

2024

LOUISIANA STATE BAR ASSOCIATION

ANNUAL REPORT



Louisiana
State Bar
Association[®]

Serving the Public. Serving the Profession.

Supplement to the Louisiana Bar Journal

Board of Governors,
Louisiana State Bar Association,
New Orleans, Louisiana

Opinion

We have audited the consolidated financial statements of Louisiana State Bar Association and Affiliates (the "Association") (non-profit organization), which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Association as of June 30, 2024, and the changes in its net assets, its functional expenses, 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 Consolidated Financial Statements section of our report. We are required to be independent of the Association 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 consolidated 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 consolidated 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 consolidated 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 Association'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association'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 Association's 2023 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated September 4, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023 is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Bourgeois Bennett, LLC.
Certified Public Accountants

New Orleans, Louisiana
October 16, 2025

**LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES**

Consolidated Statement of Financial Position

June 30, 2024
(with comparative totals for 2023)

	Operating	Affiliates, Sections, Funds, and Grant Funds	Totals	
			2024	2023
<u>ASSETS</u>				
Cash and cash equivalents	\$ 2,345,901	\$2,713,768	\$ 5,059,669	\$ 4,857,309
Accounts receivable	39,083	4,226	43,309	31,959
Other receivables	8,975	-	8,975	19,755
Receivable from LCJC	53,153	-	53,153	53,153
Contribution receivable, net	8,620	62,961	71,581	178,682
Accrued interest receivable	29,922	-	29,922	50,101
Investments	13,937,194	1,725,392	15,662,586	15,944,148
Prepaid expenses	160,622	8,086	168,708	115,984
Operating lease right-of-use asset	-	44,379	44,379	74,645
Property and equipment, net	1,364,397	1,556	1,365,953	1,304,804
Deposits	-	2,250	2,250	2,250
Total assets	<u>\$17,947,867</u>	<u>\$4,562,618</u>	<u>\$22,510,485</u>	<u>\$22,632,790</u>
<u>LIABILITIES AND NET ASSETS</u>				
Deferred revenue	\$ 2,511,525	\$ -	\$ 2,511,525	\$ 2,946,892
Accounts payable and accrued expenses	998,365	72,770	1,071,135	928,809
Due to broker	-	-	-	499,998
Operating lease liability	-	44,379	44,379	74,645
Total liabilities	<u>3,509,890</u>	<u>117,149</u>	<u>3,627,039</u>	<u>4,450,344</u>
Net Assets				
Without donor restrictions	14,437,977	2,310,126	16,748,103	15,838,137
With donor restrictions	-	2,135,343	2,135,343	2,344,309
Total net assets	<u>14,437,977</u>	<u>4,445,469</u>	<u>18,883,446</u>	<u>18,182,446</u>
Totals	<u>\$17,947,867</u>	<u>\$4,562,618</u>	<u>\$22,510,485</u>	<u>\$22,632,790</u>

See accompanying notes to consolidated financial statements.

**LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES**

Consolidated Statement of Activities

For the year ended June 30, 2024
(with comparative totals for 2023)

	Without Donor Restrictions			With Donor Restrictions		Totals	
	Undesignated	Designated For a Specific Purpose		Total	Affiliates and Grant Funds	2024	2023
		Capital Reserves	Sections and Funds				
Support, Revenue, Gains, and Reclassifications							
Membership dues	\$ 4,063,133	\$ -	\$ 181,670	\$ 4,244,803	\$ -	\$ 4,244,803	\$ 4,274,883
Mandatory continuing legal education	770,160	-	-	770,160	-	770,160	801,480
Seminars, conferences, programs, and luncheons	1,151,853	-	60,558	1,212,411	62,191	1,274,602	1,327,121
Royalties	414,758	-	-	414,758	-	414,758	426,433
Contributions and grants	102,020	-	-	102,020	402,197	504,217	501,274
Advertising	235,059	-	-	235,059	-	235,059	226,014
Annual meeting	337,513	-	-	337,513	-	337,513	315,901
Lawyer advertising filing fees	286,100	-	-	286,100	-	286,100	281,225
Disciplinary assessment processing	50,514	-	-	50,514	-	50,514	46,667
Gain on investments, net	792,960	-	93,376	886,336	4,691	891,027	801,836
Interest and dividends, net	269,886	38,218	58,333	366,437	1,398	367,835	360,109
Rental income	56,124	-	-	56,124	-	56,124	56,124
Sales of membership labels	4,003	-	-	4,003	-	4,003	5,551
Penalties	14,050	-	2,450	16,500	-	16,500	19,225
Other income	18,479	-	-	18,479	13,356	31,835	6,450
Net assets released from restrictions	692,799	-	-	692,799	(692,799)	-	-
Total support, revenue, gains, and reclassifications	9,259,411	38,218	396,387	9,694,016	(208,966)	9,485,050	9,450,293
Expenses							
Program services:							
Governance	913,835	-	-	913,835	-	913,835	849,020
Communications and publications	641,029	-	-	641,029	-	641,029	596,552
Member outreach and diversity	459,012	-	-	459,012	-	459,012	422,038
Membership services and meetings	781,910	-	-	781,910	-	781,910	513,577
Access to Justice	693,607	-	-	693,607	-	693,607	645,564
Practice management and assistance	2,139,740	-	-	2,139,740	-	2,139,740	2,121,737
Information technology	568,286	-	-	568,286	-	568,286	549,976
Mandatory CLE	349,042	-	-	349,042	-	349,042	345,498
Membership and finance	531,552	-	-	531,552	-	531,552	525,882
Judges and Lawyers Assistance Program	503,074	-	-	503,074	-	503,074	427,242
Louisiana Center for Law and Civic Education	154,671	-	-	154,671	-	154,671	171,375
Sections	-	-	169,217	169,217	-	169,217	191,747
Legal Specialization Fund	-	-	134,975	134,975	-	134,975	133,016
Total program services	7,735,758	-	304,192	8,039,950	-	8,039,950	7,493,224
Supporting services:							
General operations	744,100	-	-	744,100	-	744,100	651,539
Total expenses	8,479,858	-	304,192	8,784,050	-	8,784,050	8,144,763
Change in Net Assets	779,553	38,218	92,195	909,966	(208,966)	701,000	1,305,530
Net Assets							
Beginning of year	12,600,094	1,020,112	2,217,931	15,838,137	2,344,309	18,182,446	16,876,916
End of year	<u>\$13,379,647</u>	<u>\$1,058,330</u>	<u>\$2,310,126</u>	<u>\$16,748,103</u>	<u>\$2,135,343</u>	<u>\$18,883,446</u>	<u>\$18,182,446</u>

See accompanying notes to consolidated financial statements.

**LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES**

Consolidated Statement of Functional Expenses

For the year ended June 30, 2024
(with comparative totals for 2023)

	Program Services					Practice Management and Assistance
	Governance	Communications and Publications	Member Outreach and Diversity	Membership Services and Meetings	Access To Justice	
Expenses						
Committees	\$ 27,488	\$ -	\$ -	\$ 2,941	\$ 479	\$ 21,227
Committee on Bar Admissions support	-	-	-	215,320	-	-
Computer assisted legal research	-	-	-	-	-	124,644
Conferences	-	-	-	-	-	-
Contributions and sponsorships	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Directors - expenses	20,918	5,754	-	-	-	-
Dues and subscriptions	-	540	995	-	2,990	-
Equipment and supplies	-	-	-	-	-	-
House of Delegates	24,511	-	-	-	-	-
Insurance	-	-	-	-	-	-
Intern stipends	-	-	-	-	12,000	-
Internet	-	-	-	-	-	-
IT support	-	-	-	-	-	-
Local bar outreach	-	-	29,922	-	-	-
Louisiana Bar Journal	-	184,895	-	-	-	-
Meetings and summer school	-	-	-	373,721	-	-
Nominations and elections	15,307	-	-	-	-	-
Officers and board	221,630	-	-	-	-	-
Other expenses	186	-	-	-	3	7,713
Printing and postage	-	-	238	-	275	2,433
Professional services	-	-	-	-	-	-
Projects	-	-	46,470	-	15,194	-
Property management	-	-	-	-	-	-
Rent	-	-	-	-	-	-
Salaries and benefits	453,124	448,211	298,868	188,433	594,188	1,358,635
Seminars and programs	-	-	67,324	-	54,536	591,672
Software and upgrades	-	-	-	-	-	-
Supplies, awards, and gifts	1,212	395	2,149	181	1,505	10,102
Telephone	1,244	1,234	1,787	1,314	1,814	4,593
Travel and training	-	-	11,259	-	10,623	18,721
Young Lawyers Division	148,215	-	-	-	-	-
Total functional expenses	\$ 913,835	\$641,029	\$459,012	\$781,910	\$693,607	\$2,139,740

See accompanying notes to consolidated financial statements.

LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES

Consolidated Statement of Functional Expenses

For the year ended June 30, 2024
(with comparative totals for 2023)

	Program Services						Legal Specialization Fund
	Information Technology	Mandatory CLE	Membership and Finance	JLAP	LCLCE	Sections	
Expenses							
Committees	\$ -	\$ 275	\$ -	\$ -	\$ -	\$ -	\$ -
Committee on Bar Admissions support	-	-	-	-	-	-	-
Computer assisted legal research	-	-	-	-	-	-	-
Conferences	-	-	-	5,749	1,342	-	-
Contributions and sponsorships	-	-	-	-	-	33,794	-
Depreciation	-	-	-	-	-	-	-
Directors - expenses	2,880	-	-	-	-	-	-
Dues and subscriptions	-	-	-	1,695	-	-	435
Equipment and supplies	22,764	-	-	6,995	1,557	-	-
House of Delegates	-	-	-	-	-	-	-
Insurance	-	-	-	3,474	2,169	-	-
Intern stipends	-	-	-	-	-	-	-
Internet	10,737	-	-	-	-	-	-
IT support	3,106	-	-	-	-	-	120
Local bar outreach	-	-	-	-	-	-	-
Louisiana Bar Journal	-	-	-	-	-	-	-
Meetings and summer school	-	-	-	-	-	-	-
Nominations and elections	-	-	-	-	-	-	-
Officers and board	-	-	-	-	-	-	-
Other expenses	2,604	14,750	-	5,932	1,925	523	383
Printing and postage	-	4,104	43,087	-	191	86	2,119
Professional services	-	-	38,162	21,290	9,741	-	-
Projects	2,292	-	-	-	-	-	-
Property management	-	-	-	4,194	-	-	-
Rent	-	-	-	32,000	34	-	3,000
Salaries and benefits	400,077	324,724	448,719	365,926	81,743	43,210	119,664
Seminars and programs	-	-	-	26,517	15,034	80,971	7,989
Software and upgrades	120,970	-	-	10,100	-	-	-
Supplies, awards, and gifts	-	3,547	(258)	8,582	10,395	3,958	463
Telephone	2,856	1,642	717	9,813	-	22	606
Travel and training	-	-	1,125	807	30,540	6,653	196
Young Lawyers Division	-	-	-	-	-	-	-
Total functional expenses	<u>\$568,286</u>	<u>\$349,042</u>	<u>\$531,552</u>	<u>\$503,074</u>	<u>\$154,671</u>	<u>\$169,217</u>	<u>\$134,975</u>

LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES

Consolidated Statement of Functional Expenses

For the year ended June 30, 2024
(with comparative totals for 2023)

	Total Program Expenses	Supporting Services		Total Expenses	
		General Operations			2023
			2024		
Expenses					
Committees	\$ 52,410	\$ -	\$ 52,410	\$ 53,906	
Committee on Bar Admissions support	215,320	-	215,320	-	
Computer assisted legal research	124,644	-	124,644	124,644	
Conferences	7,091	-	7,091	11,946	
Contributions and sponsorships	33,794	-	33,794	65,450	
Depreciation	-	142,893	142,893	137,298	
Directors - expenses	29,552	-	29,552	27,950	
Dues and subscriptions	6,655	-	6,655	6,388	
Equipment and supplies	31,316	13,024	44,340	45,269	
House of Delegates	24,511	-	24,511	20,081	
Insurance	5,643	148,887	154,530	121,486	
Intern stipends	12,000	-	12,000	12,000	
Internet	10,737	-	10,737	13,819	
IT support	3,226	-	3,226	3,059	
Local bar outreach	29,922	-	29,922	22,866	
Louisiana Bar Journal	184,895	-	184,895	189,031	
Meetings and summer school	373,721	-	373,721	330,104	
Nominations and elections	15,307	-	15,307	13,549	
Officers and board	221,630	-	221,630	201,025	
Other expenses	34,019	4,002	38,021	30,836	
Printing and postage	52,533	6,414	58,947	62,328	
Professional services	69,193	2,064	71,257	72,123	
Projects	63,956	-	63,956	52,892	
Property management	4,194	153,171	157,365	169,273	
Rent	35,034	-	35,034	33,627	
Salaries and benefits	5,125,522	229,277	5,354,799	5,088,986	
Seminars and programs	844,043	-	844,043	790,435	
Software and upgrades	131,070	-	131,070	125,893	
Supplies, awards, and gifts	42,231	9,320	51,551	40,256	
Telephone	27,642	21,130	48,772	47,388	
Travel and training	79,924	13,918	93,842	103,722	
Young Lawyers Division	148,215	-	148,215	127,133	
Total functional expenses	<u>\$8,039,950</u>	<u>\$744,100</u>	<u>\$8,784,050</u>	<u>\$8,144,763</u>	

**LOUISIANA STATE BAR ASSOCIATION
AND AFFILIATES**

Consolidated Statement of Cash Flows

For the year ended June 30, 2024
(with comparative totals for 2023)

	2024	2023
Cash Flows From Operating Activities		
Change in net assets	\$ 701,000	\$1,305,530
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	142,893	137,298
Loss on disposal of property and equipment	-	3,006
Gain on investments	(891,027)	(801,836)
Increase (decrease) in accounts receivable	(11,350)	2,648
(Increase) decrease in other receivables	10,780	(9,436)
Decrease in contribution receivable	107,101	90,092
Decrease in accrued interest receivable	20,179	4,157
Increase in prepaid expenses	(52,724)	(11,792)
Increase (decrease) in deferred revenue	(435,367)	87,237
Increase (decrease) in accounts payable and accrued expense	142,326	(108,192)
Decrease in due to broker	(499,998)	-
Net cash provided by (used in) operating activities	(766,187)	698,712
Cash Flows From Investing Activities		
Purchase of investments	(4,178,675)	(5,688,313)
Proceeds from sale of investments	5,351,264	5,052,001
Purchases of property and equipment	(204,042)	(26,436)
Net cash provided by (used in) investing activities	968,547	(662,748)
Net Increase In Cash and Cash Equivalents	202,360	35,964
Cash and Cash Equivalents		
Beginning of year	4,857,309	4,821,345
End of year	\$5,059,669	\$4,857,309
Noncash Investing and Financing Activities		
Addition of operating right-of-use asset	\$ -	\$ 104,308
Addition of operating lease liability	\$ -	\$ 104,308
Investment purchases pending settlement	\$ -	\$ 500,000

See accompanying notes to consolidated financial statements.

LOUISIANA STATE BAR ASSOCIATION AND AFFILIATE

Notes to Consolidated Financial Statements June 30, 2024

Note 1 — ORGANIZATION AND NATURE OF ACTIVITIES

The Louisiana State Bar Association (LSBA) is a nonprofit corporation organized under the laws of the State of Louisiana (R.S.37:211). The objects and purposes of LSBA are to regulate the practice of law, advance the science of jurisprudence, promote the administration of justice, uphold the honor of the Courts and the profession of law, encourage cordial intercourse among its members, and generally, to promote the welfare of the profession in the State of Louisiana. LSBA is self-governing, and its membership is comprised of all persons who are now, or may hereafter be, licensed to practice law in the State of Louisiana.

Note 2 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The consolidated financial statements of the Louisiana State Bar Association and Affiliates (the "Association") are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

b. Consolidation Policy

The consolidated financial statements of the Association as of and for the year ended June 30, 2024 include the accounts of LSBA; Judges and Lawyers Assistance Program, Inc. (JLAP); and Louisiana Center for Law and Civic Education, Inc. (LCLCE). JLPA and LCLCE are exempt organizations under Section 501(c)(3) of the Internal Revenue Code. LSBA is the sole member of JLAP. LSBA and LCLCE entered into an agreement through which LSBA committed to provide funding to LCLCE and which gave LSBA's Board of Governors the power to appoint the Board of Directors of LCLCE. Since LSBA has both an economic interest in and control of each of these organizations, the financial positions and activity of JLAP and LCLCE are included in these consolidated financial statements. All material intra-entity transactions have been eliminated.

c. Financial Statement Presentation

The Association's net assets, support and revenues, and expenses are classified based on the existence or absence of restrictions. Accordingly, the net assets of the Association and changes therein are classified and reported as follows:

- **Net Assets without Donor Restrictions** - Net assets that are not subject to donor or grantor restrictions and, unless subject to board designations to be used for a specific purpose, may be expended for any purpose in performing the primary objectives of the Association. The Association receives membership dues, conference fees, and other revenues which are designated for expenditure and accounted for by the Legal Malpractice Insurance Fund; Legal Specialization Fund; and each of the Section accounts created by the House of Delegates. Certain other net assets without restrictions have been designated by the Board of Governors for capital expenditures related to the Bar Center building.
- **Net Assets with Restrictions** - Net assets subject to donor or grantor stipulations that may or will be met either by actions of the Association or its affiliates and/or the passage of time, or net assets that are maintained in perpetuity. During the year ended June 30, 2020, the Louisiana Supreme Court transferred funds from its administration of the Mandatory Continuing Legal Education (MCLE) program to the Association. Fifty percent of the funds transferred were restricted for funding JLAP and fifty percent were restricted for initiatives benefiting the education of new attorneys, including providing continuing legal education programs at no cost. Net assets related to Access to Justice Program - Project Grants, Access to Justice Program - Legal Services, Young Lawyers Division - Grant Funds, Young Lawyers Division - Bridging the Gap, and are restricted for those purposes. The net assets of JLAP and LCLCE are restricted for use by those entities and, therefore, are presented as net assets with restrictions in the consolidated financial statements.

d. Comparative Financial Information

The consolidated financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's consolidated financial statements as of and for the year ended June 30, 2023, from which the summarized information was derived.

e. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

f. Cash and Cash Equivalents

For purposes of the Consolidated Statement of Cash Flows, the Association considers all highly liquid investments in money market funds, other than endowment assets included in investments, to be cash equivalents.

g. Accounts Receivable

Accounts receivable primarily represent amounts due for program services. Receivables are individually evaluated for collectability and an allowance is provided for any that are deemed by management to be uncollectible. No allowance for credit losses was considered necessary as of June 30, 2024 or 2023.

h. Contributions Receivable

Contributions receivable consist of unconditional promises to give and are recorded in the year the promise is made. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discount is included in contribution revenue. The discount will be recognized as contribution revenue in future fiscal years as the discount is amortized over the duration of the contributions.

Conditional promises to give are recognized when the conditions on which they depend are substantially met and the promises become unconditional. As of June 30, 2024 and 2023, there were no outstanding conditional promises to give.

i. Investments

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 7 for a discussion of fair value measurements.

Unrealized gains and losses on investments are included in the Consolidated Statement of Activities as increases or decreases in net assets without restriction unless their use is restricted. Investment income and realized and unrealized gains and losses from the investment accounts referred to as the Core and Operating Investments are without restrictions. Income earned on the investments of the Legal Malpractice Insurance Fund, Legal Specialization Fund, and Section accounts is Board-designated for use for those specific purposes. Income earned on the assets of LCLCE is restricted for that use by LCLCE.

j. Property and Equipment

Property and equipment acquisitions are recorded at cost if purchased or fair value if contributed. Depreciation is recorded over the estimated useful lives of the respective assets using the straight-line method. The useful lives range from 3 to 10 years for furniture and equipment, from 10 to 15 years for building improvements, and 39 years for the building. Additions and major improvements are capitalized, while expenditures for maintenance and repairs are expensed as incurred.

k. Leases

The Association determines whether an arrangement is a lease at its inception. Effective with the adoption of Accounting Standards Codification (ASC) 842, *Leases*, (ASC 842) on July 1, 2022, leases are classified as either operating leases or finance leases. Lease right-of-use assets and lease liabilities are recognized at the present value of the future lease payments, generally for the base noncancellable lease term, at the lease commencement date for each lease. The Association has elected to use the risk-free rate as a practical expedient to determine the present value of future lease payments when the interest rate implicit in the lease is not readily determinable. The right-of-use asset is amortized, and the lease liability is accreted over the lease term. Prior to July 1, 2022, the Association accounted for leases in accordance with ASC 840. Rent expense for operating leases was recognized on a straight-line basis over the lease term.

The statement of financial position as of June 30, 2024 includes an Affiliate's operating lease right-of-use asset and operating lease liability. Amortization of the right-of-use asset and accretion of the lease liability is included in rent in the statement of functional expenses for the year ended June 30, 2024. The Association had no material finance or capital leases as of June 30, 2024 or June 30, 2023.

l. Deferred Revenue

Deferred revenue consists of dues received in advance for the following year and registration fees received as of year-end for seminars to be held in the following year.

m. Revenue Recognition

Contributions and grants are recognized when cash, securities, or other assets, and unconditional promises to give, or notification of a beneficial interest is received. Conditional promises to give are recognized when the conditions on which they depend have been substantially met.

Revenue from exchange transactions is recognized when the related performance obligation has been met. The Association has the following exchange transactions:

Membership dues: Membership dues are recognized as LSBA's performance obligation is satisfied over the annual membership period by the provision of member benefits.

Mandatory continuing legal education; seminars, conferences, programs, and luncheons; and annual meeting: The Association conducts several educational events and meetings for members throughout the year for which fees are charged. The related performance obligation is satisfied, and revenue is recognized when the event has occurred.

Advertising: LSBA accepts advertising in the Louisiana Bar Journal, Bar Briefs, and on its website. The performance obligation related to the sale of advertising space is satisfied, and the related revenue is recognized, when the advertising is published.

Lawyer advertising filing fees: LSBA offers advertisement review and filing services to members for a predetermined fee. This obligation is satisfied, and revenue is recognized when the member's advertisement is reviewed and filed.

Disciplinary assessment processing: Fees for performing this service are recognized when the related assessments are processed.

Rental income: Rental income is recognized over the period to which it pertains.

n. Contributed Services

A portion of the Association's functions, including educational activities and publications, is conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying consolidated financial statements since the volunteers' time does not meet the criteria for recognition under accounting principles generally accepted in the United States of America.

o. Functional Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Salaries and benefits are allocated based on estimates of time and effort. Utilities, which are included in property management expense in the Consolidated Statement of Functional Expenses, are allocated based on estimated usage by department. All other expenses are directly charged to the applicable program.

p. Reclassifications

Certain prior period amounts have been reclassified to conform to the current year presentation. The reclassification of these prior period amounts had no impact on net assets or changes in net assets in the 2023 consolidated financial statements.

q. Subsequent Events

Management evaluates events occurring subsequent to the date of the consolidated financial statements in determining the accounting for and disclosure of transactions and events that affect the consolidated financial statements. Subsequent events have been evaluated through October 16, 2025, which is the date that the consolidated financial statements were available to be issued.

Note 2 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Note 3 — CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following as of June 30, 2024 and 2023:

	2024	2023
Operating:		
LSBA	\$2,345,901	\$2,081,004
Affiliates, Sections, Funds, and Grant Funds:		
LSBA	1,417,234	1,616,864
LCLCE	444,512	405,896
JLAP	852,022	753,545
	2,713,768	2,776,305
Totals	\$5,059,669	\$4,857,309

Note 4 — CONCENTRATIONS

The Association periodically maintains cash and cash equivalents in bank accounts in excess of insured limits. The Association has not experienced any losses and does not believe that significant credit risk exists as a result of this practice. As of June 30, 2024, the Association had cash and cash equivalents of approximately \$2.1 million in excess of insured limits.

Membership dues are a substantial portion of LSBA's revenue. Membership in LSBA is mandatory for attorneys practicing in Louisiana.

Note 5 — CONTRIBUTION RECEIVABLE

Unconditional promises by donors to make contributions to JLAP are included in the consolidated financial statements at the present value of expected future cash flows discounted at 2.25%. Contributions receivable as of June 30, 2024 and 2023 consists of the following:

	2024	2023
Unconditional promises to give	\$ 72,137	\$ 181,995
Less unamortized discount	(556)	(3,313)
Contributions receivable, net	\$ 71,581	\$ 178,682
Amounts due in:		
Less than one year	\$ 72,137	\$ 131,995
One to five years	-	50,000
Totals	\$ 72,137	\$ 181,995

No allowance for uncollectible contributions was considered necessary as of June 30, 2024 and June 30, 2023.

Note 6 — INVESTMENTS

Investments held as of June 30, 2024 and 2023 are summarized as follows:

	2024		2023	
	Cost	Fair Value	Cost	Fair Value
LSBA:				
Operating:				
Common stock	\$ 3,492,027	\$ 7,674,406	\$ 3,603,164	\$ 7,104,575
Corporate bonds	4,472,176	4,258,936	5,879,080	5,611,598
U.S. Treasury bill	1,798,542	1,812,612	1,384,700	1,396,344
Municipal bonds	200,015	191,240	200,015	183,676
Board-designated:				
Common stock	568,021	928,234	607,983	857,620
Corporate bonds	514,067	488,396	471,148	436,469
Variable annuity contract	258,729	258,729	309,847	309,847
Total - LSBA	11,303,577	15,612,553	12,455,937	15,900,129
LCLCE:				
With restrictions:				
Pooled asset fund	43,637	50,033	42,314	44,019
Total - LCLCE	43,637	50,033	42,314	44,019
Totals	\$ 11,347,214	\$ 15,662,586	\$ 12,498,251	\$ 15,944,148

Note 6 — INVESTMENTS (Continued)

Presented below is a summary of realized and unrealized gains and losses on investments as of and for the years ended June 30, 2024 and 2023:

	2024		
	Cost	Fair Value	Excess of Fair Value Over Cost
Balances as of June 30, 2024	\$ 11,347,214	\$ 15,662,586	\$ 4,315,372
Balances as of June 30, 2023	\$ 12,498,251	\$ 15,944,148	3,445,897
Unrealized gain on investments			869,475
Realized gain on investments, net			21,552
Gain on investments			\$ 891,027
	2023		
	Cost	Fair Value	Excess of Fair Value Over Cost
Balances as of June 30, 2023	\$ 12,498,251	\$ 15,944,148	\$ 3,445,897
Balances as of June 30, 2022	\$ 11,356,685	\$ 14,006,002	2,649,317
Unrealized gain on investments			796,580
Realized gain on investments, net			5,256
Gain on investments			\$ 801,836

Interest and dividends earned on investments for the years ended June 30, 2024 and 2023 were \$367,835 and \$360,109, respectively, net of investment expenses of \$65,257 and \$48,099, respectively.

Note 7 — ASSETS MEASURED AT FAIR VALUE

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used as of June 30, 2024 and 2023.

- *Common stock and U.S. treasury bills.* Valued at the closing price reported on the active market on which the individual securities are traded.
- *Corporate and municipal bonds.* Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value of yields currently available on comparable securities of issuers with similar credit ratings.
- *Money market funds.* Valued at the daily closing price as reported by the fund. Money market funds held by the Association are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Association are deemed to be actively traded.
- *Variable annuity contract.* Valued at cash redemption value as reported to the Association by MassMutual Financial Group.
- *Pooled asset fund.* Certain investments are held in a pooled asset fund managed by the Louisiana Bar Foundation (LBF). These investments are reported at NAV which approximates fair value and are included in Level 2 in the fair value hierarchy. The LBF pooled asset funds are diversified and include a mix of primarily equity and fixed income securities.

These methodologies may produce fair value calculations that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Association believes these valuation methodologies are appropriate and consistent with those of other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Note 7 — ASSETS MEASURED AT FAIR VALUE (Continued)

The following tables set forth by level within the fair value hierarchy, the Association's assets at fair value as of June 30, 2024 and 2023:

Description June 30, 2024	Total Assets Measured At Fair Value	Based on:		
		Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Investments:				
Common stock:				
Information technology	\$ 2,578,800	\$ 2,578,800	\$ -	\$ -
Financials	1,263,663	1,263,663	-	-
Health care	1,272,122	1,272,122	-	-
Consumer staples	958,254	958,254	-	-
Communication services	781,692	781,692	-	-
Industrials	755,879	755,879	-	-
Consumer discretionary	503,169	503,169	-	-
Energy	390,084	390,084	-	-
Telecommunication	98,977	98,977	-	-
Corporate bonds:				
Credit rating:				
A	187,800	-	187,800	-
AA-	198,811	-	198,811	-
BBB+	1,434,789	-	1,434,789	-
BBB	2,238,685	-	2,238,685	-
BBB-	687,247	-	687,247	-
U.S. treasury bills	1,812,612	1,812,612	-	-
Municipal bonds	191,240	-	191,240	-
Variable annuity contract	258,729	-	258,729	-
Pooled asset fund	50,033	-	50,033	-
Totals - investments	15,662,586	10,415,252	5,247,334	-
Money market funds included in cash and cash equivalents				
	2,337,480	2,337,480	-	-
Totals	\$18,000,066	\$12,752,732	\$5,247,334	\$ -

Note 7 — ASSETS MEASURED AT FAIR VALUE (Continued)

Description	Total Assets Measured At Fair Value	Based on:		
		Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
June 30, 2023				
Investments:				
Common stock:				
Information technology	\$ 2,071,227	\$ 2,071,227	\$ -	\$ -
Health care	1,825,873	1,825,873	-	-
Consumer staples	1,257,307	1,257,307	-	-
Financials	1,220,252	1,220,252	-	-
Industrials	926,183	926,183	-	-
Consumer discretionary	705,337	705,337	-	-
Communication services	681,200	681,200	-	-
Energy	358,471	358,471	-	-
Real estate	299,961	299,961	-	-
Utilities	198,115	198,115	-	-
Materials	10,350	10,350	-	-
Corporate bonds:				
Credit rating:				
A	184,429	-	184,429	-
AA-	194,369	-	194,369	-
BBB+	1,394,877	-	1,394,877	-
BBB	2,200,872	-	2,200,872	-
BBB-	481,438	-	481,438	-
U.S. treasury bonds	1,396,344	1,396,344	-	-
Municipal bonds	183,676	-	183,676	-
Variable annuity contract	309,848	-	309,848	-
Pooled asset fund	44,019	-	44,019	-
Totals - investments	15,944,148	10,950,620	4,993,528	-
Money market funds included in cash and cash equivalents				
	1,147,664	1,147,664	-	-
Totals	\$17,091,812	\$12,098,284	\$4,993,528	\$ -

Note 8 — RISKS AND UNCERTAINTIES

The Association invests in various investments including stocks and fixed income obligations. Investment securities, in general, are subject to various risks such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of investments could occur in the near term and that such change could materially affect amounts reported on the consolidated financial statements.

Note 9 — PROPERTY AND EQUIPMENT

Major classes of property and equipment as of June 30, 2024 and 2023 are summarized as follows:

	2024	2023
LSBA		
Louisiana Bar Center:		
Building	\$ 1,881,646	\$ 1,881,646
Improvements	1,915,720	1,860,401
Furniture and equipment	582,756	582,756
	4,380,122	4,324,803
Less accumulated depreciation	(3,014,169)	(3,019,999)
	1,365,953	1,304,804
JLAP		
Furniture and equipment	30,219	30,219
Less accumulated depreciation	(30,219)	(30,219)
	-	-
Property and equipment, net	\$ 1,365,953	\$ 1,304,804

Depreciation expense for the years ended June 30, 2024 and 2023 totaled \$142,893 and \$137,298, respectively.

Note 10 — NET ASSETS

Net assets consist of the following as of June 30, 2024 and 2023:

	2024	2023
Net assets with donor restrictions:		
Net assets with purpose restrictions - LSBA		
New Attorney Initiative	\$ 595,488	\$ 619,289
Fund for JLAP	149,304	337,718
Young Lawyers Division - Bridging the Gap	16,353	16,353
Young Lawyers Division - Grant Fund	4,250	5,000
Access to Justice Program - Project Grants	2,137	2,140
Total net assets with purpose restrictions - LSBA	767,532	980,500
Net assets with time or purpose restrictions - JLAP	897,459	920,428
Net assets with purpose restrictions - LCLCE	420,319	399,362
Net assets restricted in perpetuity - LCLCE	50,033	44,019
Total net assets with donor restrictions	2,135,343	2,344,309

Note 10 — NET ASSETS (Continued)

	2024	2023
Net assets without donor restrictions - LSBA:		
Board-designated net assets:		
Legal Malpractice Insurance Fund	1,503,818	1,377,987
Capital Reserves	855,003	1,020,112
Legal Specialization Fund	300,982	339,874
Sections:		
Administrative Law	6,606	6,419
Alternative Dispute Resolution	35,919	34,797
Animal Law	11,284	6,804
Antitrust and Trade Regulation Law	4,509	4,217
Appellate Section	8,979	8,069
Art, Entertainment, and Sports Law Section	2,353	2,704
Bankruptcy Law	3,661	2,127
Bench and Bar	6,087	8,802
Civil Law and Litigation	35,846	33,639
Class Action, Mass Tort, and Complex Litigation Law	11,025	11,715
Consumer Protection Law	6,650	6,590
Corporate and Business Law	12,583	9,868
Criminal Law	832	821
Environmental Law	15,389	13,343
Family Law	24,653	28,407
Fidelity, Surety, and Construction Law	38,472	36,823
Francophone	1,977	1,502
Government and Public Law	6,266	5,230
Health Law	12,840	13,548
Immigration Law	2,883	2,522
Insurance, Tort, Workers' Compensation, and Admiralty Law	26,887	19,561
Intellectual Property	5,099	6,679
International Law	3,598	4,038
Labor Relations and Employment Law	31,730	28,359
Mineral Law	41,892	42,599
Minority Involvement	9,897	10,079
Public Utility	23,365	21,945
Solo and Small Firm	8,016	10,035
Taxation	27,632	43,197
Trusts, Estate, Probate, and Immovable Property Law	78,396	75,631
Total - Sections	505,326	500,070
Total board-designated net assets - LSBA	3,165,129	3,238,043

Note 10 — NET ASSETS (Continued)

	2024	2023
Undesignated net assets - available for operations - LSBA	13,582,974	12,600,094
Total net assets without donor restrictions	16,748,103	15,838,137
Total net assets	\$ 18,883,446	\$ 18,182,446

Net assets restricted in perpetuity represent gifts to LCLCE's endowment. LCLCE has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gifts to the donor-restricted endowment fund as of the date of the gift unless there are explicit donor stipulations to the contrary. As of June 30, 2024 and 2023, there were no such donor stipulations. As a result of this interpretation, LCLCE retains in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts) donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by LCLCE in a manner consistent with the standard of prudence prescribed in UPMIFA. LCLCE considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purpose of the donor-restricted endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) its other resources, and (7) its investment policies.

As of June 30, 2024 and 2023, the endowment fund consisted solely of donor-restricted net assets with a carrying value of \$50,033 and \$44,019, respectively. For the years ended June 30, 2024 and 2023, the change in the endowment fund balance was comprised of investment return of \$6,014 and \$1,824, respectively. The endowment net assets consist of cash held and administered by the Louisiana Bar Foundation. Investment earnings on the endowment funds is reported in donor-restricted net assets. No distributions may be made from the endowment assets administered by the Louisiana Bar Foundation until the fund reaches a threshold of \$100,000.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). LCLCE has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under the law. As of June 30, 2024 and 2023, the fair value of the endowment funds is in excess of original gift values.

Note 11 — REVENUE FROM CONTRACTS WITH CUSTOMERS

The following table provides information about significant changes in deferred revenue for the years ended June 30, 2024 and 2023.

	2024	2023
Deferred membership dues, beginning of year	\$ 2,946,892	\$ 2,859,655
Revenue recognized that was included in deferred membership dues at the beginning of the year	(2,946,892)	(2,859,655)
Increase in deferred revenue due to cash received during the year	2,511,525	2,946,892
Deferred membership dues, end of year	\$ 2,511,525	\$ 2,946,892

Accounts receivable from contracts with customers were as follows:

	2024	2023
Accounts receivable, beginning of year	\$ 31,959	\$ 39,424
Accounts receivable, end of year	\$ 43,309	\$ 31,959

Note 12 — RENTAL INCOME

A portion of the Louisiana Bar Center building not currently needed for the Association's operations is rented to the Judiciary Commission of Louisiana under a month-to-month lease which commenced on July 1, 2016. Rental income for the years ended June 30, 2024 and 2023 totaled \$56,124 and \$56,124, respectively.

Note 13 — RETIREMENT PLAN

The Association has a defined contribution plan covering substantially all employees who meet certain eligibility requirements. The plan is a profit-sharing plan with a cash or deferred arrangement. The contributions during the years ended June 30, 2024 and 2023 totaled \$353,513 and \$348,917, respectively.

Note 14 — CONSOLIDATED AFFILIATES

As discussed in Note 2b, the Association entered into an agreement with LCLCE which gave it an economic interest in and control of LCLCE, effective June 7, 2010. The Association committed to provide annual funding to LCLCE annually for an initial term of five years with automatic renewals in one-year increments unless either party elects to terminate the agreement. During the years ended June 30, 2024 and 2023, funding totaled \$63,000 per year. Net assets of the consolidated affiliate totaling \$470,352 and \$443,381 have been included in the Consolidated Statements of Financial Position as of June 30, 2024 and 2023, respectively.

Effective September 29, 2014, JLAP amended and restated its bylaws, making LSBA its sole member. The Association has committed to providing annual funding to JLAP in an amount to be determined annually. During the years ended June 30, 2024 and 2023, funding totaled \$188,414 and \$218,864, respectively. Net assets of JLAP totaling \$897,459 and \$920,428 have been included in the Consolidated Statements of Financial Position as of June 30, 2024 and 2023, respectively.

Note 15 — RELATED PARTIES

The Association and the Louisiana Civil Justice Center (LCJC) are separate functioning organizations sharing a common mission. The LSBA's Board of Governors appoints the LCJC Board of Governors. LCJC is currently inactive, but in prior years, LSBA processed payroll for LCJC. As of June 30, 2024 and 2023, payroll funds receivable from LCJC totaled \$53,153.

The Association and the Louisiana Client Assistance Foundation (LCAF) are separately functioning organizations sharing a common mission. The LSBA's Board of Governors appoints the LCAF Board of Governors. There were no transactions between the Association and LCAF during the years ended June 30, 2024 and 2023.

Note 16 — INCOME TAXES

The Association is exempt from federal income taxes under Section 501(c)(6) of the Internal Revenue Code and qualifies as an organization that is not a private foundation as defined in Section 509(a) of the Internal Revenue Code. It is exempt from state income taxes under Section 121(6) of Title 47 of the Louisiana Revised Statutes of 1950. Net operating profits from unrelated business income, if any, are subject to federal and state income tax. The Association had taxable unrelated business income from the sale of advertising in its publications for the years ended June 30, 2024 and 2023 of approximately \$9,000 and \$11,500, respectively. Unrelated business income tax totaled \$1,893 and \$2,412 for the years ended June 30, 2024 and 2023, respectively.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Association and recognize a tax liability (or asset) if the Association has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service or other taxing authorities. Management has analyzed the tax positions taken by the Association, and has concluded that as of June 30, 2024 and 2023, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the consolidated financial statements. The Association is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

Note 17 — AVAILABILITY OF FINANCIAL ASSETS

The Association is substantially supported by membership dues, seminar and conference fees, and investment income. Certain programs of the Association are also supported by contributions, which typically are restricted by the donor for use in that program. Because a restriction requires resources to be used in a particular manner or in a future period, the Association must maintain sufficient resources to meet those responsibilities to its donors. Thus, certain financial assets may not be available for general expenditure within one year. As part of the Association's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Association has established guidelines for making decisions related to managing short-term cash reserves and other investments in a prudent manner.

Note 17 — AVAILABILITY OF FINANCIAL ASSETS (CONTINUED)

The following reflects the Association's financial assets as of June 30, 2024 and 2023, reduced by amounts not available for general use due to restrictions.

	2024	2023
Financial assets:		
Cash and cash equivalents	\$ 5,059,669	\$ 4,857,309
Accounts receivable	43,309	31,959
Other receivables	8,975	19,755
Receivable from LCJC	53,153	53,153
Contributions receivable, net	71,581	178,682
Accrued interest receivable	29,922	50,101
Investments	15,662,586	15,944,148
Total financial assets	20,929,195	21,135,107
Less amounts unavailable for general expenditures within one year, due to:		
Assets with donor restrictions:		
Restricted for specified periods or purposes	(2,085,310)	(2,300,290)
Restricted in perpetuity	(50,033)	(44,019)
Financial assets available to meet cash needs for general expenditures within one year before governing board designations	18,793,852	18,790,798
Less: governing board designations	(3,165,129)	(3,238,043)
Financial assets available to meet cash needs for general expenditures within one year	\$15,628,723	\$15,552,755

Note 18 — LEASE

JLAP leases office space under a 60-month operating lease agreement which was renewed for 36 months extending from December 1, 2022 through November 30, 2025 at a base rent of \$2,667 per month. Because the discount rate implicit in the lease is not readily determinable, JLAP utilized the 2.85% risk-free rate of return as of July 1, 2022, the date of the adoption of ASC 842, as the discount rate in measuring the operating lease right-of-use asset and lease liability. As of June 30, 2024 and 2023, the operating right-of-use asset and operating lease liability totaled \$44,379 and \$74,645, respectively, net of discounts of \$956 and \$2,698, respectively. Remaining undiscounted lease payments total \$45,335, with \$32,000 and \$13,335 due during the years ending June 30, 2025 and 2026, respectively. For the years ended June 30, 2024 and 2023, rent expense under the lease totaled \$32,000 and \$30,621, respectively.

Note 19 — COMMITMENTS

Beginning with the year ended June 30, 2024, the Louisiana Supreme Court, the Louisiana Attorney Disciplinary Board, and LSBA implemented a two-year pilot program for funding the Committee on Bar Admissions. Under the program, LSBA will transfer \$10 of each member's annual dues to the Committee on Bar Admissions. During the year ended June 30, 2024, LSBA provided \$215,320 in funding to the Committee on Bar Admissions.

Since 2005, the Association has had an agreement with Fastcase.com, Inc. ("Fastcase"), to provide members of the Association with unlimited access to the Fastcase legal research system. Effective in June 2018, the agreement was extended for an additional five-year term. At the end of the term, the agreement will automatically renew in one-year increments until such a time either party elects to terminate the agreement. Fees under this agreement totaled \$124,644 for each of the years ended June 30, 2024 and 2023. Fees remaining under the agreement will be \$124,644 for the year ending June 30, 2024.



Louisiana
State Bar
Association

Serving the Public. Serving the Profession.

Louisiana State Bar Association

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