



Maternity Care Coalition Audit Report and Year End Financial Statements Fiscal Year ending June 30, 2019 (FY19)

Unqualified Audit Report

Maternity Care Coalition (MCC) received an unqualified audit report for the fiscal year ending June 30, 2019 as reflected on the cover page of our audit report.

Statement of Financial Position

Maternity Care Coalition (MCC) ended FY19 with a healthy statement of financial position. This is reflected in our net assets which comprise 86% of our \$3MM in total assets. This is a slight increase to the FY18 ratio of 83%.

Statement of Activities

The Statement of Activities reflects another strong year. \$10,676,083 in unrestricted expenses were covered by just under this amount in revenue, resulting in an immaterial deficit of .082% or \$8,783.

GAAP guidelines called for an adjustment to reflect the new donor-restricted revenue that came in minus expenses from prior multi-year awards. As many non-profit practitioners know these GAAP adjustments are essentially a “timing” column, neither good nor bad. In FY19, several large grants concluded whose totals exceeded new awards resulting in a timing related deficit of \$467,334. This figure is almost exactly equal to the final funds of our Merck for Mothers grant which were released in FY19 (see p. 11, Note 6).

Looking Ahead

Since June 30, 2019 MCC received several new multi-year awards, including a \$3MM contract from the State of Pennsylvania for our Healthy Families America program. This will likely lead to a disproportionate increase to the “Donor-Restricted” column in FY20. We are happy to answer any questions about the nature of this GAAP induced deficit visavis our operational figure which is breakeven.