

Audited Financial Statements



December 31, 2024

Quigley & Miron

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Audited Financial Statements
Table of Contents
December 31, 2024

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

Suite 1755
3580 Wilshire Boulevard
Los Angeles, California 90010

Telephone: (213) 639-3550
Facsimile: (213) 639-3555

Suite 700
1999 South Bascom Avenue
Campbell, California 95008

Telephone: (408) 869-6108
Facsimile: (213) 639-3555

Independent Auditor's Report

Board of Directors

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Long Beach, California

Opinion

We have audited the accompanying financial statements of One in Long Beach, Inc. dba LGBTQ Center of Long Beach (Center), a nonprofit organization, which comprise the statement of financial position as of December 31, 2024, 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 financial statements referred to above present fairly, in all material respects, the financial position of the Center as of December 31, 2024, and the changes in its net assets and cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter: Prior Period Restatement

As discussed in Note 3 to the financial statements, the December 31, 2023 financial statements have been restated to account for ERC grants receivable in the prior period that were erroneously not recorded in 2021.

Basis of 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 the Center 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 the Center's ability to continue as a going concern for one year after the date that the financial statements are issued.

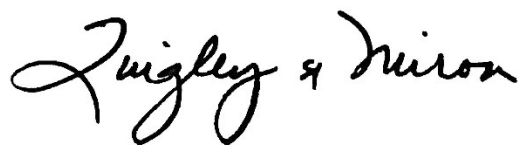
Auditor's Responsibilities for the Audit of the Financial Statements

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.

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 the Center'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 the Center'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.



Los Angeles, California
April 6, 2026

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Statement of Financial Position
December 31, 2024

Assets

Cash and cash equivalents	\$ 704,699
Government grants receivable	805,192
Grants and contributions receivable	305,000
ERC grants receivable—Note 3	160,244
Accounts receivable	12,450
Property and equipment, net—Note 5	496,036
	<hr/>
Total Assets	<u><u>\$ 2,483,621</u></u>

Liabilities and Net Assets

Liabilities

Accounts payable and accrued expenses	\$ 81,934
Salaries and employee benefits payable	136,476
	<hr/>
Total Liabilities	218,410

Net Assets

Without donor restrictions	1,578,731
With donor restrictions—Note 6	686,480
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Total Net Assets	<u><u>2,265,211</u></u>

Total Liabilities and Net Assets	<u><u>\$ 2,483,621</u></u>
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See notes to financial statements.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Statement of Activities
Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating Activities			
Public Support and Revenue			
Government grants	\$ 1,801,599	\$	\$ 1,801,599
Grants and contributions	2,247,526	121,243	2,368,769
Program revenue	28,930		28,930
Membership fees	8,112		8,112
In-kind contributions—Note 7	151,156		151,156
Special events			
Gross revenue	207,539		207,539
Less cost of direct benefit to donors	(246,582)		(246,582)
Special Events, Net	(39,043)		(39,043)
Other income	57,384		57,384
Net assets released from restrictions	531,608	(531,608)	
Total Public Support, Revenue, and Releases from Restrictions	4,787,272	(410,365)	4,376,907
Expenses			
Program services	2,152,246		2,152,246
Management and general	1,244,978		1,244,978
Fundraising	84,045		84,045
Total Expenses	3,481,269		3,481,269
Change in Net Assets from Operations	1,306,003	(410,365)	895,638
Nonoperating Activities			
Rental income	24,967		24,967
Total Nonoperating Activities	24,967		24,967
Change in Net Assets	1,330,970	(410,365)	920,605
Net Assets at Beginning of Year, as Previously Reported	87,517	1,096,845	1,184,362
Prior period restatement—Note 3	160,244		160,244
Net Assets at Beginning of Year, as Restated	247,761	1,096,845	1,344,606
Net Assets at End of Year	\$ 1,578,731	\$ 686,480	\$ 2,265,211

See notes to financial statements.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Statement of Functional Expenses
Year Ended December 31, 2024

	Program Services						Management and General	Fundraising	Special Events	Total
	Health Services	Senior Services	Legal Services	Mental Health Services	Youth and Other Services	Total Program Services				
Salaries	\$ 209,967	\$ 256,586	\$ 405,669	\$ 105,819	\$ 64,201	\$ 1,042,242	\$ 604,569	\$ 49,868	\$	\$ 1,696,679
Payroll taxes	32,957	39,643	47,350	15,868	6,519	142,337	98,586	7,451		248,374
Employee benefits	22,275	24,799	49,780	10,398	9,532	116,784	23,102	4,494		144,380
Total Personnel Expenses	265,199	321,028	502,799	132,085	80,252	1,301,363	726,257	61,813		2,089,433
Professional services	178,592	47,161	105,445	54,869	12,900	398,967	170,113	9,108		578,188
Cost of direct benefit to donors									246,582	246,582
Health services and STI testing	160,390					160,390				160,390
Program supplies	17,366	33,325			27,310	78,001	52,346	14		130,361
Technology	10,713	13,090	21,331	5,399	3,275	53,808	58,817	3,125		115,750
Occupancy			1,000			1,000	89,234			90,234
Insurance	11,160	13,637	21,560	5,624	3,412	55,393	32,131	2,650		90,174
Depreciation	68,066					68,066				68,066
Office supplies	1,293	3,261	5,157	484	534	10,729	43,306	2,550		56,585
Other expenses	7,874		26		6	7,906	24,459	4,732		37,097
Travel	2,096	1,288	2,228	2,084	25	7,721	20,058	26		27,805
Dues and memberships	1,518	279	1,102	180		3,079	16,209			19,288
Advertising	5,538					5,538	1,059			6,597
Interest expense							6,493			6,493
Bank and merchant fees	166				119	285	4,496	27		4,808
Total Expenses by Function	729,971	433,069	660,648	200,725	127,833	2,152,246	1,244,978	84,045	246,582	3,727,851
Less expenses included with revenues on the statement of activities										
Cost of direct benefit to donors									(246,582)	(246,582)
Total Expenses	\$ 729,971	\$ 433,069	\$ 660,648	\$ 200,725	\$ 127,833	\$ 2,152,246	\$ 1,244,978	\$ 84,045	\$	\$ 3,481,269

See notes to financial statements.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Statement of Cash Flows
Year Ended December 31, 2024

Cash Flows from Operating Activities

Change in net assets	\$ 920,605
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:	
Depreciation	68,066
Changes in operating assets and liabilities:	
Government grants receivable	(614,189)
Grants and contributions receivable	143,951
Accounts receivable	3,445
Prepaid expenses	9,156
Accounts payable and accrued expenses	(34,354)
Salaries and employee benefits payable	92,910

Net Cash Provided by Operating Activities 589,590

Cash Flows from Financing Activities

Payments on line of credit	(150,000)
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Net Cash Used in Financing Activities (150,000)

**Increase in
Cash and Cash Equivalents** 439,590

**Cash and Cash Equivalents
at Beginning of Year**

265,109

**Cash and Cash Equivalents
at End of Year** \$ 704,699

Supplementary Disclosures

Cash paid for interest	\$ 6,493
Cash paid for income taxes	<u>\$</u>

See notes to financial statements.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Notes to Financial Statements
December 31, 2024

Note 1—Organization

One in Long Beach, Inc. dba LGBTQ Center of Long Beach (Center) is a public benefit corporation organized under California law in 1980. The Center advances equity for LGBTQ people and the senior community through culturally responsive advocacy, education, programs, and services. The Center envisions LGBTQ people and seniors living in health, wellness, safety, and prosperity.

The Center's major sources of revenues are local public support in the form of contributions, as well as government reimbursement programs.

Note 2—Summary of Significant Accounting Policies

Financial Statement Presentation—The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Center recognizes grants and contributions as revenue in the period received. Contributions and net assets are classified on the existence or absence of donor-imposed restrictions. The net assets of the Center and changes therein are classified and reported as follows:

Net assets without donor restrictions—Net assets that are not subject to donor-imposed stipulations and that may be expended for any purpose in performing the primary objectives of the Center. These net assets may be used at the discretion of the Center's management and the board of directors.

Net assets with donor restrictions—Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; such restrictions that may or will be met either by actions of the Center and/or the passage of time.

Donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restriction. When a time restriction expires or a purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions. It is the policy of the Center to record contributions that are restricted by the donor as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized.

Measure of Operations—The statement of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of programs designed to improve the health and well-being of the LGBTQ and the senior community of Long Beach. Non-operating activities are limited to rental income and other activities considered to be of a more unusual or non-recurring nature.

Income Taxes—The Center is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (Code) and exempt from California franchise tax under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for federal or state income taxes is included in the financial statements.

Accounting standards require an organization to evaluate its tax positions and provide for a liability for any positions that would not be considered 'more likely than not' to be upheld under a tax authority examination. Management has evaluated its tax positions and has concluded that a provision for a tax liability is not necessary at December 31, 2024. Generally, the Center's information returns remain open for examination for a period of three (federal) or four (state of California) years from the date of filing.

Cash and Cash Equivalents—The Center considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Notes to Financial Statements—Continued

Note 2—Summary of Significant Accounting Policies—Continued

Concentration of Credit Risk—Financial instruments which potentially subject the Center to concentrations of credit risk consist of cash and cash equivalents, and receivables.

The Center places its cash and cash equivalents with high credit quality financial institutions where the funds are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. Such cash balances may exceed FDIC insurance limits during the normal course of business.

The Center is subject to credit risk to the extent any financial institution with which it conducts business is unable to fulfill contractual obligations on its behalf. The Center's management has assessed the credit risk associated with its cash deposits held at December 31, 2024 and believes it is not exposed to any significant credit risk with its cash and cash equivalents.

Government grants receivable consists of balances from various government entities. The Center has determined that no allowance for doubtful accounts due to uncollectible receivables was necessary at December 31, 2024.

Grants and contributions receivable consists of balances from individuals, local foundations, and corporations. The Center has determined that no allowance for doubtful accounts due to uncollectible receivables was necessary at December 31, 2024.

Accounts receivable consists of balances from various customers, with favorable past payment histories. The Center has determined that no allowance for credit losses due to uncollectible receivables was necessary at December 31, 2024.

Property and Equipment—Purchases of property and equipment are recorded at cost, and donated assets are recorded at the estimated fair value on the date of receipt. The Center's depreciates its property and equipment using the straight-line-method over the following estimated useful lives:

Building	31.5 years
Leasehold improvements	5-39 years
Furniture and equipment	3-10 years

Repairs and maintenance costs are expensed as incurred. Purchases of equipment in excess of \$2,500 are capitalized.

Commitments and Contingencies—The Center receives significant financial assistance from the federal, state, and county contracts and grants. Entitlement to these resources is generally contingent upon compliance with terms and conditions of the contract or grant agreements and applicable federal regulations, including the expenditure of the resources for eligible purposes. Failure to fulfill those conditions could result in the return of the funds to the grantor. Although this possibility remains, the Center deems the contingency remote and has recognized all contract services and grants received as income in the year received.

From time to time, the Center is subject to litigation that arises in the normal course of conducting its operations. In management's opinion, the resolution of litigation matters, if any, would not have a material effect on the financial position of the Center at December 31, 2024.

Government Grants—Revenues from government contracts are reported as increases in net assets without donor restrictions as allowable expenditures under such agreements are incurred. The amounts expended in excess of reimbursements are reported as government grants receivable.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Notes to Financial Statements—Continued

Note 2—Summary of Significant Accounting Policies—Continued

Grants and Contributions—Grants and contributions are reported as support in the period received and as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expiration of donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions in the accompanying statement of activities. Contributions whose restrictions are met in the same year as the contribution is made are initially classified as net assets with donor restrictions.

Contracts with Customers—Accounting standards require an organization to recognize revenue arising from contracts with customers at the time the customer obtains control of a contracted goods or service. Other major provisions include capitalization of certain contract costs, consideration of time value of money in the transaction price, and allowing estimates of variable consideration to be recognized before contingencies are resolved in certain circumstances. The guidance also requires enhanced disclosures regarding the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers.

Revenue Recognition—The Center's revenue recognition policies are as follows:

Program revenue—Program revenue is recognized at the time services are provided.

Membership fees—Membership fee revenue is recognized at the time services are provided.

Special events—The Center conducts special fundraising events in which a portion of the gross proceeds paid by the participants represents payment for the direct cost of benefits received by the participants at the event. The Center values such benefits at actual cost.

Rental income—Rental income for parking lot and space rental is recognized at the time services are provided.

In-Kind Contributions—The Center records the value of donated materials and services at their fair value at the date of donation. Contributed services are recorded at fair value at the date of donation only if the services (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.

Functional Expenses—The costs of providing the various program and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between the program services and supporting services benefitted. Professional services, program supplies, health services and STI testing, and depreciation are charged directly to the program or supporting service benefitted. All other functional expenses are allocated based on estimates of time and effort.

Advertising—Advertising costs are expensed as incurred and amounted to \$6,597 for the year ended December 31, 2024.

Use of Estimates—Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported public support, revenues and expenses. Actual results could differ from those estimates and assumptions.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Notes to Financial Statements—Continued

Note 3—Prior Period Restatement

During the audit for the year ended December 31, 2024, it was determined that revenue related to the Center's eligibility and application of employee retention credit grants in prior periods failed to be recorded. As a result, beginning ERC grants receivable and net assets without donor restrictions were adjusted and increased by \$160,244. This is included in ERC grants receivable in the statement of financial position. The ERC grant was paid in full subsequent to year-end.

Note 4—Availability and Liquidity

The Center's goal is generally to maintain financial assets to meet 90 days of operating expenses (approximately \$525,000).

The following represents the availability and liquidity of the Center's financial assets at December 31, 2024 to cover operating expenses for the next fiscal year:

Financial assets:	
Cash and cash equivalents	\$ 704,699
Government grants receivable	805,192
Grants and contributions receivable	305,000
ERC grants receivable	160,244
Accounts receivable	12,450
Total Financial Assets	1,987,585
Less amounts not allocated for use within one year:	
Net assets with donor restrictions	(686,480)
Total Amounts Not Allocated for Use Within One Year	(686,480)
Current Availability of Financial Assets	\$ 1,301,105

Note 5—Property and Equipment, Net

Net property and equipment at December 31, 2024 consists of the following:

Building and improvements	\$ 848,551
Furniture and equipment	296,635
Vehicles	4,800
Depreciable Property and Equipment	1,149,986
Less accumulated depreciation	(802,107)
Depreciable Property and Equipment, Net	347,879
Land	148,157
Total Property and Equipment, Net	\$ 496,036

Depreciation and amortization expense for the year ended December 31, 2024 amounted to \$68,066.

One in Long Beach, Inc. dba LGBTQ Center of Long Beach
Notes to Financial Statements—Continued

Note 6—Net Assets with Donor Restrictions

Net assets with donor restrictions at December 31, 2024 are as follows:

Subject to purpose restrictions:	
Building Capital campaign	\$ 240,000
Stop Asian and Pacific Islander (AAPI) Hate	120,236
Youth and family services	18,004
Mental health services	3,240
	<hr/>
Total Subject to Purpose Restrictions	381,480
Subject to time restrictions:	
Stop Asian and Pacific Islander (AAPI) Hate	200,000
Youth and family services	105,000
	<hr/>
Total Subject to Time Restrictions	305,000
Total Net Assets with Donor Restrictions	<u>\$ 686,480</u>

Net assets released from donor restrictions for the year ended December 31, 2024 are as follows:

Satisfaction of purpose restrictions:	
Stop Asian and Pacific Islander (AAPI) Hate	\$ 443,900
Covid 19 and influenza initiative	73,458
Satisfaction of time restrictions:	
General operations	14,250
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Total Net Assets Released from Donor Restrictions	<u>\$ 531,608</u>

Note 7—In-Kind Contributions

For the year ended December 31, 2024, in-kind contributions totaling \$151,156, consisting of donated professional services, are included in the statement of activities under public support and revenue and in the statement of functional expenses under their respective expense captions.

Donated professional peer counselor, service navigators, education and outreach advocates, and legal attorney services are used by the Center without restriction for its various program service activities activities.

Legal attorney services are valued at rates from \$10 to \$171.47 per hour, based on the hourly market rate range of \$170-\$500 that attorneys with LGBTQ-specific victims of crime expertise would normally charge for providing their legal services. All other services are valued at \$10 to \$15 per hour, passed on the hourly market range of those services.

Note 8—Subsequent Events

Management evaluated all activities of One in Long Beach, Inc. dba LGBTQ Center of Long Beach through April 6, 2026, which is the date the financial statements were available to be issued, and concluded that other than the ERC grants receivable payment described in Note 3, no other material subsequent events have occurred that would require adjustment to the financial statements or disclosure in the notes to the financial statements.