COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

YEARS ENDING DECEMBER 31, 2023 AND 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Community-Police Relations Foundation, Inc.
Fort Lauderdale, Florida

Opinion

We have audited the accompanying financial statements of the Community-Police Relations Foundation, Inc. (referred to as "the Organization"), which comprise the statement of financial position as of December 31, 2023 and 2022, and the related statements of activities and change in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community-Police Relations Foundation, Inc., as of December 31, 2023 and 2022, and the results of its operations and its 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. 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 Community-Police Relations Foundation, Inc., 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 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 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 these financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Community-Police Relations Foundation, Inc.'s ability to continue as a going concern for the next year

Auditors' 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, 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.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.

- Identify and assess the risk 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 Community-Police Relations Foundation, Inc.'s internal control. Accordingly, not such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as 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 Community-Police Relations Foundation, Inc.'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 the Community-Police Relations Foundation, Inc.'s 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 4, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it was derived.

Gerstle, Rosen & Goldenberg, PA
Certified Public Accountants
Hollywood, Florida

January 24, 2025

COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2023 AND 2022

ASSETS	2023	2022
CURRENT ASSETS		
Cash and Cash Equivalents	$ 1,862,314	$ 1,657,279
Prepaid Expenses	2,432	5,338
Grants Receivable	-	250,000
Accrued Interest Recievable	14,707	-
Total Current Assets	**1,879,453**	**1,912,617**
NON-CURRENT ASSETS		
In-Kind Contributions - Inventory	115,000	-
Fixed Assets	7,521	8,927
Software	-	2,875
Undeposited Funds	13,000	-
Total Non-current Assets	**135,521**	**11,802**
TOTAL ASSETS	**$ 2,014,974**	**$ 1,924,419**
LIABILITIES AND NET ASSETS		
LIABILITIES		
Credit Card Payable	8,708	-
Accrued Expense	4,584	-
Total Liabilities	**13,292**	**-**
NET ASSETS		
Without Donor Restrictions	2,001,682	1,924,419
Total Net Assets	2,001,682	1,924,419
TOTAL LIABILITIES	**$ 2,014,974**	**$ 1,924,419**

COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2023 AND 2022

	2023 Without Donor Restrictions	2022 Without Donor Restrictions
SUPPORT AND REVENUE		
Donations Received	$ 1,383,153	$ 1,209,834
Total Support and Revenue	**1,383,153**	**1,209,834**
EXPENSES		
Program Services	721,328	465,902
Depreciation	2,080	-
Supporting Services:		
Wages	164,127	82,423
Contractors	142,702	65,209
Travel	29,286	19,059
Fundraising	171,959	11,563
Taxes and Licenses	4,918	7,911
Office Supplies	15,608	7,596
Legal and Professional	20,351	7,217
Business Cards	6,631	6,056
Badges	4,184	2,913
Insurance	3,559	2,459
Bank Charges	131	2,206
Website	2,420	1,674
Interest Expense	-	-
General Expenses	42,247	20,277
Total Expenses	**1,331,530**	**702,465**
OTHER INCOME		
Interest Earned	25,707	517
Unrealized Gain / (Loss)	(66)	-
Total Other Income	**25,641**	**517**
Change in Net Assets	77,264	507,886
Net Assets at Beginning of Year	1,924,419	1,416,533
NET ASSETS AT END OF YEAR	**$ 2,001,682**	**$ 1,924,419**

COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

STATEMENT OF FUNCITIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023 AND 2022

	2023			
	Program Services	Supporting Services	Total Expenses	Summarized 2022 Totals
In-Kind / Grants Paid	$ 101,163	$ -	$ 101,163	$ 255,690
Charitable Activities	620,165	-	620,165	210,212
Depreciation	-	2,080	2,080	-
Wages	-	164,127	164,127	82,423
Contractors	-	142,702	142,702	65209
Travel	-	29,286	29,286	19,059
Fundraising	-	171,959	171,959	11,563
Taxes and Licenses	-	4,918	4,918	7,911
Office Supplies	-	15,608	15,608	7,596
Legal and Professional	-	20,351	20,351	7,217
Business Cards	-	6,631	6,631	6,056
Insurance	-	4,184	4,184	2,459
Badges	-	3,559	3,559	2,913
Website	-	131	131	1,674
Bank Charges	-	2,420	2,420	2,206
Interest Expense	-	-	-	-
General Expenses	-	42,247	42,247	20,277
TOTAL	**721,328**	**610,202**	**1,331,530**	**702,465**

COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	**$ 77,264**	**$ 507,886**
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Assets:		
Grants Receivable	250,000	
Prepaid Expenses	2,906	(5,338)
Undeposited Funds	(13,000)	
Accrued Interest Receivable	(14,707)	
In-Kind Contributions - Inventory	(115,000)	
Increase (Decrease) in Liabilities:		
Accounts Payable	8,708	(3,177)
Accrued Expense	4,584	
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	**200,755**	**499,371**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Fixed Assets	1,406	(8,927)
Software	2,875	(2,875)
NET CASH FLOWS USED IN INVESTING ACTIVITES	**4,281**	**(11,802)**
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	205,036	487,569
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	**1,657,279**	**1,169,710**
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**$ 1,862,314**	**$ 1,657,279**

COMMUNITY-POLICE RELATIONS FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022

1. GENERAL INFORMATION

Organization

Community-Police Relations Foundation, Inc. (referred to as "the Organization) is a non-profit organization under the laws of the state of Florida. The organization was established with the intent to support the welfare of police officers and other first responders in times of distress, need, or fraternity. The organization promotes and engages in community outreach programs to strengthen relationships between the community and law enforcement through community events and scholarship programs. In addition, the organization will support programs for the prevention of animal cruelty and other activities that foster the good and welfare of the community.

2. DATE OF MANAGEMENTS REVIEW/SUBSEQUENT EVENTS

In preparing the financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through January 24, 2025, the date that the financial statements were available to be issued.

3. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories are as follows:

- **Net Assets Without Donor Restrictions** – Net assets available for use in general operations and not subject to donor restrictions are recorded as "net assets without donor restrictions". Assets restricted solely through the actions of the Board are referred to as Board designated and are also reported as assets without donor restrictions.

- **Net Assets With Donor Restrictions** – Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in "net assets with donor restrictions", depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities and Change in Net Assets as net assets released from donor restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service.

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total but not by the 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 the Organization's financial statements for the year ended December 31, 2023, from which summarized information was derived.

Cash and Cash Equivalents

The Organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents. Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of $250,000.

Investments

Investments are recorded at their readily determinable fair value. Interest, dividends, realized and unrealized gains and losses are included in investment income, which is presented net of investment expenses paid to external investment advisors, in the Statement of Activities and Change in Net Assets.

Grants Receivable

Grants receivable is recorded at their net realizable value, which approximates fair value. Grants receivable that are expected to be collected in future years are recorded at fair value, measured as the present value of their future cash flows. The discounts on these amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in foundation grant revenue.

Other receivables are recorded at their net realizable value, which approximates fair value.

As of December 31, 2023 there were $0 in pledges receivable.

Contributions and Grants

Contributions and grants are recognized in the appropriate category of net assets in the period received. The Organization performs an analysis of the individual contribution and grant to determine if the revenue streams follow the contribution rules or if they should be recorded as an exchange transaction depending upon whether the transactions are deemed reciprocal or nonreciprocal under ASU 2018-08, Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made.

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions and Grants (Continued)

Contributions and grants qualifying under the contribution rules, revenue is recognized upon notification of the award and satisfaction of all conditions, if applicable. Conditional promises to give are not recognized until the conditions on which they depend are substantially met.

Contributions and grants that are unconditional and have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions; such funds in in excess of expenses incurred are shown as net assets with donor restrictions in the accompanying financial statements. The Organization did not have any unrecognized conditional awards at December 31, 2023.

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 the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Income Taxes

The Organization is exempt from Federal income taxes under Section 501(c) (3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. Community-Police Relations Foundation, Inc. is not a private foundation.

Uncertain Tax Positions

For the year ended December 31, 2023, the Organization has documented its consideration of FASB ASC 740-10, Income Taxes, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses directly attributed to a specific functional area of the Organization are reported as direct expenses to the programmatic area and those expenses that benefit more than one function are allocated on a basis of estimated time and effort or other reasonable basis.

4. PROGRAM SERVICES (GRANTS AND CHARITABLE ACTIVITIES EXPENSE)

For the year ended December 31, 2023, the Organization incurred total program service expenses of $721,328 comprising $101,163 in grants awarded and $620,165 in charitable activities. These efforts are categorized into three primary areas:

Community Support Initiatives: Collaborating with community-giving programs and charities nationwide, the Organization provides essential resources such as food drives and educational scholarships to enhance individual and family well-being. Additionally, it sponsors events that integrate uniformed law enforcement officers into non-law enforcement settings, fostering positive interactions and building mutual trust between officers and community members.

Support for Law Enforcement: The Organization invests in the mental health of law enforcement personnel by sponsoring programs like "Struggle Well," a five-day initiative designed to help officers cope with stress and transform challenges into strengths. It also provides assistance to law enforcement officers, first responders, and their families during times of distress, ensuring they receive necessary support during challenging periods.

Other Charitable Programs: The Organization supports programs aimed at confronting criminal animal cruelty, promoting humane treatment within communities. It also engages in community education initiatives designed to raise awareness and prevent human trafficking.

5. IN-KIND CONTRIBUTIONS / INVENTORY

The Organization receives various in-kind contributions. In particular, donated items and services are recognized as contributions and expensed in accordance with general accepted accounting principles (GAAP) when the respective donation is transferred or used by the organization. As of December 31, 2023, the Organization received $216,163 in in-kind contributions, of which $101,163 was expensed, resulting in a remaining balance of $115,000 which is presented on the balance sheet as "In-Kind Contributions - Inventory".

	CONTRIBUTIONS	EXPENSED	BALANCE
Furniture and Fixtures	$ 120,225	$ (5,225)	$ 115,000
Equipment and Machinery	60,000	(60,000)	-
Event Supplies	35,938	(35,938)	-
	216,163	(101,163)	115,000

5. FIXED ASSETS AND DEPRECIATION

The Organization capitalizes purchases of Office Equipment on the balance sheet. As of the December 31, 2023, the Organization recorded new purchases of $2,750 and an adjustment to a prior addition of $1,614. Depreciation is computed on a straight-line basis over the useful lives of the category. The current year depreciation is $2,080 resulting an accumulated depreciation of $3,339 and a net fixed asset balance of $7,521.

6. CONTINGENCIES

Legal

The Organization is from time-to-time subject to complaints and claims, including litigation, arising in the ordinary course of business. In 2024 management was involved in a legal dispute between the Organization and a prior Board Member, however prior to the date of this report: this dispute was resolved without issue.