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**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**(TIN : 75-2705898)**  
**&**  
**IACC INVESTMENTS, LLC**  
**(TIN : 92-2874519)**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**TABLE OF CONTENTS**

	<b><u>PAGE</u></b>
INDEPENDENT AUDITOR'S REPORT	1
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	4
CONSOLIDATED STATEMENT OF ACTIVITIES	5
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES	6
CONSOLIDATED STATEMENT OF CASH FLOWS	7
CONSOLIDATING STATEMENTS OF FINANCIAL POSITION	19
CONSOLIDATING STATEMENTS OF ACTIVITIES	20



## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Islamic Association of Collin County

### **REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

#### ***Opinion***

We have audited the consolidated financial statements of Islamic Association of Collin County (“IACC”) and IACC Investments, LLC (“IIL”) (hereinafter collectively referred to as “Islamic Association of Collin County” or “IACC” or “the Organization”), which comprise the statement of financial position as of December 31, 2023, and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above, present fairly, in all material respects, the financial position of Islamic Association of Collin County as of December 31, 2023, and the results of its operations and changes in net assets 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 audit 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 consolidated financial statements section of our report. We are required to be independent of the Islamic Association of Collin County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 consolidated financial statements***

Management is responsible for the preparation and fair presentation of these consolidated 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 presentations of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Islamic Association of Collin County’s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

## *Auditor's Responsibilities for the Audit of the consolidated financial statements*

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 the Islamic Association of Collin County'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events considered in the aggregate, that raise substantial doubt about the Islamic Association of Collin County'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.

### *Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information on pages 20 to 21 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.



Ranjeet Koirala CPA PC  
Coppell, TX  
July 15, 2025

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2023**

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	<u>2023</u>
<b><u>Assets</u></b>	
Cash and Cash Equivalents	\$ 1,030,067
Contribution Receivable	700
<b>Current Assets</b>	<b><u>1,030,767</u></b>
<b>Property &amp; Equipment, Net</b>	<b>12,809,528</b>
Investments	<u>1,741,650</u>
<b>Total Assets</b>	<b><u>15,581,945</u></b>
<b><u>Liabilities and Net Assets</u></b>	
Accounts Payable & Accrued Expenses	<u>16,747</u>
<b>Total Liabilities</b>	<b>16,747</b>
<b>Net Assets</b>	
Net Assets without Donor Restrictions	15,213,984
Net Assets with Donor Restrictions	<u>351,214</u>
<b>Total Net Assets</b>	<b><u>15,565,198</u></b>
<b>Total Liabilities &amp; Net Assets</b>	<b>\$ <u>15,581,945</u></b>

The accompanying notes are an integral part of these consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATED STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	<b>2023</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b><u>Revenue And Support</u></b>			
Program	\$ 1,165,650	\$ -	\$ 1,165,650
Education	824,705	-	824,705
Contributions	-	1,434,954	1,434,954
Cemetery Services	50,696	308,266	358,962
<b>Total Revenue and Support</b>	<b>2,041,051</b>	<b>1,743,220</b>	<b>3,784,271</b>
Investment Income	149,053		149,053
Rental Income	50,956		50,956
Net assets released from restriction	1,392,006	(1,392,006)	-
<b>Total revenues, gains and other support</b>	<b>3,633,066</b>	<b>351,214</b>	<b>3,984,280</b>
<b><u>Expenses</u></b>			
Program Expenses	3,133,361	-	3,133,361
Management & General	555,688	-	555,688
Fundraising	-	-	-
<b>Total Expenses</b>	<b>3,689,049</b>	<b>-</b>	<b>3,689,049</b>
<b>Changes In Net Assets</b>	<b>(55,983)</b>	<b>351,214</b>	<b>295,231</b>
<b>Net Assets- Beginning of Year</b>	<b>15,269,967</b>	<b>-</b>	<b>15,269,967</b>
<b>Net Assets- End of Year</b>	<b>\$ 15,213,984</b>	<b>\$ 351,214</b>	<b>\$ 15,565,198</b>

The accompanying notes are an integral part of these consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

<b>Description</b>	<b>2023</b>			<b>Total</b>
	<b>Program Expenses</b>	<b>Management and General Expenses</b>	<b>Fundraising Expenses</b>	
Sadaqa Fund Expenses	\$ 1,068,479	-	-	\$ 1,068,479
Salaries and Wages	469,262	297,431	-	766,693
Zakat Fund Expenses	508,324	-	-	508,324
Depreciation	267,251	14,170	-	281,421
Contractors	176,167	79,685	-	255,852
Security	127,299	-	-	127,299
Education and Training	124,667	-	-	124,667
Office Expenses	90,697	23,498	-	114,195
Utilities	96,117	1,918	-	98,035
Professional Fees	5,380	71,489	-	76,869
Repairs and Maintenance	74,599	-	-	74,599
Bank Charges	-	66,504	-	66,504
Events and Programs	62,290	-	-	62,290
Insurance	29,755	993	-	30,748
Meals and Entertainment	28,074	-	-	28,074
Scholarships	5,000	-	-	5,000
<b>Total Expenses</b>	<b>\$ 3,133,361</b>	<b>\$ 555,688</b>	<b>\$ -</b>	<b>\$ 3,689,049</b>

The accompanying notes are an integral part of these consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

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	<u>2023</u>
<b><u>Cash Flows From Operating Activities</u></b>	
Changes In Net Assets	\$ 295,231
Adjustments to reconcile net Increase In Net Assets	
Depreciation	281,421
Gain Disposal of Fixed Assets	12,891
<u>Changes in operating assets and liabilities:</u>	
Accounts Payable & Accrued Expenses	<u>16,205</u>
<b>Cash Provided by Operating Activities</b>	<b>605,748</b>
<b><u>Cash flows from investing activities:</u></b>	
Investments	1,493,363
Acquisition of Property & Equipment	<u>(2,250,673)</u>
<b>Cash (Used In) Investing Activities</b>	<b>(757,310)</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>1,181,629</u>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ <u>1,030,067</u></b>

The accompanying notes are an integral part of these consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 1: NATURE OF OPERATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Islamic Association of Collin County (IACC)**

**Incorporation & Nature of Operations**

Islamic Association of Collin County (IACC) was organized on April 17, 1997, and the mosque is located in Plano, Texas. IACC was formed exclusively for religious, charitable and educational purposes and to promote Islamic education. All of its activities are to be in accordance with the Qur'an, and the Sunnah of the last Prophet, Prophet Mohammed. IACC is supported primarily through contributions from its members.

**Principal Activity**

Education program – The Education program provides scholarships and support to Muslim students from elementary to university levels that do not have the opportunity to enroll in formal educational programs. IACC has established centers to provide ongoing support to underprivileged students.

Funeral and cemetery program – IACC provides funeral and burial services for all Muslims living in the Dallas area. All services are tailored to follow proper Islamic practices and guidelines.

Special program – The special program provides support year-round to the minorities and Muslims that face hardship and poverty for example such as providing meal assistance during the time of Ramadan and Eid-Ul- Adha, earthquake relief, etc.

Zakat program – The Zakat program provides assistance to impoverished people who are in need or in debt. Additionally, Zakat al-Fitr is typically paid by the head of the household for every family member before Eid al-Fitr prayer. The Zakat al-Fitr is collected by IACC and is distributed to the poor and needy people.

Endowment program – The Endowment program of IACC is a form of Sadaqah Jariyah. An endowment can be a one-time donation of stocks, property, etc. The impact of this investment multiplies as the wealth is reinvested annually, and the income supports the poor and needy..

**IACC Investments, LLC**

IACC Investments, LLC was formed as a Domestic Limited Liability Company in the state of Texas on March 7, 2023.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 1: NATURE OF OPERATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***A) Basis of Accounting***

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America (US GAAP). The preparation of consolidated financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues, support, and expenses during the reporting periods. Significant estimates made in preparing the consolidated financial statements include the allocation of functional expenses and valuation of donated foods. Accordingly, actual results may vary from management's estimates. Revenues and gains are recognized when earned, and expenditures and losses are recognized when incurred.

***B) Classification and Reporting of Net Assets***

Net assets, revenues and expenses, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

***i. Net Assets without Donor Restrictions***

Net assets that are not subject to donor-imposed stipulations. Net assets received and expended within the reporting period are reported in the Statement of Activities as unrestricted support and revenue.

***ii. Net Assets with Donor Restrictions***

Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions. Net assets with donor restrictions whose restrictions are satisfied in the same year of receipt are treated as net assets without donor restrictions.

***C) Contributions, Gains and Other Support***

IACC receives a substantial amount of services donated by its members in carrying out the Organization's activities. No amounts have been reflected in the consolidated financial statements for those services since they do not meet the criteria for recognition. Contributions are recognized when received from the donor. Contributions not restricted by donors are reported as increases in net assets not restricted by donors in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets restricted by donors depending on the nature of the restrictions. When a restriction expires, donor-restricted assets are reclassified to net assets without donor restriction. Unconditional promises to give by donors are recorded as pledges receivable and contribution revenue when promises are made, or donated items are received and are immediately available for use without restriction unless specifically restricted by the donor. Unconditional promises expected to be collected within one year are recorded at net realizable value. Unconditional promises expected to be collected in future years are recorded at their fair values. Amounts that are received in advance of the Organization successfully meeting the conditions are recorded as a liability on the consolidated statement of financial position. Conditional promises to give are recognized when the conditions on which such promises depend are substantially met.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 1: NATURE OF OPERATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***D) Revenues***

Class tuition, religious programs, donations and cemetery operation constitute the Organization's primary sources of revenue. Other revenue sources include cash and in-kind contributions, grants and income from investment. Tuition and related fees are recognized as revenue in the period the classes are provided to students. Fees from students for classes that are already complete are reported as tuition receivables and payments received in advance for classes that are not yet complete are reported as deferred revenue on the accompanying consolidated financial statements.

All contributions are generally available for unrestricted use in the year of receipt, unless specifically restricted by the donor. Funds are also donated for specific purposes such as construction. Accordingly, such funds are net assets with donor restrictions until the purpose is accomplished. Upon satisfaction of the purpose, the designated funds are reclassified as net assets without donor restrictions.

***E) Cash and Cash Equivalents***

For purposes of reporting cash flows, cash equivalents include highly liquid assets with an original maturity of three months or less. Cash and Cash Equivalents consist of cash on hand, checking, and money market accounts.

***F) Functional Expenses***

The costs of providing programs and activities have been summarized on a functional basis in the accompanying statement of activities for all program services. Expenses are charged directly to program services or supporting services categories based on direct expenses incurred. An expense not directly chargeable to a functional expense category is allocated based on personnel activity, square footage, and other criteria.

***G) Concentrations of Credit Risk***

The Organization maintains its cash balances at local financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation up to the legal limits of \$250,000 per financial institution. Financial instruments exposed to concentrations of credit risk consisted primarily of cash, cash equivalents, and contributions receivable. Cash and cash equivalents maintained in the bank accounts by the Organization frequently exceeded federally insured limits. The Organization has not experienced, nor does it anticipate, any losses with respect to such accounts. As of December 31, 2023, the Organization had \$880,526 in excess of the FDIC insurance coverage amount.

***H) Property and Equipment***

Property and Equipment are stated at cost, net of accumulated depreciation. The cost of property and equipment is depreciated over the estimated useful lives of the related assets. Depreciation is computed on the straight-line method over the estimated useful asset lives.

***I) Advertising Costs***

Advertising costs, except for direct-response advertising, are charged to operations when incurred. The costs of direct-response advertising are capitalized and amortized over the period during which future benefits are to be received. There were no direct-response advertising costs for the current fiscal year.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 1: NATURE OF OPERATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***J) Use of Estimates***

The preparation of consolidated financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

***K) Concentration of Economic Dependency***

The Organization derives a significant portion of its revenue from contributions from donors and religious programs.

***L) Subsequent Events***

The Organization evaluates subsequent events through the date of this report. No material subsequent events have occurred that require recognition or disclosure in these financial statements.

***M) Fair Value Measurement***

The Organization reports its qualified assets and liabilities in accordance with the Fair Value Measurements and Disclosure Standards and accounting principles generally accepted in the United States. These standards define fair value, establish a framework for measuring fair value, and expand disclosures about fair value measurements. This policy establishes a Fair Value framework that prioritizes the inputs and assumptions used to measure fair value. The three levels of the fair value hierarchy and a description of the valuation techniques used for instruments measured at fair value are as follows:

- Level 1- Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities as of the reporting date.
- Level 2- Pricing inputs other than quoted prices included in Level 1, which are either directly observable or that can be derived or supported from observable data as of the reporting date.
- Level 3- Pricing inputs include those that are significant to the fair value of the financial asset or financial liability and are generally less observable from objective sources. These inputs may be used with internally developed techniques that result in management's best estimate of fair value.

A qualifying asset or liability's level within the framework is based upon the lowest level of any input that is significant to the fair value measurement; The Organization's qualifying assets or liabilities are recorded at fair value using Level 1 inputs.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to publish their daily net asset value ("NAV") and to transact at that price. The mutual funds held by the Organization are deemed to be actively traded.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 2: CONTRIBUTIONS RECEIVABLE**

The Organization maintains receivables due from various contributors. The Organization has established an allowance for doubtful accounts through a provision for bad debts, charged to expense, and represents management's best estimate of possible losses that may occur within the pledge receivable portfolio. There were \$700 contributions receivable or estimated losses charged to bad debt expense during the year ended December 31, 2023 and no allowance for doubtful accounts was required.

**NOTE 3: INVESTMENTS**

Investments comprises marketable securities and real estate investments. As of December 31, 2023, the Organization had a total investment as detailed below:

	<u>Amount</u>
Investments in Mutual Funds	\$ 560,400
Real Estate Investments	<u>1,181,250</u>
<b>Total</b>	<b>\$ <u>1,741,650</u></b>

**NOTE 4: PROPERTY AND EQUIPMENT**

Property and equipment are stated on the consolidated statement of financial position at cost at the date of acquisition or, in the case of gifts, fair market value at the date of donation. Depreciation and amortization of property and equipment, including assets recorded as capital leases, are provided on the straight-line and accelerated methods over their estimated useful lives. The useful lives range from five to thirty-nine years. Maintenance and repairs, which neither materially add to the value of the property nor appreciably prolong its life, are charged to expense as incurred.

**Classification**

The major classifications of property and equipment owned by the Organization as of December 31, 2023 consisted of the following:

	<u>2023</u>
Land and Building	\$ 12,615,562
Building Improvements	3,406,984
Furniture and Fixtures	15,812
Equipment	<u>45,044</u>
<b>Property &amp; Equipment, Gross</b>	<b>16,083,402</b>
Less: Accumulated Depreciation	<u>(3,273,874)</u>
<b>Property &amp; Equipment, Net</b>	<b>\$ <u>12,809,528</u></b>
Depreciation	\$ 281,421

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 4: PROPERTY AND EQUIPMENT(CONTD..)**

**Disposal / Retirement**

Upon retirement or sale, the cost of assets disposed of, and the related accumulated depreciation, are removed from the accounts and any resulting gain or loss is recorded as other income.

**Capitalization**

Expenditures for maintenance and repairs are charged to expenses, whereas major betterments are capitalized. The Organization capitalizes property and equipment with a useful life of greater than one year for costs in excess of \$5,000.

**NOTE 5: ACCOUNTS PAYABLE AND ACCRUED EXPENSES**

Accounts payable and accrued expenses balances as of December 31, 2023 comprise of the following:

	<b>2023</b>
Audit Fees Payable	\$ 10,500
Tenant Deposits	6,247
	<b>\$ 16,747</b>

**NOTE 6: LEASES**

The Organization operates out of its own premises at 6401 Independence Pkwy, Plano, Texas.

**Occupancy Expense**

For the year ended December 31, 2023 occupancy expenses were as detailed below:

	<b>2023</b>
Utilities	\$ 98,035
Repair & Maintenance	74,599
<b>Total</b>	<b>\$ 172,634</b>

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 7: NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions consist of the following as of December 31, 2023:

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Beginning balance</b>	\$ 15,269,967	\$ -	\$ 15,269,967
Revenues, gains and other support	2,241,060	1,743,220	3,984,280
Functional expenses	(3,689,049)	-	(3,689,049)
Released during the year	1,392,006	(1,392,006)	-
<b>Ending balance,</b>	<b>\$ 15,213,984</b>	<b>\$ 351,214</b>	<b>\$ 15,565,198</b>

**NOTE 8: REVENUE CONCENTRATION**

The Organization received significant revenue from events and donations during the fiscal year ended December 31, 2023. Should this income be reduced or eliminated in the future, this could adversely affect the Organization's financial position.

**NOTE 9 INCOME TAXES**

Islamic Association of Collin County is exempt from Federal Income Taxes as an Organization formed for charitable purposes under Section 501(c)(3) of the Internal Revenue Code (IRC). IRS records indicate that a determination letter was issued in January 1998, that recognized IACC as exempt from Federal income tax, and discloses that IACC is exempt under section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes is reflected in the combined financial statements. Donors may deduct contributions made to the Organization within the IRS requirements. IACC Investments, LLC(IIL) is wholly owned by IACC. While IACC is exempt from filing Federal Income tax, since the operation of IIL is unrelated business income (income from activities not related to its religious mission), it may be required to file tax returns. These consolidated financial statements do not reflect a provision for income taxes and the entities have no other tax positions which must be considered for disclosure. Income tax returns filed by IACC are subject to examination by the IRS for a period of three years.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 10: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The Organization has adopted the ASU 2016-14 standards for identifying the liquidity required to meet the expected expenses within the next twelve months, after the date of this report. 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 contractual or donor-imposed restrictions within one year of the statement of financial position date.

	<u>2023</u>
<u>Financial Assets at year end</u>	
Cash and Cash Equivalents	\$ 1,030,067
Contributions Receivable	700
Investments(Mutual Funds)	1,741,650
	<u>\$ 2,772,417</u>
<u>Less:</u>	
Those unavailable for general expenditures within one year, due to: Purpose and time restrictions	(367,961)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,404,456</u>

This information is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 11: DONATIONS AND CONTRIBUTIONS**

The Organization receives in-kind donations, primarily in the form of contributed services. In accordance with ASC 958-605, such services are recognized in the consolidated financial statements only if they create or enhance non-financial assets or require specialized skills that would typically need to be purchased if not provided by donation.

During the reporting period, the Organization did not receive any contributed services that meet the criteria for recognition as requiring specialized skills. Accordingly, no amounts related to skilled in-kind services have been reflected in the consolidated financial statements.

When applicable, the value of recognized in-kind contributions is based on the fair market value of similar services or items at the date of receipt.

**NOTE 12: NET ASSETS, CURRENT RATIO, TANGIBLE NET ASSETS**

**Change in Net Assets**

The Organization's change in net assets for the current year was as follows:

<b>Description</b>	<b>2023</b>
Total revenues, gains and other support	\$ 3,984,280
Total Expenses	(3,689,049)
Change In Net Assets	<u>\$ 295,231</u>

**Current Ratio**

As of December 31, 2023, the Organization's current ratio was as follows:

<b>Description</b>	<b>2023</b>
Current Assets	\$ 1,030,767
Current Liabilities	16,747
Current Ratio	<u>61.55:1</u>

**Tangible Net Assets**

The tangible net assets of the Organization as of December 31, 2023 are as follows:

<b>Description</b>	<b>2023</b>
Total Assets	\$ 15,581,945
Less: Total Liabilities	(16,747)
Net Assets	15,565,198
Less: Intangible Net Assets	-
Tangible Net Assets	<u>\$ 15,565,198</u>

This information is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 13: NET ASSETS WITH DONOR RESTRICTIONS**

**Contributions with donor restrictions**

Contributions with donor restrictions received during the year ended December 31, 2023, were as follows:

		<u><b>2023</b></u>
Zakat Contributions	\$	455,495
Sadaqa Contributions		979,459
Cemetery Services Contributions		<u>308,266</u>
<b>Total</b>	<b>\$</b>	<u><b>1,743,220</b></u>

**Released Net Assets with donor restrictions**

Net assets with donor restrictions released from restriction during the year ended December 31, 2023, were as follows:

		<u><b>2023</b></u>
Zakat Contributions	\$	455,495
Sadaqa Contributions		928,720
Cemetery Services Contributions		<u>7,791</u>
<b>Total</b>	<b>\$</b>	<u><b>1,392,006</b></u>

**Net Assets with donor restrictions**

As of December 31, 2023, net assets with donor restrictions consist of the following:

		<u><b>2023</b></u>
Sadaqa Contributions	\$	50,739
Cemetery Services Contributions		<u>300,475</u>
<b>Total</b>	<b>\$</b>	<u><b>351,214</b></u>

This information is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

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**NOTE 14: NEW ACCOUNTING PRONOUNCEMENTS**

**Leases**

On February 25, 2016, FASB issued Accounting Standards Update (ASU) No. 2016-02, Leases (Topic 842). The objective of this ASU is to increase transparency and comparability in financial reporting by requiring balance sheet recognition of leases and note disclosure of certain information about lease arrangements. This ASU codifies FASB Accounting Standards Codification (ASC) 842, Leases, and makes conforming amendments to other FASB ASC topics. Under the new provisions, all lessees will report a right-of-use asset and a liability for the obligation to make payments for all leases with the exception of those leases with a term of 12 months or less. ASU No. 2016-02, as amended by ASU No. 2020-05, is effective for nonpublic entities for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. Management has evaluated this standard and determined it is not applicable as the Organization owns its current premises.

**Revenue Recognition**

On May 28, 2014, the FASB completed its Revenue Recognition project by issuing Accounting Standards Update No. 2014-09, Revenue from Contracts with Customers (Topic 606). The new guidance establishes the principles to report useful information to users of consolidated financial statements about the nature, timing, and uncertainty of revenue from contracts with customers. The Islamic Association of Collin County applied the new guidance using the practical expedient provided in Topic 606 that allows the guidance to be applied only to contracts that were not complete as of January 1, 2019.

**Measurement of Credit Losses**

In June 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-13, Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments. The ASU, along with related amendments, revised the credit-loss measurement for receivables measured at amortized cost from an incurred loss to an expected-loss approach. The Organization has adopted this standard. The adoption did not materially affect the Organization's consolidated financial statements for the fiscal year ended December 31, 2023.

**NOTE 15: SUPPLEMENTARY INFORMATION**

The information provided on pages 19 to 20 is for additional information purposes only. This information is not a required part of the basic financial statements but is supplementary information for additional analysis purposes only.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATING STATEMENTS OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2023**

	<b>Islamic Association of Collin County</b>	<b>IACC Investments, LLC</b>	<b>Elimination</b>	<b>Total</b>
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 987,153	\$ 42,914		\$ 1,030,067
Contribution Receivable	700	-		700
<b>Current Assets</b>	<b>987,853</b>	<b>42,914</b>		<b>1,030,767</b>
<b>Property &amp; Equipment, Net</b>	<b>10,573,025</b>	<b>2,236,503</b>		<b>12,809,528</b>
Investments	3,986,076	-	(2,244,426)	1,741,650
<b>Total Assets</b>	<b>15,546,954</b>	<b>2,279,417</b>		<b>15,581,945</b>
<b><u>Liabilities and Net Assets</u></b>				
Accounts Payable & Accrued Expenses	10,500	6,247		16,747
<b>Total Liabilities</b>	<b>10,500</b>	<b>6,247</b>		<b>16,747</b>
<b>Net Assets</b>				
Net Assets without Donor Restrictions	15,185,240	2,273,170	(2,244,426)	15,213,984
Net Assets with Donor Restrictions	351,214	-		351,214
<b>Total Net Assets</b>	<b>15,536,454</b>	<b>2,273,170</b>		<b>15,565,198</b>
<b>Total Liabilities &amp; Net Assets</b>	<b>\$ 15,546,954</b>	<b>\$ 2,279,417</b>		<b>\$ 15,581,945</b>

See Independent Auditor's Report on Consolidating Information.

**ISLAMIC ASSOCIATION OF COLLIN COUNTY**  
**CONSOLIDATING STATEMENTS OF ACTIVITIES**  
**AS OF DECEMBER 31, 2023**

	<b>Islamic Association of Collin County</b>	<b>IACC Investments, LLC</b>	<b>Elimination</b>	<b>Total</b>
<b><u>Revenue And Support</u></b>				
Program	\$ 1,165,650	\$ -	\$ -	\$ 1,165,650
Education	824,705	-	-	824,705
Contributions	1,434,954	-	-	1,434,954
Cemetery Services	358,962	-	-	358,962
Total Revenue and Support	<b>3,784,271</b>	-	-	<b>3,784,271</b>
Investment Income	149,053	-	-	149,053
Rental Income	-	50,956	-	50,956
<b>Total revenues, gains and other support</b>	<b>3,933,324</b>	<b>50,956</b>	-	<b>3,984,280</b>
<b><u>Expenses</u></b>				
Program Expenses	3,133,361	-	-	3,133,361
Management & General	533,476	22,212	-	555,688
Fundraising	-	-	-	-
<b>Total Expenses</b>	<b>3,666,837</b>	<b>22,212</b>	-	<b>3,689,049</b>
<b>Changes In Net Assets</b>	<b>266,487</b>	<b>28,744</b>	-	<b>295,231</b>
<b>Net Assets- Beginning of Year</b>	<b>15,269,967</b>	-	-	<b>15,269,967</b>
<b>Transfer of net assets without donor restrictions</b>	-	<b>2,244,426</b>	<b>(2,244,426)</b>	-
<b>Net Assets- End of Year</b>	<b>\$ 15,536,454</b>	<b>\$ 2,273,170</b>	<b>\$ (2,244,426)</b>	<b>\$ 15,565,198</b>

See Independent Auditor's Report on Consolidating Information.