

# LIMBS FOR LIFE FOUNDATION

Audited Financial Statements

December 31, 2022 and 2021

BELL & RHODES, P.C.

Oklahoma City, Oklahoma

**BELL & RHODES, P.C.**  
*Certified Public Accountants*  
14220 Barbour Avenue  
Oklahoma City, OK 73134

INDEPENDENT AUDITOR'S REPORT

Mr. Randy Titony and the Board of Directors  
Limbs for Life Foundation  
Oklahoma City, Oklahoma

**Opinion**

We have audited the accompanying financial statements of Limbs for Life Foundation (a nonprofit organization) which comprise the statement of financial position as of December 31, 2022 and 2021, 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 Limbs for Life Foundation as of December 31, 2022 and 2021, 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. 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 Limbs for Life Foundation 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.

**Responsibility 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 Limbs for Life 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 generally accepted auditing standards 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, including omissions, 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 generally accepted auditing standards, 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 Limbs for Life Foundation'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 Limbs for Life Foundation'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.



August 9, 2023

**Limbs for Life Foundation**  
**Statements of Financial Position**  
**As of December 31, 2022 and 2021**

	2022	2021
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 281,549	\$ 1,627,183
Restricted cash	45,259	51,857
Contributions receivable	41,963	41,383
Marketable securities	11,372,184	13,818,127
Prosthetics inventory	140,855	168,049
Prepaid expenses	17,704	11,800
Deposits	4,050	5,113
Total Current Assets	11,903,564	15,723,512
Other Assets		
Right of use asset	68,000	-
Beneficial interest in assets held by others	49,959	62,365
Beneficial interest in trust	22,262	22,262
Total Other Assets	140,221	84,627
Property and equipment		
Computers and software	8,771	8,771
Furniture and fixtures	10,663	10,663
Leasehold improvements	5,000	5,000
	24,434	24,434
Accumulated depreciation	(20,252)	(18,595)
Net property and equipment	4,182	5,839
Total Assets	\$ 12,047,967	\$ 15,813,978
<b>Liabilities</b>		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 35,601	\$ 25,375
Right of use liability - current portion	51,000	-
Total Current Liabilities	86,601	25,375
Right of use liability	17,000	-
Total Liabilities	103,601	25,375
<b>Net Assets</b>		
Without donor restrictions	11,812,185	15,632,998
With donor restrictions		
Purpose	82,222	93,240
Time	49,959	62,365
Total donor restricted	132,181	155,605
Total Net Assets	11,944,366	15,788,603
Total Liabilities and Net Assets	\$ 12,047,967	\$ 15,813,978

**Limbs for Life Foundation**  
**Statement of Activities and Net Assets**  
**For the Years Ended December 31, 2022 and 2021**

	2022			
	Without Donor	With Donor Restriction		Total
	Restriction	Purpose	Time	
<b>Revenue and Other Support</b>				
Contributions	\$ 192,537	\$ 580	\$ -	\$ 193,117
Grants and sponsorships	40,841	33,959	-	74,800
Fundraising special event revenue	130,432	-	-	130,432
Cost of direct benefit to donors-fundraising	(24,921)	-	-	(24,921)
Investment income - net	(374,637)	-	-	(374,637)
Gifts in kind	6,664	-	-	6,664
Other income	60	-	-	60
Net assets released from restrictions	45,557	(45,557)	-	-
Total Revenue and other Support	16,533	(11,018)	-	5,515
<b>Expenses</b>				
Program services:				
Patient assistance	1,401,083	-	-	1,401,083
Community education and volunteer recruitment	13,793	-	-	13,793
	1,414,876	-	-	1,414,876
Supporting services:				
Management & general	80,323	-	-	80,323
Fundraising	196,522	-	-	196,522
	276,845	-	-	276,845
Total Expenses	1,691,721	-	-	1,691,721
Change in net assets from operations	(1,675,188)	(11,018)	-	(1,686,206)
Unrealized change in market value	(2,145,625)	-	(12,406)	(2,158,031)
Change in net assets	(3,820,813)	(11,018)	(12,406)	(3,844,237)
Net assets at beginning of year	15,632,998	93,240	62,365	15,788,603
Net assets at end of year	\$ 11,812,185	\$ 82,222	\$ 49,959	\$ 11,944,366

**Limbs for Life Foundation**  
**Statement of Activity and Changes in Net Assets**  
**For the Years Ended December 31, 2022 and 2021**

	2021			
	Without Donor	With Donor Restriction		Total
	Restriction	Purpose	Time	
<b>Revenue and Other Support</b>				
Contributions	\$ 548,177	\$ 41,383	\$ -	\$ 589,560
Grants and sponsorships	85,978	52,830	-	138,808
Gifts in kind	89,801	-	-	89,801
Fundraising special event revenue	55,630	-	-	55,630
Cost of direct benefit to donors-fundraising	(22,645)	-	-	(22,645)
Investment income-net	972,823	38	-	972,861
Distribution from Oklahoma City Community Foundation	4,837	-	-	4,837
Other income	2,850	-	-	2,850
Net assets released from restrictions	59,670	(59,670)	-	-
Total Revenue and other Support	<u>1,797,121</u>	<u>34,581</u>	<u>-</u>	<u>1,831,702</u>
<b>Expenses</b>				
Program services:				
Patient Assistance	1,395,785	-	-	1,395,785
Community Education and Volunteer Recruitment	9,182	-	-	9,182
	<u>1,404,967</u>	<u>-</u>	<u>-</u>	<u>1,404,967</u>
Management & general	67,251	-	-	67,251
Fundraising	130,856	-	-	130,856
Total expenses	<u>1,603,074</u>	<u>-</u>	<u>-</u>	<u>1,603,074</u>
Change in net assets from operations	194,047	34,581	-	228,628
Unrealized change in market value	(133,657)	-	5,151	(128,506)
Change in net assets	60,390	34,581	5,151	100,122
Net assets at beginning of year	15,572,608	58,659	57,214	15,688,481
Net assets at end of year	<u>\$ 15,632,998</u>	<u>\$ 93,240</u>	<u>\$ 62,365</u>	<u>\$ 15,788,603</u>

**Limbs for Life Foundation**  
**Statements of Cash Flows**  
**For the Years Ended December 31, 2022 and 2021**

	2022	2021
Cash Flows from Operating Activities		
Change in net assets from operations	\$ (1,686,206)	\$ 228,628
Adjustments to reconcile change in net assets to cash provided by operating activities:		
Depreciation expense	1,657	1,399
In-Kind Donations		(1,520)
Increase in contributions receivable	(580)	(22,361)
Decrease in inventory	27,194	12,401
Increase in prepaid expenses	(5,904)	(702)
Decrease in deposits	1,063	1,937
Increase in accounts payable	10,226	7,887
Net cash provided by (applied to) operating activities	(1,652,550)	227,669
 Cash Flows from Investing Activities		
Cash distribution from trust	-	1,524,000
Transfer from (to) investments	(10,000)	-
Distributed (Reinvested) earnings	310,318	(657,290)
Net cash provided by (applied to) investing activities	300,318	866,710
 Net change in cash, restricted cash and cash equivalents	(1,352,232)	1,094,379
 Cash, restricted cash and cash equivalents-beginning of year	1,679,040	584,660
Cash, restricted cash and cash equivalents-end of year	\$ 326,808	\$ 1,679,039
 Cash and cash equivalents-Current Assets	\$ 281,549	\$ 1,627,183
Cash and cash equivalents-Restricted Assets	45,259	51,857
	\$ 326,808	\$ 1,679,040

**Limbs for Life Foundation**  
**Statements of Functional Expenses**  
**For the Years Ended December 31, 2021 and 2020**

	Program			Support Activities		
	Patient Assistance	Community Education and Volunteer Recruitment	Total Program	Management and General	Fundraising	Total Expenses
<b>For the year ended December 31, 2022</b>						
Health and welfare	\$ 1,151,066	\$ -	\$ 1,151,066	\$ -	\$ -	\$ 1,151,066
Salaries, benefits and taxes	207,277	-	207,277	64,382	131,616	403,275
Education & public awareness	-	13,793	13,793	-	1,128	14,921
Occupancy	22,890	-	22,890	4,495	10,966	38,351
Services	11,399	-	11,399	5,344	45,342	62,085
Office	6,331	-	6,331	2,764	3,021	12,116
Other	2,120	-	2,120	1,681	4,449	8,250
Depreciation	-	-	-	1,657	-	1,657
	<u>\$ 1,401,083</u>	<u>\$ 13,793</u>	<u>\$ 1,414,876</u>	<u>\$ 80,323</u>	<u>\$ 196,522</u>	<u>\$ 1,691,721</u>
Percentage of total expenses			83.64%	4.75%	11.62%	100%
<b>For the year ended December 31, 2021</b>						
Health and welfare	\$ 1,177,495	\$ -	\$ 1,177,495	\$ -	\$ -	\$ 1,177,495
Salaries, benefits and taxes	175,786	-	175,786	54,716	77,961	308,463
Education & public awareness	-	9,182	9,182	2	4,512	13,696
Occupancy	21,844	-	21,844	5,139	10,528	37,511
Services	8,795	-	8,795	3,243	30,250	42,288
Office	9,022	-	9,022	2,411	2,889	14,322
Other	2,843	-	2,843	341	4,716	7,900
Depreciation	-	-	-	1,399	-	1,399
	<u>\$ 1,395,785</u>	<u>\$ 9,182</u>	<u>\$ 1,404,967</u>	<u>\$ 67,251</u>	<u>\$ 130,856</u>	<u>\$ 1,603,074</u>
Percentage of total expenses			87.64%	4.20%	8.16%	100%

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

1. Nature of Activities

Limbs for Life Foundation (LFL), a 501(c)(3) nonprofit organization, operates as a voluntary not-for-profit organization providing fully functional prosthetic care for individuals who cannot otherwise afford it, and raising awareness in the community of the challenges facing amputees. LFL was incorporated in the State of Oklahoma in 1995. LFL funding sources are from the private sector and include individuals, corporations, foundations, religious and other organizations. In 2022, LFL provided new prosthetic limbs for 367 amputees in the USA; 1,170 people received information and referral services; 6,515 donated parts were distributed to 28 states and 21 countries, aiding an additional 623 amputees.

Significant Accounting Policies

- a. Basis of Accounting – The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other assets and liabilities. Revenue is recognized when earned and expenses are recognized when incurred, unless related to specific fundraising events. In that case, such expenses are recognized at the time of the fundraising event.
- b. Basis of presentation – The financial statements report information regarding LFL'S financial position and activities according to two classes – net assets without donor restriction and net assets with donor restriction.
- c. Cash equivalents – LFL considers all highly liquid investments with a maturity, when purchased, of 90 days or less to be cash equivalents.
- d. Donated assets and services – Non-cash donations with readily determinable fair values are recorded as contributions at their estimated fair values at the date of the donation.

Individuals, businesses and other organizations donate prosthetic materials, consisting primarily of new and used componentry for prosthetic limbs, toward the fulfillment of care provided by LFL. To the extent that such donations are made under the control of LFL, are objectively measurable, and represent expenditures which would otherwise be incurred by LFL, they are reflected as contributions, inventory and program expense in the accompanying financial statements. These materials have been valued at their estimated fair market value as of December 31, 2022 and 2021.

LFL receives donated services from unpaid volunteers who assist in programs and special projects. No amounts have been recognized in the Statement of Activities because the criteria for recognition under accounting principles generally accepted in the United States of America has not been met.

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

Significant Accounting Policies – continued

- e. Revenue recognition – Contributions of cash from donors are recognized as revenue when received. All contributions are available for unrestricted use unless specifically restricted by the donor. If a contribution stipulates its use, it is recorded as “with donor restrictions.” When the donor restriction expires, donor restricted net assets are reclassified to net assets “without donor restrictions,” and reported in the statement of activities as net assets released from donor restrictions.

Unconditional promised to give that are expected to be collected within one year are recorded at net realizable value. Promises to give deemed to be uncollectible are written off in the year they are determined to be worthless.

- f. Investments – Investments in equity securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the Statement of Financial Position. Fair values are based on quoted market prices or otherwise determined as provided by financial institutions or fund managers, which approximates fair value. Investments in certificate of deposits are valued at cost plus earned and accrued interest. Investment income and gains and losses are reported as unrestricted unless a specific restriction applies.
- g. Property and equipment and leasehold improvements – Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. LFL’S capitalization threshold is \$500 for assets acquired with an economic life of greater than one year. Depreciation is computed using the straight-line method over the estimated useful life of the assets, ranging from three to five years. Leasehold improvements are amortized over the lesser of the life of the asset or the life of the lease. Depreciation expense was \$1,657 and \$1,399 in 2022 and 2021, respectively.
- h. Inventory consists of prosthetic materials comprised of new and used componentry which are used in providing prosthetic care. The value of the inventory is recorded using a percentage of nationwide average costs for componentry of prosthetic limbs, which approximates fair market value.
- i. LFL currently serves persons needing prosthetics throughout the United States. As a result, support of the organization is highly dependent upon the general economic conditions. The risk of near-term severe impact on the operations and mission of the organization as a result of this concentration is limited by the diversity of its supporters and donor base.

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

Significant Accounting Policies - Continued

- j. Functional allocation of expenses – The costs of providing various programs and other activities have been summarized in the accompanying Statement of Functional Expenses. Costs, which are not direct, are allocated between Programs, Fundraising, and Management and General based on evaluations of those costs and the related activities benefitted. The joint costs of informational materials and activities that include a fund-raising appeal are allocated between the program expenses, general and administrative, and fundraising expenses based upon the programs and supporting services benefitted. The principal programs of LFL are comprised of Patient Assistance, which provides fully functional prosthetic are for individuals who cannot otherwise afford it, and Community Education and Volunteer Recruitment, which raises awareness of the challenges facing amputees.
  - k. Advertising - Advertising costs are expensed as incurred and totaled \$7,764 and \$7,929 for the years ended December 31, 2022 and 2021, respectively.
  - l. Use of estimates – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
  - m. Restricted cash consists of funds donated specifically for a purpose, such as componentry for children or for state-specific patients.
2. Income tax status – LFL has qualified as a not-for-profit organization under Internal Revenue Code Section 501(c)(3) under a final ruling by the Internal Revenue Service dated May 1994 and is classified by the Internal Revenue Code as a publicly supported organization within the meaning of Code Section 509 (a)(1). LFL is not classified as a private foundation within the meaning as described in the Internal Revenue Code Sections 509(a)(1) and 170(b)(1)(A)(vi) and qualifies as a “60% limit” organization for charitable contribution deductions for individual donors.

LFL evaluates and accounts for its uncertain tax positions in accordance with ASC Top 740, “Income Taxes,” including LFL’s tax position as a not-for-profit entity. Through its evaluation of their uncertain tax positions, management has determined no uncertain tax positions existed as of December 31, 2022, which would require LFL to record a liability for the uncertain tax positions in its financial statements.

Interest and penalties, if any, resulting from any uncertain tax position required to be recorded by LFL would be presented in the supporting services expense in the statement of activities.

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

2. Income Tax - continued

Federal and state income tax statutes dictate that tax returns filed in any of the previous three reporting periods remain open to examination. Currently, LFL has no open examinations with either the Internal Revenue Service or the Oklahoma Tax Commission.

As mentioned in Note 7, LFL is a beneficiary of a trust. As of the date of this report no final accounting for 2022 has been received. LFL had no Unrelated Business Income in 2022 or 2021.

3. Financial Assets and Liquidity Resources

As of December 31, 2022, LFL has assets available for general expenditures of \$11,653,733, with total liabilities of \$103,601. This leaves \$11,550,132 available for future operations. As of December 31, 2022, LFL does not have any debt requiring principal or interest payments. Financial commitments as of the December 31, 2022, consist only of facility rentals through December 31, 2024, requiring annual rental payments as detailed in Note 4.

4. Lease Commitments

LFL leases its facility under an operating lease. Total rental expense incurred for the year ended December 31, 2022 and 2021, was \$50,200 and \$48,600, respectively. The minimum lease rental commitments for the next five years are as follows:

December 31, 2023	\$ 51,000
December 31, 2024	\$ 17,000

Effective January 1, 2022 LFL adopted Accounting Standards Codification (ASC) 842 issued by the Financial Accounting Standards Board, (FASB) which requires lessees to recognize assets and liabilities for lease terms greater than one year on the balance sheet. This resulted, as of January 1, 2022, in a Right of Use asset with a corresponding liability related to the lease in the amount of \$118,200. The asset is being amortized over the remaining 16 months of the lease. The amortization for the year ended December 31, 2022 was \$50,200.

5. Net Assets Restricted by Donors

Net assets restricted by donors represent the following as of December 31:

	2022	2021
Contributions receivable	\$ 41,963	\$ 41,383
Donor restricted for componentry	35,259	51,857
Donor restricted for IT project	5,000	-
Oklahoma City Community Foundation	49,959	62,365
Total	\$ 132,181	\$ 155,605

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

6. Endowed Funds Held by Others

Limbs for Life participates in an endowment fund through the Oklahoma City Community Foundation (OCCF). OCCF is a not-for-profit entity that provides for endowed contributions to be pooled to maximize return on investments for the benefit of area not-for-profit organizations. Contributions to the endowment fund are permitted by not-for-profit entities as well as individual donors in the community who designate the beneficiary of their contributions. Earnings on these endowed funds are paid annually based on OCCF's spending policy which is currently five percent of the average market value over the previous twelve quarters of all assets held for the benefit of LFL. OCCF retains variance power over these assets.

Accounting principles generally accepted in the United States of America provides that the value of reciprocal transfers to organizations raising or holding assets for others, such as community foundations, be recognized as assets in the financial statements of the transferor. The value of assets transferred by others to an organization, such as a community foundation, for a specified beneficiary are not recognized as assets of the beneficiary if the community foundation retains variance power.

The value of the funds contributed by LFL was \$49,959 on December 31, 2022 and \$62,365 on December 31, 2021. The value of funds donated and designated by others at December 31, 2022 and 2021 was \$48,527 and \$58,972 respectively and are not reflected on LFL's financial statements.

7. Beneficial Interest in Trust

Limbs for Life was named as a beneficiary of a certain revocable trust in 2012. The settlor of the trust died in 2016, at which time the trust became irrevocable, and the trustee began to liquidate its assets. The trust contained stocks and bonds, real estate, loans and mortgages payable, and cash. LFL began receiving distributions from the trust in 2017. No distributions received in 2022 or 2021.

A final accounting for the year 2022 by the trustee was not available as of the date of this report. However, based on the most recent accounting there was approximately \$113,000 remaining in the trust and LFL is entitled to 20% of that amount.

8. Fair Value Measurements

LFL reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

Level 1. Quoted prices for identical assets or liabilities in active markets to which the organization has access at the measurement date.

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

Level 2. Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, whether directly or indirectly. Level 2 inputs include:

- a. Quoted prices for similar assets or liabilities in active markets.
- b. Quoted prices for identical or similar assets in markets that are not active
- c. Observable inputs other than quoted prices for the assets or liability (for example, interest rates and yield curves); and
- d. Inputs derived principally from, or corroborated by, observable market data by correlation or other means.

Level 3. Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

	Level 1		Level 2		Level 3	
	2022	2021	2022	2021	2022	2021
Oklahoma City Community Foundation	\$ -	\$ -	\$ 49,959	\$ 62,365	\$ -	\$ -
Beneficial Interest in Trust	-	-	-	-	22,262	22,262
Marketable Securities	11,372,184	13,818,127	-	-	-	-
Total	<u>\$ 11,372,184</u>	<u>\$ 13,818,127</u>	<u>\$ 49,959</u>	<u>\$ 62,365</u>	<u>\$ 22,262</u>	<u>\$ 22,262</u>

9. Investment Income

Investment income is comprised of the following at December 31, 2022:

	Without Restriction	Donor Restricted	Total
Interest	\$ 21,684	\$ -	\$ 21,684
Dividends	228,209	-	228,209
OCCF Distribution	5,272	-	5,272
Realized gains (losses)	(549,097)	-	(549,097)
Investment fees	(80,705)	-	(80,705)
	(374,637)	-	(374,637)
Change in value	(2,145,625)	(12,406)	(2,158,031)
Total	<u>\$ (2,520,262)</u>	<u>\$ (12,406)</u>	<u>\$ (2,532,668)</u>

Investments consist of the following:

	2022	2021
Equities	\$ 6,281,823	\$ 7,080,632
Fixed Income	2,321,754	2,088,136
Exchange Traded Funds	1,144,428	2,501,084
Mutual Funds	1,087,329	2,148,287
Structured Investment	536,850	-
	<u>\$ 11,372,184</u>	<u>\$ 13,818,139</u>

**Limbs for Life Foundation**  
**Notes to the Financial Statements**  
**For the Years Ended December 31, 2022 and 2021**

10. Concentrations

LFL maintains a bank account for holding funds in excess of the FDIC insured limit. This is a sweep account, where funds are swept daily to other banks, ensuring that balances are kept under the FDIC limit.

11. Contingencies

Two employees have filed age discrimination complaints against LFL with the Equal Employment Opportunity Commission, relating to LFL's hiring process when the new Executive Director was hired. Management feels the complaint has no merit and plans to vigorously contest it. In the event of a lawsuit, management considers LFL's maximum exposure to be the \$10,000 deductible on their insurance policy.

12. Subsequent Events

Management has evaluated subsequent events through August 9, 2023, the date the financial statements were available to be issued.