

SASC – 2024 Auditor’s Report

By SASC Auditor
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March 16, 2025

Sindhi Association of Southern California
14117 Clarkdale Ave
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I have compiled the accompanying Consolidated Balance Sheet of the Sindhi Association of Southern California (SASC) as of December 31, 2024 and the related Statement of Revenue and Expenses for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management (Executive Committee, in this case). I have not audited or reviewed the accompanying financial statements and, accordingly do not express an opinion or any other form of assurance on them.

The association maintains its books and records on the Cash Basis method of Accounting for Revenue and Expenses except for recording Fixed Asset depreciation expenses & deferred donations received specifically for Sindhu Center constructions/upgrades. Under Cash Basis of Accounting, all other revenue is recognized when received and expenses are recorded when paid.

Anil Kukreja, CPA.

SINDHI ASSOCIATION OF SOUTHERN CALIFORNIA

NOTES TO FINANCIAL STATEMENTS

SELECTED INFORMATION - SUBSTANTIALLY ALL DISCLOSURES REQUIRED BY GAAP ARE NOT INCLUDED.

DESCRIPTION OF BUSINESS, SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, FINDINGS AND RECOMMENDATIONS:

Description of the Organization

The Sindhi Association of Southern California (SASC) also referred to as the "SASC" or "Association" was incorporated under the Non Profit Religious Corporation Law of California on January 27, 1986 under certificate number C1297182 to promote, preserve and protect the Hindu religion among Sindhis living in Southern California.

The Association is currently exempt from paying Federal Income Taxes and California Franchise Taxes.

Administration

An Executive Committee consisting of twelve elected members elected by the General Body of members and permanent members as defined in the Constitution who administer the affairs of the Association. The term of each Executive Committee member is three years unless re-elected.

Significant Accounting Policies

- A. The Association maintains its books and records on the Cash Basis method of accounting for Revenue and Expenses except for recording Fixed Asset depreciation expenses & deferred donations received specifically for Sindhu Center constructions/upgrades. Under Cash Basis Accounting, revenue is recognized when received and expenses are recorded when paid. An unspent portion of donations received in 2024 specifically for Sindhu Center constructions/upgrades recorded as deferred revenue ensure matching of revenue to expenditures for the period.
- B. Revenues are derived mainly from membership dues, Satsang sponsorship, donations, and cultural/religious events while major expenses include Satsang expenses, insurance, maintenance, utilities, and expenses for cultural/religious events.

- C. The Association employs the fund method of accounting, which accounts for restrictions on the expenditures resulting from actions of the Executive Committee members.
- D. The Association's financial statements are maintained on a calendar year basis.
- E. There are no amount dues or receivables from any of the events held in 2024 except \$815 from four members for Diwali Directory Advertisements.

Income Taxes

The Association is exempt from Federal Income Taxes. It is recognized as an organization described in the Internal Revenue Code Section 501 (c) (3). It is further classified as an organization that is not a private foundation as defined in Section 509 (a) of the code, because it is an organization described in Section 170 (b) (A) (I). Accordingly, no provision has been made for Income Taxes.

2024 Financial Performance

Total consolidated income for FYE 2024 amounted to \$1,36,500 (Previous Year \$76,921) and total expenses amounted to \$1,12,969 (Previous Year \$86,467). The total expenses include non-cash Depreciation expense of \$20,645 & the total revenues exclude deferred donation of \$28,972 for the year 2024 resulting in an overall cash gain of \$73,148.

Overall cash & bank balances for FYE 2024 amounted to \$1,49,848 (Previous Year \$76,700), which is \$73,148 higher than FYE 2023.

SIGNIFICANT DEFICIENCIES, EXCEPTIONS AND RECOMMENDATIONS

- No deficiencies or exceptions.
- To enhance internal control and financial performance, it is prudent to receive at least three competitive quotes for the major expenses e.g. insurance, temple upgrades, etc. Recommended retroactive approval of the General Body in March 2025 AGM for the Sindhu Center upgrades/construction cost spent in 2024 and planning to spend in 2025. Complete details of contractor is required to issue income tax forms for payments.
- Considering the recent incidences of online frauds, it is recommended to have \$ limit on online payments and password/Id access should be very restrictive with two factor verification including cell phone OTP to one phone number.

LIST OF EC MEMBERS AND THEIR TERMS

1. Bhatia, Mukesh	-	Life
2. Bhavnani, Dilip	-	Life
3. Bhavnani, Kumar	-	Life
4. Bhavnani, Manju	-	Life
5. Gandhi, Kamal	-	Life
6. Israni, Ashok	-	Life
7. Hingorani, Kishan	-	Life
8. Manwani, Bhagwani	-	Life
9. Shewa, Raju	-	Life
10. Wadhwani, Harry	-	Life
11. Mahbubani, Dilip	-	Term Expires Holi 2027
12. Punjabi, Dayal	-	Term Expires Holi 2027
13. Perdasani, Nick	-	Term expires Holi 2027
14. Rajwani, Ranjit	-	Term expires Holi 2027
15. Dadlani, Hari	-	Term expires Holi 2027
16. Hira, Deepak	-	Term expires Holi 2027
17. Chellani, Rajesh	-	Resigned in 2024
18. Ramchandani, Kanhaiya	-	Term expires Holi 2025
19. Jethwani, Rohit	-	Term expires Holi 2025