

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION

FINANCIAL STATEMENTS

DECEMBER 31, 2024 and 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
New Hampshire Alcohol and Drug Abuse Counselors Association
Concord, New Hampshire 03301

Opinion

We have audited the accompanying financial statements of New Hampshire Alcohol and Drug Abuse Counselors Association (the Association), which comprise the statement of financial position as of December 31, 2024 and the related statements of activities and changes in net assets, 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 New Hampshire Alcohol and Drug Abuse Counselors Association as of December 31, 2024 and the changes in 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 New Hampshire Alcohol and Drug Abuse Counselors 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 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 New Hampshire Alcohol and Drug Abuse Counselors Association'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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 New Hampshire Alcohol and Drug Abuse Counselor'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 New Hampshire Alcohol and Drug Abuse Counselors 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 New Hampshire Alcohol and Drug Abuse Counselors Association's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 12, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Rowley & Associates, P.C.
Concord, New Hampshire
May 30, 2025

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024 WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2023
See Independent Auditors' Report

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	2024	2023
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 300,401	\$ 48,463	\$ 348,864	\$ 158,183
Accounts receivable	181,152	-	181,152	238,936
Prepaid expense	3,751	-	3,751	3,361
	<u>485,304</u>	<u>48,463</u>	<u>533,767</u>	<u>400,480</u>
FURNITURE AND EQUIPMENT, at cost				
Less accumulated depreciation	113,644	-	113,644	113,147
	(86,545)	-	(86,545)	(78,813)
	<u>27,099</u>	<u>-</u>	<u>27,099</u>	<u>34,334</u>
LONG TERM ASSETS				
Security deposit	2,800	-	2,800	2,800
Right of use asset	326,358	-	326,358	366,649
	<u>329,158</u>	<u>-</u>	<u>329,158</u>	<u>369,449</u>
Total Assets	<u>841,561</u>	<u>48,463</u>	<u>890,024</u>	<u>804,263</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	312	-	312	14
Accrued expenses	11,666	-	11,666	9,119
Deferred revenue	8,450	-	8,450	5,730
Lease liability - Operating lease	52,920	-	52,920	52,140
	<u>73,348</u>	<u>-</u>	<u>73,348</u>	<u>67,003</u>
LONG-TERM LIABILITIES				
Lease liability -long term portion	288,417	-	288,417	309,927
	<u>288,417</u>	<u>-</u>	<u>288,417</u>	<u>309,927</u>
NET ASSETS				
Without donor restrictions	479,796	-	479,796	361,477
With donor restrctions	-	48,463	48,463	65,856
	<u>479,796</u>	<u>48,463</u>	<u>528,259</u>	<u>427,333</u>
Total liabilities and net assets	<u>\$ 841,561</u>	<u>\$ 48,463</u>	<u>\$ 890,024</u>	<u>\$ 804,263</u>

See Notes to Financial Statements

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2023
See Independent Auditors' Report

	2024			2023
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	Total
Operating Revenue				
Grant revenue	\$ 857,309	\$ 391,595	\$ 1,248,904	\$ 944,670
Contributions, in-kind	1,920	-	1,920	2,125
Contributions, noncash	1,107	-	1,107	443
Training fees	117,242	-	117,242	107,558
Membership fees	7,224	-	7,224	10,426
Total Operating Revenue	984,802	391,595	1,376,397	1,065,222
Net assets released from donor imposed restrictions	408,988	(408,988)	-	-
Expenses				
Program expenses	1,233,814	-	1,233,814	973,609
Administrative expenses	77,101	-	77,101	60,817
Fundraising	9,907	-	9,907	7,365
Total Expenses	1,320,822	-	1,320,822	1,041,791
Operating Increase in Net Assets	72,968	(17,393)	55,575	23,431
Non-Operating Income				
Room rental	1,275	-	1,275	1,750
Loss on disposal fixed asset	(697)	-	(697)	-
Interest	104	-	104	79
Charitable gaming proceeds net fees of \$50 and \$6,000	13,287	-	13,287	25,992
Behavioral health summit	28,913	-	28,913	39,963
Other revenue	2,469	-	2,469	1,991
Total Non-Operating Income	45,351	-	45,351	69,775
Net Increase in Net Assets	118,319	(17,393)	100,926	93,206
Net assets, beginning of year	361,477	65,856	427,333	334,127
Net assets, end of year	<u>\$ 479,796</u>	<u>\$ 48,463</u>	<u>\$ 528,259</u>	<u>\$ 427,333</u>

See Notes to Financial Statements

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION

SCHEDULE OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2024 WITH COMPARATIVE TOTALS FOR
THE YEAR ENDED DECEMBER 31, 2023

See Independent Auditors' Report

	Program Services	Management and General	Fundraising	Total 2024	Total 2023
Salaries and wages	\$ 635,549	\$ 40,567	\$ -	\$ 676,116	\$ 489,230
Employee benefits	85,895	5,483	-	91,378	57,513
Payroll taxes	48,824	3,116	-	51,940	38,900
Scholarships/sponsorships	15,985	-	-	15,985	13,450
Registration fees	38,087	2,431	-	40,518	30,222
Training	32,327	2,063	-	34,390	50,073
Legal and accounting fees	11,639	743	-	12,382	12,114
Professional services	160,755	10,261	-	171,016	186,492
Trainer fees	34,730	2,217	-	36,947	12,694
Conferences and meetings	15,556	993	-	16,549	7,640
Insurance	2,552	163	-	2,715	4,923
Travel expenses	27,857	1,778	-	29,635	24,639
Office supplies and expenses	13,974	892	-	14,866	20,412
Repairs & maintenance	71	4	-	75	225
Postage	342	22	-	364	898
Telephone	1,436	92	-	1,528	1,502
Education	282	18	-	300	300
Marketing & communication	9,907	-	9,907	19,814	14,730
Information Technology	15,022	959	-	15,981	11,061
Board expenses	2,098	134	-	2,232	2,855
Occupancy expenses	67,399	4,302	-	71,701	47,559
Depreciation	8,451	539	-	8,990	9,087
Miscellaneous expenses	5,076	324	-	5,400	5,272
	<u>\$ 1,233,814</u>	<u>\$ 77,101</u>	<u>\$ 9,907</u>	<u>\$ 1,320,822</u>	<u>\$ 1,041,791</u>

See Notes to Financial Statements

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

See Independent Auditors' Report

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 100,926	\$ 93,206
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Loss on sale of equipment	697	-
Depreciation	8,990	9,087
Amortization - operating lease	40,291	40,291
(Increase) decrease in operating assets:		
Accounts receivable	57,784	(79,007)
Prepaid expenses	(390)	2,649
Increase (decrease) in operating liabilities:		
Accounts payable	298	(2,104)
Accrued expenses	2,547	78
Deferred revenue	<u>2,720</u>	<u>(620)</u>
Net cash provided by operating activities	<u>213,863</u>	<u>63,580</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash paid for furniture & equipment	<u>(2,451)</u>	<u>(20,448)</u>
Net cash (used) by investing activities	<u>(2,451)</u>	<u>(20,448)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of operating lease	<u>(20,731)</u>	<u>(44,872)</u>
Net cash (used) by financing activities	<u>(20,731)</u>	<u>(44,872)</u>
Net increase (decrease) in cash and cash equivalents	190,681	(1,740)
Cash and cash equivalents, beginning of year	<u>158,183</u>	<u>159,923</u>
Cash and cash equivalents, end of year	<u><u>\$ 348,864</u></u>	<u><u>\$ 158,183</u></u>

See Notes to Financial Statements

NEW HAMPSHIRE ALCOHOL AND DRUG
ABUSE COUNSELORS ASSOCIATION

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
See Independent Auditors' Report

	<u>2024</u>	<u>2023</u>
SUPPLEMENTARY SCHEDULE OF CASH FLOW INFORMATION		
In-kind contributions	\$ <u>1,920</u>	\$ <u>2,125</u>
Non-cash contributions	\$ <u>1,107</u>	\$ <u>443</u>

See Notes to Financial Statements

NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

New Hampshire Alcohol and Drug Abuse Counselors Association's (the Association) mission is to provide quality education, workforce development, advocacy, ethical standards and leadership for addiction professionals. The Association empowers efforts in prevention, treatment and recovery. The Association is supported primarily through private funding and public support.

Significant Accounting Policies

The financial statements of the Association have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to not-for-profits. The Financial Accounting Standards Board (FASB) is the accepted standard-setting body for establishing accounting and financial reporting principles for not-for-profits. The more significant of the FASB's generally accepted accounting principles applicable to the Association, and the Association's conformity with such principles, are described below. These disclosures are an integral part of the Association's financial statements.

Basis of Presentation

The Organization maintains its accounting records on the accrual basis of accounting whereby revenues are recorded when earned and expenses are recorded when the obligation is incurred. The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets without Donor Restrictions – These net assets generally result from revenues generated by receiving contributions that have no donor restrictions, providing services, and receiving interest from operating investments, less expenses incurred in providing program-related services, raising contributions, and performing administrative functions.

Net Assets with Donor Restrictions – These net assets result from gifts of cash and other assets that are received with donor stipulations that limit the use of the donated assets, either temporarily or permanently, until the donor restriction expires, that is until the stipulated time restriction ends or the purpose of the restriction is accomplished, the net assets are restricted.

Cash Equivalents

For purposes of reporting cash flows, the Association considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents, excluding amounts the use of which is limited by Board designation or restriction. At December 31, 2024 and 2023, the Association had no cash equivalents.

Revenue and Revenue Recognition

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash or other assets are received.

NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Materials and Services

The Association records the value of donated goods and services when there is an objective basis available to measure their value. For the years ended December 31, 2024 and 2023, in-kind and non-cash contributions were \$1,920 and \$2,125 and \$1,107 and \$443, respectively. All contributed services were considered without donor restriction and were valued at fair-market-value.

Equipment

Equipment is recorded at cost of purchase or, if contributed, at fair market value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as net assets with donor restriction support. In the absence of such stipulation, contributions of equipment are recorded as net assets without donor restriction support. The Association depreciates equipment over a 5-7 year useful life using the straight-line method. Depreciation expense was \$8,990 and \$9,087 for the years ended December 31, 2024 and 2023. Equipment purchases with a cost under \$500 are not capitalized.

Income Taxes

The Association has been notified by the Internal Revenue Service that it is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Association is further classified as an organization that is not a private foundation under Section 509(a)(3) of the Code. The most significant tax positions of the Organization are its assertion that it is exempt from income taxes and its determination of whether any amounts are subject to unrelated business tax (UBIT). The Organization follows the guidance of Accounting Standards Codification (ASC) 740, Accounting for Income Taxes, related to uncertain income taxes, which prescribes a threshold of more likely than not for recognition and recognition of tax positions taken or expected to be taken in a tax return. All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. Accordingly, no provision for income taxes has been recorded.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Comparative Financial Information

The 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 generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

Reclassification

Certain 2023 amounts have been reclassified to conform with the 2024 financial statement presentation.

NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Instruments

The carrying value of cash and cash equivalents, accounts receivable, prepaid expense, deferred revenue, accounts payable, and accrued expenses are stated at carrying cost at December 31, 2024 and 2023, which approximates fair value due to the relatively short maturity of these instruments.

Cost Allocation and Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on estimates that are based on their relationship to those activities, consistently applied. Those expenses include payroll and payroll related expenses and occupancy costs. Occupancy costs are allocated based on square footage. Payroll and payroll related expenses are based on estimates of time and effort. Other cost allocations are based on the relationship between the expenditure and the activities benefited.

Leases

In February, 2016, the FASB issued ASU 2016-02, Leases (Topic 842). Under the new guidance, a lessee is required to recognize assets and liabilities for leases with lease terms of more than twelve months. Consistent with current GAAP, the recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee primarily depends on its classification as a finance or operating lease. However, unlike current GAAP—which required only capital leases to be recognized on the statement of financial position—the new ASU requires both types of leases to be recognized on the statement of financial position.

NOTE 2 COMMITMENTS AND CONTINGENCIES

The Association receives a substantial amount of its support from government agencies. A significant reduction in the level of this support, if this were to occur, may have an effect on the Association's programs and activities. Grants often require the fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of funds to grantors. Although the return of funds is a possibility, the board of directors deems the contingency unlikely, since by accepting the grants and their terms, it has made a commitment to fulfill the provisions of the grant.

Approximately 83% and 80% of total support was derived from a single grant from the State of New Hampshire for years ended December 31, 2024 and 2023, respectively.

NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 3 CONCENTRATION OF RISK

The Association maintains cash balances in several accounts at a local bank. These accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. At various times throughout the year, the Association may have cash balances at the financial institution that exceeds the insured amount. Management does not believe this concentration of cash results in a high level of risk for the Association. At December 31, 2024 and 2023 the Association had no uninsured cash balances.

NOTE 4 FAIR VALUE MEASUREMENTS

Fair values of assets measured on a recurring basis at December 31 were as follows:

		Other Unobservable Inputs Level (2)
<u>2024</u>	<u>Fair Value</u>	
Accounts receivable	<u>\$ 181,152</u>	<u>\$ 181,152</u>
<u>2023</u>		
Accounts receivable	<u>\$ 238,936</u>	<u>\$ 238,936</u>

The fair value of the accounts receivable are estimated at the present value of expected future cash flows.

NOTE 5 COMPENSATED ABSENCES

Employees of the Organization are entitled to paid vacation depending on job classification, length of services and other factors. The statement of financial position reflects accrued vacation earned, but unpaid as of December 31, 2024 and 2023 in the amount of \$11,666 and \$9,119, respectively.

NOTE 6 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Association has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Association's primary sources of support are grants and training fees. Most of that support is held for the purpose of supporting the Association's budget. The Association had the following financial assets that could be readily made available within one year to fund expenses without limitations:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 348,864	\$ 158,183
Accounts receivable	181,152	238,936
Less amounts subject to donor imposed restriction	<u>(48,463)</u>	<u>(65,856)</u>
	<u>\$ 481,553</u>	<u>\$ 331,263</u>

NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 7 BOARD DESIGNATED NET ASSETS

The Association has net assets designated for various future projects and events. These funds are comprised of the following as of December 31:

	<u>2024</u>	<u>2023</u>
Cash reserve account	\$ <u>108,152</u>	\$ <u>59,806</u>

NOTE 8 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods at December 31:

Subject to expenditure for specific purpose:	<u>2024</u>	<u>2023</u>
Bank of NH Grant	\$ 1,820	\$ 1,885
JSI TTP001 Contract	-	42,614
JSI TTP002 Contract	21,452	-
Alexander Eastman Grant	2,500	-
NH Problem Gambling	-	6,685
Dobles Foundation	19,618	14,502
Train it forward	<u>3,073</u>	<u>170</u>
Total net assets with donor restrictions	<u>\$ 48,463</u>	<u>\$ 65,856</u>

NOTE 9 LEASE COMMITMENT

The Organization leases office facilities under a long-term operating lease agreement originating in June, 2023 and expiring in 2032. Base rent for the lease is established at \$4,345 with three percent increases every three years. The weighted-average discount rate is based on the discount rate implicit in the lease. The organization has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable. The risk-free rate option has been applied to the office facility class of assets. The entity elected the practical expedient to not reassess whether any expired, existing contracts, contained leases and any indirect costs for existing leases.

Total right-of-use assets and lease liabilities at December 31, 2024 are as follows:

Lease Assets – Classification in Statement of Financial Position

Operating right-of-use-assets	\$ 326,358
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Lease Liabilities – Classification in Statement of Financial Position:

Operating lease liability	\$ 341,337
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NEW HAMPSHIRE ALCOHOL AND DRUG ABUSE COUNSELORS ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024 and 2023

NOTE 9 LEASE COMMITMENT (CONTINUED)

The weighted-average remaining lease term and weighted-average discount rate are as follows:

Weighted-average remaining lease term in years	<u>2024</u>
Operating leases	8.1

Weighted-average discount rate	<u>2024</u>
Operating leases	4.2%

Amortization expense recognized under operating leases was \$40,291 and \$40,291 and rent expense related to this lease was \$31,410 and \$7,268 as of December 31, 2024 and 2023, respectively. These expenses are categorized as occupancy costs on the statement of functional expenses.

The future minimum lease payments under finance leases with terms greater than one year as of December 31:

	<u>Operating</u>
2025	\$ 52,920
2026	53,700
2027	53,700
2028	54,750
2029	55,800
Thereafter	<u>134,850</u>
Total lease payments	405,720
NPV discount	<u>(64,383)</u>
Present value of lease liabilities	341,337
Less current portion	<u>(52,920)</u>
Long-term portion, lease liability	<u>\$ 288,417</u>

NOTE 10 DEFERRED REVENUE

NHADACA receives registration fees for future events. NHADACA had deferred revenue of \$8,450 and \$5,730 for the years ended December 31, 2024 and 2023, respectively.

NOTE 11 SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 30, 2025, the date on which the financial statements were available to be issued to determine if any are of such significance to require disclosure. It has been determined that no subsequent events matching this criterion occurred during this period.