year 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 Karimu International Help Foundation as of December 31, 2023, and the results of its operations and its cash flows for the year 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 Karimu International Help Foundation 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 the 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 that Karimu International Help Foundation ability to continue as a going concern for reasonable period.

## **Independent Auditor's Report (continued)**

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

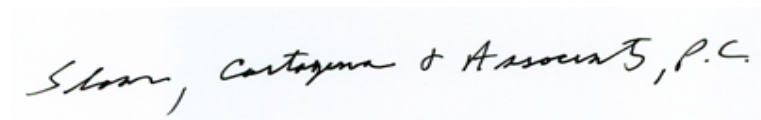
Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance 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 Karimu International Help Foundation'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 Karimu International Help Foundation 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.



Houston, Texas  
October 23, 2024

**KARIMU INTERNATIONAL HELP FOUNDATION**

**STATEMENT OF FINANCIAL POSITION**

**December 31, 2023**

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	<u>\$ 220,493</u>
---------------------------	-------------------

<b>TOTAL CURRENT ASSETS</b>	<u>220,493</u>
-----------------------------	----------------

<b>TOTAL ASSETS</b>	<u><u>\$ 220,493</u></u>
---------------------	--------------------------

**NET ASSETS**

Without donor restrictions	<u>\$ 220,493</u>
----------------------------	-------------------

<b>TOTAL NET ASSETS</b>	<u><u>\$ 220,493</u></u>
-------------------------	--------------------------

See independent auditor's report and notes to financial statements

**KARIMU INTERNATIONAL HELP FOUNDATION**

**STATEMENT OF ACTIVITIES**

**Year ended December 31, 2023**

**CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS**

**REVENUES AND GAINS:**

Contributions	\$ 721,135
Volunteer Trip Revenue	<u>16,580</u>

<b>TOTAL REVENUE AND GAINS WITHOUT DONOR RESTRICTIONS</b>	<b>737,715</b>
---	----------------

**EXPENSES AND LOSSES:**

Program expenses	782,748
Development	3,868
General and administrative	<u>5,170</u>

<b>TOTAL EXPENSES AND LOSSES</b>	<b><u>791,786</u></b>
----------------------------------	-----------------------

DECREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	(54,071)
---	----------

<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b><u>274,564</u></b>
--	-----------------------

<b>NET ASSETS AT END OF YEAR</b>	<b><u><u>\$ 220,493</u></u></b>
----------------------------------	---------------------------------

See independent auditor's report and notes to financial statements

# KARIMU INTERNATIONAL HELP FOUNDATION

## STATEMENT OF FUNCTIONAL EXPENSES

Year ended December 31, 2023

	Program	Development	General & Administrative	Total
Reunion Expense	\$ -	\$ 2,817	\$ -	\$ 2,817
Grants - Tanzania	780,269	-	-	780,269
Program Expenses	1,380	-	-	1,380
Professional Fees	-	-	2,400	2,400
Bank Charges	-	-	40	40
Business Registration Fee	-	-	200	200
Insurance	-	-	2,530	2,530
News Letter	-	1,051	-	1,051
Travel	1,099	-	-	1,099
	<u>\$ 782,748</u>	<u>\$ 3,868</u>	<u>\$ 5,170</u>	<u>\$ 791,786</u>

See independent auditor's report and notes to financial statements

**KARIMU INTERNATIONAL HELP FOUNDATION**

**STATEMENT OF CASH FLOWS**

**Year ended December 31, 2023**

**OPERATING ACTIVITIES**

Decrease in net assets	<u>\$ (54,071)</u>
------------------------	--------------------

<b>NET CASH PROVIDED BY OPERATIONS</b>	(54,071)
--	----------

<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>274,564</u>
---	----------------

<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u><u>\$ 220,493</u></u>
---	--------------------------

See independent auditor's report and notes to financial statements



# KARIMU INTERNATIONAL HELP FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2023

### NOTE 1 - ORGANIZATION

Karimu International Help Foundation. (the Foundation) was established in 2002. The Foundation's purpose is to provide funds, and help execute, completion of schools and other community projects enhancing the well-being of rural villages in the developing world.

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Accounting

The financial statements of the Foundation have been prepared utilizing the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities. The significant accounting policies described below are intended to enhance the usefulness of the financial statements.

#### Revenue Recognition

Contributions received are recorded as revenue and net assets with or without donor restrictions. Contributions are available for unrestricted use unless specifically restricted by the donor. When a restriction is fulfilled, net assets with donor restrictions are reclassified and reported in the statement of activities as net assets without donor restrictions. As of December 31, 2023, there were no restricted net assets.

#### Income Taxes

The Foundation is exempt from federal income and California state taxes under Section 501(c)(3) of the Internal Revenue Code and the Texas Non-Profit Corporation Act. Karimu International Help Foundation. is up to date with all of its tax filings. Tax years ended December 31, 2021, 2022, and 2023 are open to examination by the Internal Revenue Service.

#### Net Assets Without Donor Restrictions

Operating funds represent the portion of expendable funds that are available for support of operations.

#### Income and Expenses

Income is derived from various individuals, corporations, and foundations. Expenses are segregated into program, administration, and development.

# KARIMU INTERNATIONAL HELP FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2023

### **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

#### Basis of Presentation (continued)

##### Estimates

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 could differ from those estimates.

##### Cash and Cash Equivalents

Cash and cash equivalents include cash in checking and savings accounts and short term cash investments that can be liquidated within one month. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

### **NOTE 3 – CONCENTRATION OF CREDIT RISK**

The Foundation maintains a cash balance at one bank. The amount of cash in the bank is insured up to \$250,000 by the FDIC. As of December 31, 2023 the Foundation did not have an uninsured balance.

### **NOTE 4 – FINANCIAL STATEMENT PRESENTATION**

The financial statements presented reflect operations of the Karimu international Help Foundation. The mission of the Karimu international Help Foundation is to provide funds, and help execute, completion of schools and other community projects enhancing the well-being of rural villages in the developing world. Financial management of the Karimu International Help Foundation. is conducted by the Board of Directors.

### **NOTE 5 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of donor-imposed restrictions within one year of the statement of financial position date.

	<u>2023</u>
Financial assets at year end	\$ 220,493
Less financial assets unavailable for general expenditures within one year due to:	<u>-</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 220,493</u></u>

# **KARIMU INTERNATIONAL HELP FOUNDATION**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2023**

### **NOTE 6 – SUBSEQUENT EVENTS**

Subsequent events have been evaluated through October 23, 2024, which is the date the financial statements were issued.

### **NOTE 7 – NEW ACCOUNTING PRONOUNCEMENTS**

The effects of accounting pronouncements that have been issued but have not yet taken effect are not believed to be material to the financial statements.