

**LOS ANGELES POLICE  
FOUNDATION**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2022

# LOS ANGELES POLICE FOUNDATION

## FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2022

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THE GLOBAL ADVISORY  
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**AUDIT  
AND  
ASSURANCE**

## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Los Angeles Police Foundation

### **Opinion**

We have audited the financial statements of Los Angeles Police Foundation (LAPF), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses and 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 LAPF as of December 31, 2022, and the changes in its 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 Financial Statements section of our report. We are required to be independent of LAPF 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 Financial Statements**

Management is responsible for the preparation and fair presentation of the 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 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 about LAPF's ability to continue as a going concern for one year after the date that the financial statements are issued.

### **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.

To the Board of Directors  
Los Angeles Police Foundation

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 LAPF'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 LAPF'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.

**Report on Summarized Comparative Information**

We have previously audited LAPF's December 31, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 6, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Green Hasson & Janks LLP*

September 28, 2023  
Los Angeles, California

## LOS ANGELES POLICE FOUNDATION

### STATEMENT OF FINANCIAL POSITION

December 31, 2022

With Summarized Totals at December 31, 2021

<b>ASSETS</b>	2022			2021 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
Cash	\$ 1,000,000	\$ 1,278,738	\$ 2,278,738	\$ 4,536,409
Investments	6,718,426	6,000,920	12,719,346	6,924,684
Pledges Receivable (Net)	465,589	2,412,706	2,878,295	3,040,716
Prepaid Expenses and Other Assets	12,784	-	12,784	34,757
<b>TOTAL ASSETS</b>	<b>\$ 8,196,799</b>	<b>\$ 9,692,364</b>	<b>\$ 17,889,163</b>	<b>\$ 14,536,566</b>
<b>LIABILITIES AND NET ASSETS</b>				
<b>LIABILITIES:</b>				
Grants Payable	\$ 4,095,238	\$ -	\$ 4,095,238	\$ 4,847,112
Accounts Payable and Accrued Liabilities	170,526	-	170,526	86,339
<b>TOTAL LIABILITIES</b>	4,265,764	-	4,265,764	4,933,451
<b>NET ASSETS:</b>				
Without Donor Restrictions	3,931,035	-	3,931,035	2,384,028
With Donor Restrictions	-	9,692,364	9,692,364	7,219,087
<b>TOTAL NET ASSETS</b>	<b>3,931,035</b>	<b>9,692,364</b>	<b>13,623,399</b>	<b>9,603,115</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 8,196,799</b>	<b>\$ 9,692,364</b>	<b>\$ 17,889,163</b>	<b>\$ 14,536,566</b>

The Accompanying Notes are an Integral Part of These Financial Statements

## LOS ANGELES POLICE FOUNDATION

### STATEMENT OF ACTIVITIES

Year Ended December 31, 2022

With Summarized Totals for the Year Ended December 31, 2021

	2022			2021 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
<b>REVENUE AND SUPPORT:</b>				
Contributions	\$ 1,033,919	\$ 4,891,869	\$ 5,925,788	\$ 4,449,568
In-Kind Contributions	436,556	-	436,556	544,985
Special Events (Net of \$417,324) of Costs of Direct Benefits to Donors)	1,238,199	-	1,238,199	730,534
Board Membership Dues	280,000	-	280,000	260,000
Investment Return (Net)	129,196	-	129,196	2,289
Miscellaneous Income (Net)	9,579	-	9,579	12,985
Net Assets Released from Donor Restrictions	2,418,592	(2,418,592)	-	-
<b>TOTAL REVENUE AND SUPPORT</b>	5,546,041	2,473,277	8,019,318	6,000,361
<b>EXPENSES:</b>				
Program Services	3,462,978	-	3,462,978	3,572,250
Management and General	242,249	-	242,249	254,834
Fundraising	293,807	-	293,807	277,957
<b>TOTAL EXPENSES</b>	3,999,034	-	3,999,034	4,105,041
<b>CHANGE IN NET ASSETS</b>	1,547,007	2,473,277	4,020,284	1,895,320
Net Assets - Beginning of Year	2,384,028	7,219,087	9,603,115	7,707,795
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 3,931,035</u>	<u>\$ 9,692,364</u>	<u>\$ 13,623,399</u>	<u>\$ 9,603,115</u>

The Accompanying Notes are an Integral Part of These Financial Statements

**LOS ANGELES POLICE FOUNDATION**

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2022

With Summarized Totals for the Year Ended December 31, 2021

	2022				2021 Total
	Program Services: LAPD Support	Supporting Services		Total	
		Management and General	Fundraising		
Salaries	\$ 169,599	\$ 27,434	\$ 181,627	\$ 378,660	\$ 348,147
Payroll Taxes	12,977	2,099	13,897	28,973	24,902
Employee Benefits	10,420	3,561	11,159	25,140	19,627
<b>TOTAL PERSONNEL EXPENSE</b>	192,996	33,094	206,683	432,773	392,676
Grants and Scholarships	2,495,152	-	-	2,495,152	2,848,353
Program Event Expense	714,401	-	-	714,401	541,163
Professional Services	-	170,629	-	170,629	165,506
Miscellaneous	20,520	32,071	44,382	96,973	75,985
Rent and Parking	22,395	3,622	23,983	50,000	50,000
Insurance	17,514	2,833	18,759	39,106	31,358
<b>TOTAL 2022 FUNCTIONAL EXPENSES</b>	<u>\$ 3,462,978</u>	<u>\$ 242,249</u>	<u>\$ 293,807</u>	<u>\$ 3,999,034</u>	
<b>TOTAL 2021 FUNCTIONAL EXPENSES</b>	<u>\$ 3,572,250</u>	<u>\$ 254,834</u>	<u>\$ 277,957</u>		<u>\$ 4,105,041</u>

The Accompanying Notes are an Integral Part of These Financial Statements

## LOS ANGELES POLICE FOUNDATION

### STATEMENT OF CASH FLOWS Year Ended December 31, 2022

With Summarized Totals for the Year Ended December 31, 2021

	2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 4,020,284	\$ 1,895,320
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Realized and Unrealized Gain on Investments	(2,616)	(391)
(Increase) Decrease in:		
Pledges Receivable	162,421	665,250
Prepaid Expenses and Other Assets	21,973	(24,126)
Increase (Decrease) in:		
Grants Payable	(751,874)	(1,243,919)
Accounts Payable and Accrued Liabilities	84,187	18,641
	<b>3,534,375</b>	<b>1,310,775</b>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Reinvested Interest and Dividends	(126,580)	(4,688)
Purchase of Investments	(34,645,000)	(4,979,459)
Proceeds from Sales of Investments	28,979,534	4,483,087
	<b>(5,792,046)</b>	<b>(501,060)</b>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		
<b>NET INCREASE (DECREASE) IN CASH</b>	<b>(2,257,671)</b>	<b>809,715</b>
Cash - Beginning of Year	4,536,409	3,726,694
<b>CASH - END OF YEAR</b>	<b>\$ 2,278,738</b>	<b>\$ 4,536,409</b>

The Accompanying Notes are an Integral Part of These Financial Statements



# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

### NOTE 1 - ORGANIZATION

Los Angeles Police Foundation (LAPF) was established in 1998 by a group of concerned community leaders to fund urgently needed programs and equipment for the Los Angeles Police Department (LAPD).

The mission of LAPF is to create partnerships to provide resources and programs that help the police perform at their highest level and to enhance LAPD-community relations.

LAPF is an independent, not-for-profit organization that provides critical resources and vital support to the LAPD. From essential equipment and state-of-the-art technology to specialized training and innovative programs that would otherwise be unfunded, the support provided by LAPF directly improves public safety, impacts officer readiness, and enhances our quality of life. As the largest source of private funding of the LAPD, LAPF is passionately dedicated to ensuring that Los Angeles remains America's safest major city.

The LAPD covers an area spanning 467 square miles with 21 diverse communities and nearly 4 million residents. Their oath to "protect and serve" is getting tougher, more complex and more dangerous, and as a result, more expensive. Modern policing requires a high level of sophistication in officer training and safety, equipment, communications, technology and community outreach.

With 96% of the LAPD's budget spent on personnel, there is little left for major projects that will enhance efficiency and modernization of the department.

Over the years, the requests for grants have grown to more than 100 received each year. LAPF has donated nearly \$50,000,000 to the LAPD in the areas of equipment and technology upgrades, specialized training, community outreach, and youth programs.

LAPF is needed more than ever in order to allow the LAPD to move beyond the constraints of municipal funding and truly excel.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) BASIS OF PRESENTATION

The accompanying financial statements have been prepared on the accrual basis of accounting.

#### (b) NET ASSETS

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

- **Net Assets Without Donor Restrictions.** Net assets available for use in general operations and not subject to donor-imposed restrictions. The governing board has designated, from net assets without donor restrictions, net assets for various reserves.
- **Net Assets With Donor Restrictions.** Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

#### (c) CASH

LAPF maintains its cash in bank deposit accounts, which, at times, may exceed federally insured limits. LAPF has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

#### (d) INVESTMENTS

Investments in equity and debt securities with readily determinable market values are reported at fair value. The fair value of investments is valued at the closing price on the last business day of the fiscal year. Securities are generally held in custodial investment accounts administered by financial institutions. Investment purchases and sales are accounted for on a trade-date basis. Interest income is recorded as earned on an accrual basis, and dividend income is recorded based upon the ex-dividend date. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Unrealized gains and losses are included in investment return in the statement of activities and represent the change in the difference between the cost and fair value of investments held at the end of the fiscal year.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

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

#### (e) CONTRIBUTIONS AND PLEDGES RECEIVABLE

Contributions, including endowment gifts and pledges, as well as unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return or release - are not included as revenue until the conditions on which they depend have been met.

At December 31, 2022, LAPF had no conditional pledges receivable.

Discounts for pledges (pledges due over one year) are recorded as reductions to contribution revenue and pledges receivable. Discounts increase contribution revenue when the pledge is received.

Special event contributions are generally reported as increases in net assets without donor restrictions. However, if the circumstances surrounding the receipt of such contributions make clear the respective donor's implicit restriction on use, such amounts are classified as increases in net assets with donor restrictions.

#### (f) IN-KIND CONTRIBUTIONS

Contributions of donated noncash assets are recorded at fair values in the period received, based upon estimates of fair market value that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor. Contributed services are reflected in the statement of activities at the fair value of the services received. Contributed services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

For the year ended December 31, 2022, LAPF's in-kind contributions were used in furtherance of LAPF's mission as follows:

<b>Category</b>	<b>Valuation Methodology</b>	<b>Function</b>	<b>Amount</b>
Program Event Expense	Wholesale prices of donated supplies	Program Services	\$ 386,556
Rent and Parking	Market rate per square foot for comparable properties	All	<u>50,000</u>
<b>TOTAL IN-KIND CONTRIBUTIONS</b>			<u>\$ 436,556</u>

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

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

#### **(f) IN-KIND CONTRIBUTIONS** (continued)

There are no restrictions on the in-kind contributions received from donors, which are used toward both program services and supporting services and are allocated in line with the method used for other expenses reported on the statement of functional expenses.

#### **(g) GRANTS**

Unconditional grants are recognized in the period in which the grant is approved by the Board of Directors. Conditional grants are recognized as grant expense and as a grant payable in the period in which the grantee meets the terms of the conditions. Payment of grants may not necessarily be made in the year of authorization. At December 31, 2022, grants payable totaled \$4,095,238 and are payable within one year. At December 31, 2022, LAPF had no conditional grants payable.

#### **(h) TAX STATUS**

LAPF is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701d.

In accordance with the Financial Accounting Standards Board's (FASB) Accounting Standards Codification Topic No. 740, *Uncertainty in Income Taxes*, LAPF recognizes the impact of tax positions in the financial statements if that position is more likely than not to be sustained on audit, based on the technical merits of the position. During the year ended December 31, 2022, LAPF performed an evaluation of uncertain tax positions and did not note any matters that would require recognition in the financial statements or which might have an effect on its tax-exempt status.

#### **(i) FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing LAPF's programs have been presented in the statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and supporting services by the method that best measures the relative degree of benefit. LAPF uses direct salary expenses and full time equivalents to allocate indirect and shared costs.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

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

#### (j) USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates.

#### (k) COMPARATIVE TOTALS

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with LAPF's financial statements for the year ended December 31, 2021, from which the summarized information was derived.

#### (l) NEW ACCOUNTING PRONOUNCEMENT

In September 2020, FASB issued Accounting Standards Update (ASU) No.2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU is intended to improve transparency in the reporting of contributed nonfinancial assets (also known as gifts-in-kind) received by not-for-profit organizations, including transparency on how those assets are used and how they are valued. LAPF implemented the ASU during the year ended December 31, 2022. The presentation and disclosures of in-kind contributions have been enhanced in accordance with the ASU; however, there was no significant impact on LAPF's financial statement as a result of the implementation of this ASU.

#### (m) SUBSEQUENT EVENTS

LAPF has evaluated events and transactions occurring subsequent to the statement of financial position date of December 31, 2022 for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through September 28, 2023, the date these financial statements were available to be issued. No such material events or transactions were noted to have occurred.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS December 31, 2022

### NOTE 3 - INVESTMENTS

LAPF has implemented the accounting standard which defines fair value for those assets (and liabilities) that are re-measured and reported at fair value at each reporting period. This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value based on inputs used, and requires additional disclosures about fair value measurements. This standard applies to fair value measurements already required or permitted by existing standards.

In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability).

The following table presents information about LAPF's investments that are measured at fair value on a recurring basis at December 31, 2022 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

	Year Ended December 31, 2022	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash Deposits	\$ 1,141,764	\$ 1,141,764	\$ -	\$ -
Certificates of Deposit	11,577,582	-	11,577,582	-
<b>TOTAL INVESTMENTS</b>	<b>\$ 12,719,346</b>	<b>\$ 1,141,764</b>	<b>\$ 11,577,582</b>	<b>\$ -</b>

The fair value of certificates of deposit in level 2 are estimated using the rates currently offered for deposits of similar remaining maturities.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

### NOTE 4 - PLEDGES RECEIVABLE

Pledges receivable (net) at December 31, 2022 are expected to be collected as follows:

Within One Year	\$ 2,424,589
In Two to Five Years	<u>512,000</u>
<b>TOTAL</b>	2,936,589
Less: Allowance for Doubtful Accounts	(50,000)
Less: Present Value Discount	<u>(8,294)</u>
<b>PLEDGES RECEIVABLE (NET)</b>	<u>\$ 2,878,295</u>

### NOTE 5 - PENSION PLAN

LAPF has a SIMPLE-IRA pension plan which is an individual retirement account (IRA) plan available to all employees upon successful completion of two years of service. LAPF matches up to 3% of compensation not to exceed \$5,000 per employee. LAPF contributed \$9,301 for the year ended December 31, 2022.

### NOTE 6 - NET ASSETS WITHOUT DONOR RESTRICTIONS

Net assets without donor restrictions consisted of the following at December 31, 2022:

Undesignated Net Assets	\$ 3,431,035
Board Designated Reserve Fund	<u>500,000</u>
<b>TOTAL NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<u>\$ 3,931,035</u>

The Board designated reserve fund was established by the board to set aside funds for special needs programs, capital development, facilities expansion and technology and systems support.

# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

### NOTE 7 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes at December 31, 2022:

Capital Campaign	\$ 5,266,946
Recruit Housing Subsidies	2,140,794
Virtual Reality Equipment and Training	550,000
K-9 Support	522,717
SWAT	257,983
LAPD Youth Programs	174,723
Other Programs	<u>779,201</u>
<b>TOTAL NET ASSETS WITH DONOR RESTRICTIONS</b>	<b><u>\$ 9,692,364</u></b>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of events specified by the donors as follows for the year ended December 31, 2022:

Satisfaction of Program Restrictions:	
Virtual Reality Equipment and Training	\$ 500,000
K-9 Support	134,001
SWAT	135,291
LAPD Youth Programs	74,845
Recruit Housing Subsidies	59,206
Other Programs	<u>1,515,249</u>
<b>TOTAL NET ASSETS RELEASED FROM DONOR RESTRICTIONS</b>	<b><u>\$ 2,418,592</u></b>



# LOS ANGELES POLICE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2022

### NOTE 8 - LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

The total financial assets held by LAPF at December 31, 2022 and the amounts of those financial assets that could be made available for general expenditures within one year of the date of the statement of financial position are summarized in the following table:

Financial Assets at December 31, 2022	
Cash	\$ 1,000,000
Investments	6,718,426
Pledges Receivable (Net)	<u>465,589</u>
<b>TOTAL FINANCIAL ASSETS AT DECEMBER 31, 2022</b>	<b>8,184,015</b>
Less: Amounts Not Available to Be Used within One Year, Due to:	
Board Designated Reserve Fund	<u>(500,000)</u>
<b>FINANCIAL ASSETS AVAILABLE TO MEET GENERAL EXPENDITURES WITHIN ONE YEAR</b>	<b><u>\$ 7,684,015</u></b>

LAPF regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. As part of LAPF's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The Board has designated net assets without donor restrictions, totaling \$500,000, to the board designated reserve fund. These funds may be spent at the discretion of the Board for special needs programs, capital development, facilities expansion, and technology and systems support.