Zakat is one of Islamic five pillars which must be done by every Moslem. A kind of zakat which has been developed is productive zakat. The development of productive zakat has been done by giving the funds as a capital for the economical empowerment of the fund receiver, moreover so that the poor can consistently run their lives without depending on others. Rumah Zakat is one of the institutes who distribute the productive zakat funds and empowering UMKM (small, micro, and medium enterprises).

This research used descriptive qualitative design. The data were obtained from direct observation, interview, and documentation. For testing the data validity, the researcher used triangulation technique.

From the research findings, it can be concluded that Rumah Zakat Malang has been maintaining the zakat funds professionally. Rumah Zakat distributed the funds in productive and consumptive ways. The distribution of productive zakat funds is done in form of Hibah funds in Senyum Mandiri program. The UMKM empowerment programs that have been done by Rumah Zakat were in form of motivating, mentoring, training, and developing programs. The empowerment is done monthly to improve UMKM’s performance quality. The zakat funds contribution for UMKM was a transformation from mustahiq became muzakki, company productivity improvement, and economical independence.