

Management Report

The Hollywood Partnership
For the period ended July 31, 2026



Prepared by
Lorin Lappin

Prepared on
August 6, 2026

Table of Contents

Compilation Report 3

Statement of Financial Position 4

Statement of Cash Flows 7

Accounts Receivable Aging Summary 8

Statement of Activities: FY26 Budget vs. Actuals 9

To Management of
To the Board of Directors of
HOLLYWOOD PROPERTY OWNERS ALLIANCE
Hollywood, CA 90028

Management is responsible for the accompanying financial statements of the Hollywood Property Owners Alliance (a 501(c)(6) nonprofit organization) (the "Organization"), which comprise the statement of financial position as of July 31, 2026, the related statement of activities and cash flows for the seven (7) months then ended in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. I do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in the Accounts Receivable Aging Summary schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.



Certified Public Accountant
August 10, 2026

The Hollywood Partnership

Statement of Financial Position

As of July 31, 2026

	TOTAL
ASSETS	
Current Assets	
Cash and Cash Equivalents - Restricted Cash Accounts	
101 CNB Checking HED 19-28 (6560)	75,000
102 CNB Checking HED 19-28 Sweep (6560)	4,403,853
103 CNB Line of Credit HED 19-28 LC (6056)	2,268
104 CNB Petty Cash HED 19-28 (7200)	1,560
105 CNB MM HED 09-18 (7073)	97,542
110 Bill.com Money In Clearing	(2)
Total Cash and Cash Equivalents - Restricted Cash Accounts	\$4,580,221
Accounts Receivable	
120 Accounts Receivable	
120.1 Accounts Receivable - General	535,001
120.2 Accounts Receivable - Alley	2,015
120.7 Accounts Receivable - TDOZ	8,757
121.1 Accounts Receivable - General Prior Years	1,052,732
121.2 Accounts Receivable - Alley Prior Years	976
121.3 Accounts Receivable - Direct Billing Prior Years	4,974
121.5 Accounts Receivable - TDOZ Prior Years	8,757
122.1 Allowance for Doubtful Accounts	(860,616)
Total 120 Accounts Receivable	752,597
Total Accounts Receivable	\$752,597
Other Current Assets	
123 Dividend Receivable	12,162
145 Prepaid Expenses	39,568
Total Other Current Assets	\$51,730
Total Current Assets	\$5,384,547

Accrual Basis

See accompanying independent accountant's compilation report

4/9

The Hollywood Partnership

Statement of Financial Position

As of July 31, 2026

	TOTAL
Fixed Assets	
150 Furniture, Fixture, & Equipment	133,825
150.1 Accumulated Depreciation - Furniture, Fixture, & Equipment	(70,793)
Total Fixed Assets	\$63,033
Non-Current Assets	
140 Deposits	59,881
161 Right of Use Lease - Massandra Harbor Hollywood Owners LLC	
161.1 Right of Use Asset - Massandra Harbor Hollywood Owner, LLC	582,845
161.2 Accumulated Amortization - ROU Lease Liability - Massandra Harbor Hollywood Owner LLC	(582,845)
161.3 Right of Use Asset - Massandra Harbor Hollywood Owner, LLC - Apr 26-Apr 27	150,379
Total 161 Right of Use Lease - Massandra Harbor Hollywood Owners LLC	150,379
162 Right of Use Lease - Hollywood Studios LLC (Dispatch Center)	
162.1 Right of Use Asset - Dispatch Center Lease	259,404
162.2 Accumulated Amortization - ROU Lease Liability - Dispatch Center	(259,404)
162.3 Right of Use Asset - Dispatch Center Lease - Mar 26-Feb 29	265,199
Total 162 Right of Use Lease - Hollywood Studios LLC (Dispatch Center)	265,199
Total Non-Current Assets	\$475,459
TOTAL ASSETS	\$5,923,039
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
200 Accounts Payable	44,530
Total Accounts Payable	\$44,530
Credit Cards	
106 Capital One Spark Cash Plus (2173)	4,589
109 Bill Spend & Expense Credit Card	419
Total Credit Cards	\$5,008
Other Current Liabilities	
201 Accrued Vacation	131,004
203 Accrued Expenses	500,699
212 401K - Contributions Payable	6,794
213 Payroll Deductions Liabilities	(3,156)
225 Payroll Tax Liabilities	(413)
281 Due to/from 501c3	(473)
Direct Deposit Payable	(1,105)
Total Other Current Liabilities	\$633,351
Total Current Liabilities	\$682,889

Accrual Basis

See accompanying independent accountant's compilation report

5/9

The Hollywood Partnership

Statement of Financial Position

As of July 31, 2026

	TOTAL
Long-Term Liabilities	
207 Lease Liabilities - Massandra Harbor Hollywood Owner LLC - Apr 26-Apr 27	150,379
208 Lease Liabilities - Dispatch Center - Mar 26-Feb 29	267,024
Total Long-Term Liabilities	\$417,403
Total Liabilities	\$1,100,292
Equity	
300 Opening Balance Equity	1,150,768
303 Retained Earnings	(15,396)
Net Revenue	3,687,374
Total Equity	\$4,822,747
TOTAL LIABILITIES AND EQUITY	\$5,923,039

Note

1. Sweep Account - City National Bank Deposit Sweep Program held by different "Program-Banks" each with balances under \$250,000.
2. Accounts Receivable - The amount represents outstanding receivables as of 7-31-2026.
- 3 Dividend Receivables - Amount includes accrued income on sweep account for 7-31-2026.
4. Prepaid Expenses - Amount includes prepaid insurance premiums for remaining 2025-2026 policy period, 6922 office rent and staff parking and marketing retainer for August 2026.
5. Accrued Expenses - Amounts includes Block by Block contract services and legal retainer for July.
6. Contributions Payables - Amount includes 401k contribution cleared in August 2026.
7. ASC 842 Right-of-Use Asset Accounting - Required lease obligation accounting for office space leases for Hollywood Studios, LLC & Massandra Harbor Hollywood Owner, LLC

The Hollywood Partnership

Statement of Cash Flows

July 2026

	TOTAL
OPERATING ACTIVITIES	\$ (1,272,103)
INVESTING ACTIVITIES	\$ (5,934)
FINANCING ACTIVITIES	\$ (23,701)
NET CASH INCREASE FOR PERIOD	\$ (1,301,738)
Cash at beginning of period	5,881,958
CASH AT END OF PERIOD	\$4,580,221

Accrual Basis

See accompanying independent accountant's compilation report

The Hollywood Partnership

A/R Aging Summary Report
As of Jul 31, 2026

	CURRENT	1 - 30	31 - 60	61 - 90	91 AND OVER	Total
City of Los Angeles	545,772.98				0.00	545,772.98
City of Los Angeles - Prior Years					206,823.61	206,823.61
TOTAL	545,772.98				206,823.61	\$752,596.59

	2026	2025	2024	2023	2022 & Older	Allowance for Doubtful Accounts	Total
Govt Parcels	238,449	130,035	127,672	122,570	480,343	(860,616)	238,453
Non-Govt Parcels	296,552	100,271	76,989	8,749	6,103		488,664
Alley	2,015	766	210		-		2,991
EaCa Alley	-		-	-	-		-
TDOZ	8,757	8,757	-	-	-		17,515
Direct Billing	-	4,974	-	-	-		4,974
General Benefit	-						-
Grand Total	545,773	244,803	204,871	131,319	486,446	(860,616)	752,596

Accrual Basis

See accompanying independent accountant's compilation report

The Hollywood Partnership

Statement of Activities: FY26 Amended Budget vs. Actuals

January - July, 2026

	TOTAL			
	ACTUAL	BUDGET	REMAINING	% REMAINING
Revenue				
400 General Assessment Revenue	8,313,096	8,313,096	0	0.00 %
401 General Benefit Revenue	278,628	278,628	0	0.00 %
403 Alley Assessment Revenue	100,392	100,392	(0)	(0.00 %)
404 General Benefit Revenue - Alley	2,574	2,574	0	0.00 %
405 EaCa Alley Assessment Revenue	44,157	44,157	(0)	(0.00 %)
406 Tourism Assessment Revenue	245,000	245,000	0	0.00 %
Total Revenue	\$8,983,847	\$8,983,847	\$0	0.00 %
GROSS PROFIT	\$8,983,847	\$8,983,847	\$0	0.00 %
Expenditures				
601 Goal 1	3,524,243	6,090,293	2,566,050	42.00 %
602 Goal 2	20,562	98,250	77,688	79.00 %
603 Goal 3	112,560	220,050	107,490	49.00 %
604 Goal 4	92,504	119,950	27,446	23.00 %
620.1 Alley Expenses	47,727	111,626	63,899	57.00 %
620.2 EaCa Alley Expenses	29,284	115,310	86,026	75.00 %
620.3 TDOZ Expenses	95,549	245,000	149,451	61.00 %
630 Personnel & Benefits	1,099,313	1,865,980	766,667	41.00 %
650 Admin & Overhead	250,022	431,534	181,512	42.00 %
670 Management	57,896	337,020	279,124	83.00 %
700 Other Expenses	44,705		(44,705)	
Total Expenditures	\$5,374,365	\$9,635,013	\$4,260,648	44.00 %
NET OPERATING REVENUE	\$3,609,482	\$ (651,166)	\$ (4,260,648)	654.00 %
Other Revenue				
410 Interest Income - LA City	10,003		(10,003)	
411 Interest Income - Bank	55,960		(55,960)	
413 Penalty Income - Assessments	11,929		(11,929)	
Total Other Revenue	\$77,892	\$0	\$ (77,892)	0%
NET OTHER REVENUE	\$77,892	\$0	\$ (77,892)	0%
NET REVENUE	\$3,687,374	\$ (651,166)	\$ (4,338,540)	666.00 %

Accrual Basis

See accompanying independent accountant's compilation report

9/9