



WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)



FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT

June 30, 2024 and 2023

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

June 30, 2024 and 2023

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report.....	1
 Financial Statements	
Statements of Financial Position.....	3
Statements of Activities.....	4
Statements of Functional Expenses.....	5
Statements of Cash Flows.....	6
Notes to Financial Statements.....	7



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INDEPENDENT AUDITOR'S REPORT

Board of Directors
West Los Angeles College Foundation
Culver City, CA

Report on the Financial Statements

Opinion

We have audited the financial statements of West Los Angeles College Foundation, (the "Foundation"), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses and cash flows for the years 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 West Los Angeles College Foundation as of June 30, 2024 and 2023, and the statements of activities and changes in net assets and cash flows for the years 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 West Los Angeles College Foundation and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained as 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal controls 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 West Los Angeles College Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements. Our responsibility is to express an opinion on these financial statements based on our audits.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgement 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 the Foundation's internal controls. 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 the Foundation 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.

Other information

The statement of functional expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the representation of management and is derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the review procedures applied in the review of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financials or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the information and, accordingly, do not express an opinion on such information.

Hughes Business Solutions Incorporated

Culver City, CA
October 20, 2024



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WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Statements of Financial Position
June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Cash and equivalents	\$ 514,838	\$ 389,920
Accounts receivable	2,500	2,500
Prepaid expense	-	283
Investments (Note 3)	451,071	421,673
Property and Equipment, net	367,655	369,011
Other assets	<u>4,248</u>	<u>-</u>
Total Assets	<u>\$ 1,340,312</u>	<u>\$ 1,183,387</u>
Liabilities and Net Assets		
Accounts Payable	<u>\$ 5,544</u>	<u>\$ 6,855</u>
Total liabilities	<u>5,544</u>	<u>6,855</u>
Net Assets		
Without donor restrictions	823,625	717,277
With donor restrictions	<u>511,143</u>	<u>459,255</u>
Total net assets	<u>1,334,768</u>	<u>1,176,532</u>
Total Liabilities and Net assets	<u>\$ 1,340,312</u>	<u>\$ 1,183,387</u>

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

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Statements of Activities
For the Years Ended June 30, 2024 and 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support:						
Contributions of cash and other financial assets	\$ 33,240	\$ 167,067	\$ 200,307	\$ 29,793	\$ 278,147	\$ 307,940
Special Events	134,670	-	134,670	15,000	-	15,000
Contributions of nonfinancial assets	5,000	-	5,000	19,000	-	19,000
Net Investment dividends	8,478	2,815	11,293	4,475	1,623	6,098
Unrealized investment gain/(loss)	13,840	4,266	18,106	12,536	3,685	16,221
Total revenue and support	195,228	174,148	369,376	80,804	283,455	364,259
Net assets released from restrictions	122,260	(122,260)	-	253,126	(253,126)	-
Total revenue and support and reclassifications	317,488	51,888	369,376	333,930	30,329	364,259
Expenses						
Program expenses	31,478	-	31,478	80,553	-	80,553
Scholarship awards and grants	91,758	-	91,758	172,951	-	172,951
Total program expenses	123,236	-	123,236	253,504	-	253,504
General Administration	87,904	-	87,904	37,375	-	37,375
Total supporting services	87,904	-	87,904	37,375	-	37,375
Total Expenses	211,140	-	211,140	290,879	-	290,879
Change in total net assets	106,348	51,888	158,236	43,051	30,329	73,380
Net assets, beginning of year	717,277	459,255	1,176,532	674,226	428,926	1,103,152
Net assets, end of year	\$ 823,625	\$ 511,143	\$ 1,334,768	\$ 717,277	\$ 459,255	\$ 1,176,532

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

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Statements of Functional Expenses
For the Years Ended June 30, 2024 and 2023

	2024			
	Program expenses		General	Total
	Programs	Scholarship Program	Administration	expense by natural classification
Program expenses	\$ 31,478	\$ -	\$ -	\$ 31,478
Scholarships and grants awarded	-	91,758	-	91,758
Audit and accounting fees	-	-	7,775	7,775
Insurance -D&O and property	-	-	1,804	1,804
Depreciation expense	-	-	1,357	1,357
Grants and awards	-	-	21,372	21,372
In-kind donation	-	-	5,000	5,000
Special events	-	-	39,338	39,338
Other support and administrative	-	-	11,258	11,258
	<u>\$ 31,478</u>	<u>\$ 91,758</u>	<u>\$ 87,904</u>	<u>\$ 211,140</u>

	2023			
	Program expenses		General	Total
	Programs	Scholarship Program	Administration	expense by natural classification
Program expenses	\$ 80,553	\$ -	\$ -	\$ 80,553
Scholarships and grants awarded	-	172,951	-	172,951
Audit and accounting fees	-	-	7,761	7,761
Insurance - D&O	-	-	1,801	1,801
Depreciation expense	-	-	1,189	1,189
Grants and awards	-	-	4,203	4,203
In-kind donation	-	-	19,000	19,000
Special events	-	-	2,221	2,221
Other support and administrative	-	-	1,200	1,200
	<u>\$ 80,553</u>	<u>\$ 172,951</u>	<u>\$ 37,375</u>	<u>\$ 290,879</u>

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

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Statements of Cash Flows
For the Years June 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Change in net assets	\$ 158,236	\$ 73,380
Adjustments to reconcile changes in net cash provided by (used) for operating activities:		
Depreciation expense	1,357	1,189
Changes in operating assets and liabilities:		
Accounts receivable	-	500
Prepaid expense	283	(283)
Other Assets	(4,248)	-
Accounts payable	(1,311)	(10,776)
Net cash provided by operating activities	154,317	64,010
Cash flows from investing activities:		
Purchase of investments	(29,399)	(22,319)
Net cash (used) provided by investing activities	(29,399)	(22,319)
Net increase in cash and equivalents	124,918	41,691
Cash and equivalents, beginning of year	389,920	348,229
Cash and equivalents, end of year	\$ 514,838	\$ 389,920

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

WEST LOS ANGELES COLLEGE
FOUNDATION
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Notes to Financial Statements
June 30, 2024 and 2023

Note 1 - Organization and Nature of Activities

West Los Angeles College Foundation, (“the “Foundation”), is a nonprofit organization, that was established in the State of California on December 10, 1973. The Foundation seeks to promote the general welfare of West Los Angeles College by assisting and supporting the attainment of the goals of the college, assisting in fulfilling the college’s services to the community and soliciting and distributing the funds. The Foundation has supported, promoted and advanced these efforts by developing the resources necessary to offer the innovative programs and services to become an academic center of excellence, responsive and compassionate to the needs of the communities and region that it serves.

The Foundation and the Board of Directors strive to raise the funds and awareness necessary to ensure that availability and access to a West Los Angeles College education is open to all, regardless of financial circumstance, as well as supports the endeavors of the College’s leaders and educators as they further build institutional capability and excellence.

The auditor’s report, accompanying financial statements, as well as the notes to the financial statements, represent the activities of the Foundation, as defined above.

Note 2 - Summary of Significant Accounting Policies

A summary of the significant accounting policies is described below to enhance the usefulness of the financial statements to the reader.

Basis of Accounting

West Los Angeles College Foundation’s financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The accrual method of accounting is used which reflects revenue when earned and expenses as incurred.

Financial Statement Presentation

Basis of presentation –The financial statements of West Los Angeles College Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America. The focus of these financial statements is to present the Foundation as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classifications into two classes of net assets – Without Donor Restriction and With Donor Restrictions:

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 2 - Summary of Significant Accounting Policies

Without Donor Restrictions: Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. Conditional grants whose purpose/requirements are met in the same period the condition was received are recorded as without donor restriction. These net assets may be used at the discretion of the Board of Directors.

With Donor Restrictions: Net assets subject to donor (or certain grantor) 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 those resources are to be maintained in perpetuity.

The Foundation reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the financial statements as net assets released from restrictions

Revenue and gains and losses on investments and other assets are reported as increases or decreases in net assets without restrictions unless their use is limited by explicit donor-imposed restrictions by law. Expenses are reported as decreases in net assets without donor restrictions.

Measure of operations

The statements of activities report all changes in net assets, including changes in net assets from operating, programs and scholarship activities. Operating activities consist of those items attributable to general overhead expenses providing direct support to the Foundation's operations. The Foundation also provides direct support to students through specific programs, academic scholarships and emergency grants.

Cash and Equivalents

The Foundation considers all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash equivalents. Cash deposits in qualifying financial institutions are insured up to the limits of the Federal Deposit Insurance Corporation (FDIC) and may at times exceed those limits.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 2 - Summary of Significant Accounting Policies (continued)

Concentrations of credit risk

The Foundation manages deposit concentration risk by placing cash with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits. For financial statement purposes, the Foundation maintains its cash accounts at financial institutions which, at times, may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and the management believes it is not exposed to any significant credit risks on cash deposits. To date, the Foundation has not experienced losses in any of the accounts and management believes it is not exposed to any significant credit risks on cash deposits.

The Foundation utilizes services of an investment manager whose performance is monitored by management and the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, the Foundation believes that the investment policies and guidelines are prudent for the long-term welfare of the organization.

Accounts Receivable

Accounts receivable is stated as unpaid balances, less an allowance for doubtful accounts. The allowance is based on collection experience and other circumstances that may affect the ability of donors to meet their obligations. It is the Foundation's policy to charge off uncollectible receivable when management determines the receivable will not be collected. As of June 30, 2024 and 2023, management determined that no allowance for doubtful accounts was necessary on account receivable.

Investments

Investments are reported at cost, if purchased or at fair value, if donated. The Foundation investments are recorded at fair value with realized and unrealized gains and losses included in the statement of activities. Unrealized gains and losses represent the change in the fair market value of the investments for the year or since the acquisition date, if acquired during the year, and are recorded as a component of unrestricted net assets or temporarily restricted until those amounts are appropriated for expenditure by the Foundation investments consist primarily of foreign and/or domestic equities, money market funds and exchange traded funds.

Property and Equipment, net

Property and equipment are stated at cost at the date of purchase or, for donated assets, at fair value at the date of the donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the lesser of the estimated useful lives of the assets or lease term. The useful lives range from three to seven years.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 2 - Summary of Significant Accounting Policies (continued)

Fair Value Option

For certain assets and liabilities, the Foundation has selected the fair value option provided by ASC Topic 825 *Financial Instruments* (ASC 825), which allows entities to measure eligible financial instruments at fair value. Unrealized gains and losses on items for which the fair value option has been elected are reported within the change in net assts. The decision to elect the fair value option is determined on an instrument-by-instrument basis, must be applied to an entire instrument and is irrevocable once elected. The Foundation has elected to apply the fair value option to its cash/ money balances and mutual funds in order to present the most relevant values on these investments.

Revenue Recognition

Contributions – Contributions include unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair market value. Amounts with donor restrictions but without conditions are recorded as with donor restrictions.

All grants and contributions support are considered available for the Foundation's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods and restricted by the donor are reported as with *donor restriction* support and increases those respective net asset classes. When a restriction expires, (that is when a stipulated time restriction ends or purpose restriction is accomplished), with *donor restriction* are reclassified to without *donor restriction* net assets and reported in the statement of activities as net assets released from restriction. Restricted supports with restrictions that are met in the same reporting period are recorded as without *donor restriction* support.

Contributed assets and services

Contributed property and equipment are recorded at fair value at the date of the donation. Contributed assets and services are recognized by the Foundation if the assets received (a) create or enhance long-lived assets or (b) require specialized skills provided by the individuals posing those skills and would typically need to be purchased if not provided by donation. The Foundation records contributed assets and services which meet the recognition criteria at the fair market value of the assets and services received.

The Foundation received donated property and equipment of \$5,000, a model airplane kit in support of the Aviation Department and \$19,000, a ThermoFisher centrifuge machine for the years ended June 30, 2024 and 2023, respectively. Such amounts, which are based upon information provided by third-party service providers, are recorded at their estimated fair value determined on the date of contribution and are reported as contributions in-kind and supporting services on the accompanying statements of activities and statements of functional expenses. The Foundation donated the \$19,000 ThermoFisher centrifuge machine to the WLA College Science Department.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 2 - Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the Foundation to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Risks and Uncertainties

Market risks with fluctuations in commodity prices, interest rates, foreign exchange rate, and equity prices could affect the Foundation's revenue, costs or asset valuations.

Grants and grant commitments

The Foundation recognizes grants paid out as expenses at the time recipients are entitled to receive them. This occurs when the Board of Directors approve a specific grant or when management, pursuant to grant authorization policies established by the Board of Directors, determines that a grant payment should be made. Grants approved but not disbursed are recorded in accounts payable in the statement of financial position; grants due at June 30, 2024 and 2023 totaled \$0.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. The statement of functional expenses presents the natural classification detail of expense by function. The Foundation allocates its expenses on a functional basis among the program related expenses, scholarship awards and general and administrative expenses.

Donated Services

Accounting principles generally accepted in the United States of America requires the value of donated services to be recorded if those donated services create or enhance nonfinancial assets or require specialized skills. Many volunteers have contributed significant amounts of their time to the activities and mission of the Foundation. However, since the above requirements were not met, the value of the contributed services is not recorded in the accompanying financial statements. However, many individuals volunteer their time and perform a variety of tasks that assist the Foundation with specific programs and assignments.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 2 - Summary of Significant Accounting Policies (continued)

Income Taxes

The Foundation qualifies as a tax-exempt organization under Section 501 (c) (3) of the Internal Revenue Code of 1986 (The Code); therefore, no federal or state income tax expenses have been reported in the financial statements. In addition, the Internal Revenue Service determined the Foundation to not be a private foundation within the meaning of Section 509 (1) of the Code. Accounting standards require an organization to evaluate its tax positions and provide for a liability for positions that would be considered 'more likely than not' to be upheld under a tax authority examination. Management has evaluated its tax positions at hand has concluded that a tax liability is not necessary at June 30, 2024 and 2023. Generally, the Foundation's information returns remain open for examination three (federal) or four (California) years from the date of filing.

Recent Accounting Pronouncements

On June 2018, the FASB issued ASU No. 2018-08, Not-for-Profit Entities (Topic 958) – *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, which amends the accounting guidance related to (1) evaluating whether transactions should be accounted for as contributions or exchange transactions and (2) determining whether a contribution are conditional. For resource providers, the ASU 2018-08 is effective for annual periods beginning after December 15, 2019, with early adoption permissible. ASU 2018-08 has been applied to the periods ending June 30, 2024 and 2023.

New Accounting Pronouncement

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Foundation has adjusted the presentation of these statements accordingly. ASC 2016-14 has been applied retrospectively to all periods presented.

Accounting for Uncertainty in Income Taxes

The Foundation adopted the guidance issued by the Financial Accounting Standards Board (FASB) with respect to accounting for uncertainty in income taxes. A tax position is recognized as a benefit only if it is "more likely than not" that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax benefit that is greater than 50% likely of being realized on examination. For tax positions not meeting the "more likely than not" test, no tax benefit is recorded. There was no effect related to the adoption of this new guidance. The 2021 through 2023 tax years remain subject to examination by the Internal Revenue Service. In addition, the 2020 through 2023 tax years remain subject to examination by the State of California.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 3 – Investments

Investments are carried at fair value and consist of the following at June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Equities	\$ 270,678	\$ 248,074
Exchange Traded Funds	170,636	159,460
Money Market	-	10,615
Other Assets	<u>9,757</u>	<u>3,524</u>
Total	<u>\$ 451,071</u>	<u>\$ 421,673</u>

Note 4 – Fair Value Measurements

ASC 820 requires certain disclosures about assets and liabilities measured and reported at fair value and emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, ASC 820 established a three-tier hierarchy described below to distinguish between various types of inputs used in determining the value of the Foundation investments.

ASC 820 requires certain disclosures about assets and liabilities measured and reported at fair value and emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, ASC 820 established a three-tier hierarchy described below to distinguish between various types of inputs used in determining the value of the Foundation investments.

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of fair value hierarch under Financial Accounting Standards Board Accounting Standards Codification 820 are described as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets and liabilities. Level 1 assets include publicly traded securities and mutual funds. Variations of these investments do not require a high degree of judgment, as valuations are based on quoted prices in readily available, active markets.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 4 – Fair Value Measurements (continued)

Level 2 – Quoted prices for similar assets or liabilities in the active markets, quoted prices for identical or similar assets or liabilities that are not active; and inputs other than quoted prices are observable, such as models or other valuation methodologies as described below. Assets in this category generally include real estate, certain hedge funds-of fund, managed long/short funds and other equity instruments. Valuations for Level 2 real estate assets are based on third party appraisals. Other Level 2 assets are based on valuations provided by third-party asset managers using pricing models based on credit quality, time to maturity, stated interest rates and other market—rate assumptions.

Level 3 – Unobservable inputs for the valuation of the asset or liability. Level 3 assets include instruments for where there is little, if any, market activity. These inputs require significant management judgment or estimation. Assets in this category generally include hedge funds-of funds, private equity funds, privately held stock, other similar assets and mineral interests. These financial instruments have inputs that cannot be validated by readily determinable market data and generally involve considerable judgment by management.

ASC 820 provides additional guidance with respect to fair value measurement in certain entities that calculate net assets value per share (or equivalent). Amounts are comprised of certain investments measured at fair value using NAV (or its equivalent) as a practical expedient. The Foundation had no investments measured at NAV and there have been no changes in the methodologies used during the year.

There have been no changes in the methodologies used during the years ended June 30, 2024 and 2023.

The following tables present the fair value of the Foundation’s financial instruments for each level at years ended June 30, 2024 and 2023:

Fair Value Measurement at June 30, 2024

	Total	Fair Value Measurements at Report Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment portfolio:				
Equities	\$ 270,678	\$ 270,678	\$ -	\$ -
Exchange Traded Funds	170,636	170,636	-	-
Other Assets	9,757	9,757	-	-
Total Investments	<u>\$ 451,071</u>	<u>\$ 451,071</u>	<u>\$ -</u>	<u>\$ -</u>

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 4 – Fair Value Measurements (continued)

Fair Value Measurement at June 30, 2023

		Fair Value Measurements at Report Date Using		
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment portfolio:				
Equities	\$ 248,074	\$ 248,074	\$ -	\$ -
Exchange Traded Funds	159,460	159,460	-	-
Money Market	10,615	10,615	-	-
Other Assets	3,524	3,524		
Total Investments	\$ 421,673	\$ 421,673	\$ -	\$ -

Note 5 – Property and Equipment, net

Property and equipment, net consist of the following at June 30, 2024 and 2023:

	2024	2023
Art Collection	\$ 360,700	\$ 360,700
Furniture	9,500	9,500
	370,200	370,200
Less: accumulated depreciation	(2,545)	(1,189)
Property and equipment, net	\$ 367,655	\$ 369,011

For the years ended June 30, 2024 and 2023, depreciation expense totaled \$1,356 and \$1,189, respectively.

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 6 – Contributed Nonfinancial Assets

For the years ended June 30, 2024 and 2023, contributed nonfinancial assets recognized within the statement of activities include:

	2024	2023
Model airplane kit	\$ 5,000	\$ -
Centrifuge	-	19,000
	\$ 5,000	\$ 19,000

The Foundation recognized contributed nonfinancial assets within revenue, including a cady airplane kit and centrifuge machine. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

The Foundation received a model airplane kit and a ThermoFisher Centrifuge machine for the years ended June 30, 2024 and 2023, respectively. The model airplane kit was donated from Stephen Ray Cady in support of the Aviation Department. The ThermoFisher Centrifuge machine was donated from Dendreon Pharmaceuticals, LLC. The model airplane kit was appraised with a valuation of \$5,000, appraisal report date, September 21, 2023 and the Centrifuge machine was appraised with a valuation of \$19,000, appraisal report date, January 26, 2023. The Foundation donated the Centrifuge machine to the WLAC Science Department.

Note 7 – Liquidity and Availability

Financial assets are considered to be available for expenditure if there is no donor or other restrictions that would preclude expenditure outright, or in satisfaction of any purpose restrictions. At June 30, 2024 and 2023, financial assets available for general expenditures within one year are comprised of the following:

	2024	2023
Financial assets at year end:		
Cash and equivalents	\$ 514,838	\$ 389,920
Accounts receivable	2,500	2,500
Investments	451,071	421,673
Total financial assets	\$ 968,409	\$ 814,093
Financial assets available to meet general expenditures over the next twelve months	\$ 968,409	\$ 814,093

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 7 – Liquidity and Availability (continued)

The Foundation structures its financial assets to be available and liquid as its general expenditures, liabilities and other obligations come due. Although the Foundation does not intend to liquidate assets other than for amounts needed for general expenditures budgeted during the year, these amounts could be made available if necessary. The Foundation's available assets exclude certain assets that the Foundation would not be able to liquidate within one year of the dates of the statements of financial position.

Note 8 – Net Assets with Donor Restrictions

Donors with restrictions is available for program and scholarship expenditures. Net assets will be released from donor with restrictions by incurring expenses satisfying the restricted purposes specified by the donors or the passage of time.

Net assets with donor restrictions are restricted for the following purposes at June 30, 2024 and 2023:

	2024	2023
Subject to expenditures for specified purpose:		
Scholarship program	\$ 401,462	\$ 385,754
Programs	109,681	73,501
	\$ 511,143	\$ 459,255

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by the donors as follows during June 30, 2024 and 2023:

	2024	2023
Satisfaction of time and purpose restrictions:		
Program expenses	\$ 31,478	\$ 80,553
Scholarship program	91,758	172,951
	\$ 123,236	\$ 253,504

WEST LOS ANGELES COLLEGE
FOUNDATION
(A California Non-Profit Corporation)

Notes to Financial Statements
June 30, 2024 and 2023

Note 9 – Net Investment dividends

Net investment dividends consisted of the following for the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Investment dividends	\$ 15,297	\$ 12,617
Less: Investment fees	(2,782)	(2,856)
Less: Realized loss	<u>(1,222)</u>	<u>(3,663)</u>
Net investment dividends	<u>\$ 11,293</u>	<u>\$ 6,098</u>

Note 10 – Subsequent Events

The Foundation evaluated subsequent events on October 20, 2024, the date at which the financial statements were available to be issued. The Foundation is not aware of any significant events that occurred subsequent to the statement of financial position, but prior to October 20, 2024, that would have a material impact on its financial statements.