

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION
FINANCIAL STATEMENTS
JUNE 30, 2024



WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Wings Over America Scholarship Foundation
Virginia Beach, Virginia

We have audited the accompanying financial statements of Wings Over America Scholarship Foundation (a nonprofit organization) (the "Foundation"), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities 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 Wings Over America Scholarship Foundation as of June 30, 2024, 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 Wings Over America Scholarship 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.

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 Wings Over America Scholarship 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 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 Wings Over America Scholarship 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 Wings Over America Scholarship 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.

Barnes, Brock, Cornwell & Painter, PLLC

Chesapeake, Virginia
December 18, 2024

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2024

ASSETS

CURRENT ASSETS:

Cash and cash equivalents	\$ 63,810
Investments, at fair value	1,582,452
Prepaid expenses	<u>8,222</u>

Total current assets \$ 1,654,484

EQUIPMENT:

Equipment	\$ 8,432
Less accumulated depreciation	<u>(4,728)</u>

Net equipment \$ 3,704

OTHER ASSET:

Right of use asset	<u>16,016</u>
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Total assets \$ 1,674,204

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:

Operating lease liability, current	\$ 7,704
Deferred revenue	<u>2,500</u>

Total current liabilities \$ 10,204

LONG TERM LIABILITY:

Operating lease liability, net	<u>8,312</u>
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Total liabilities \$ 18,516

NET ASSETS:

Without donor restrictions:	
Undesignated	\$ 829,060
Board designated investments	121,853
With donor restrictions	<u>704,776</u>

Total net assets \$ 1,655,688

Total liabilities and net assets \$ 1,674,204

See independent auditor's report and accompanying notes to the financial statements.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUE AND SUPPORT:			
Contributions	\$ 351,682	\$ 159,467	\$ 511,149
Special events, net of expenses \$56,151	70,179	-	70,179
Net assets released from restriction	39,600	(39,600)	-
	\$ 461,461	\$ 119,867	\$ 581,328
OPERATING EXPENSES:			
Program services	\$ 415,091	\$ -	\$ 415,091
Supporting services:			
Management and general	12,599	-	12,599
Fundraising	18,214	-	18,214
	\$ 445,904	\$ -	\$ 445,904
CHANGE IN NET ASSETS FROM OPERATING ACTIVITIES	\$ 15,557	\$ 119,867	\$ 135,424
NON-OPERATING ACTIVITIES:			
Interest and dividends, net of expenses \$10,996	\$ 21,373	\$ 14,630	\$ 36,003
Realized gain (loss) on investments	(9,386)	(6,425)	(15,811)
Unrealized gain (loss) on investments	51,513	35,267	86,780
	\$ 63,501	\$ 43,472	\$ 106,972
CHANGE IN NET ASSETS FROM NON-OPERATING ACTIVITIES	\$ 79,058	\$ 163,339	\$ 242,396
CHANGE IN NET ASSETS	\$ 79,058	\$ 163,339	\$ 242,396
NET ASSETS, BEGINNING OF YEAR	871,855	541,437	1,413,292
NET ASSETS, END OF YEAR	\$ 950,913	\$ 704,776	\$ 1,655,688

See independent auditor's report and accompanying notes to the financial statements.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024**

	Supporting Services				Total
	Program Services	Management and General	Fundraising	Supporting Total	
Board development	\$ 2,209	\$ 245	\$ -	\$ 245	\$ 2,454
Consulting	8,383	931	-	931	9,314
Depreciation	1,191	132	-	132	1,323
Insurance	1,798	200	-	200	1,998
Office expense	5,394	1,798	1,798	3,596	8,990
Postage expense	154	18	9	27	181
Professional fees	5,062	563	-	563	5,625
Rent and utilities	8,760	973	-	973	9,733
Salaries and related taxes	50,598	7,229	14,457	21,686	72,284
Scholarship awards	328,900	-	-	-	328,900
Supplies	2,437	487	1,950	2,437	4,874
Taxes and licenses	205	23	-	23	228
	<u>\$ 415,091</u>	<u>\$ 12,599</u>	<u>\$ 18,214</u>	<u>\$ 30,813</u>	<u>\$ 445,904</u>
Total operating expenses	<u>\$ 415,091</u>	<u>\$ 12,599</u>	<u>\$ 18,214</u>	<u>\$ 30,813</u>	<u>\$ 445,904</u>

See independent auditor's report and accompanying notes to the financial statements.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING AND NON-OPERATING ACTIVITIES:	
Change in net assets	\$ 242,396
Adjustments to reconcile changes in net assets to net cash provided (used) by operating and non-operating activities:	
Depreciation	72,284
Unrealized (gain) loss on investments	(86,780)
(Increase) decrease in assets:	
Prepaid expenses	784
 NET CASH PROVIDED FROM OPERATING AND NON-OPERATING ACTIVITIES	 <u>\$ 228,684</u>
 CASH FLOWS FROM INVESTING ACTIVITIES:	
Net additions to investments	<u>(208,673)</u>
 NET CHANGE IN CASH AND CASH EQUIVALENTS	 \$ 20,011
 CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	 <u>43,799</u>
 CASH AND CASH EQUIVALENTS - END OF YEAR	 <u>\$ 63,810</u>

SUPPLEMENTAL DISCLOSURE OF NONCASH INFORMATION

Fair value of donated supplies	<u>\$ 22,935</u>
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See independent auditor's report and accompanying notes to the financial statements.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 1 - ORGANIZATION:

The Wings Over America Scholarship Foundation ("the Foundation") was formed in 1987 and was incorporated under the laws of the Commonwealth of Virginia on April 19, 2007. The Foundation provides academic scholarships to dependent children and spouses of U.S. Navy aviation personnel. The Foundation is supported primarily through donor contributions and from the proceeds generated by various special events.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

These financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Foundation as a whole and to present net assets, revenues, and expenses based on the existence or absence of donor-impaired restrictions. This has been accomplished by the classification of assets, liabilities, and net assets into two groups with donor restrictions and without donor restrictions.

These two groups are defined as follows:

- *Net assets without donor restrictions* - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. The Foundation's board may designate assets without restrictions for specific operational purposes from time to time.
- *Net assets with donor restrictions* - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

The Foundation follows the provisions of the *Financial Accounting Standards Board Accounting Standards Codification (FASB ASC)*.

Donated Assets and Services

The Foundation recognizes in-kind contributions as revenue and expense in the period in which they are received. Donated materials are valued by donor at fair market value on the date of the gift. No amounts have been reflected in the accompanying financial statements for volunteer services since they are not susceptible to objective measurement or valuation; however, a number of volunteers donated significant amounts of their time performing services that would otherwise be performed by paid employees.

Revenue Recognition

The financial statements of the Foundation are presented on the accrual method of accounting. Under this method of accounting, revenues are recognized when a donor makes a promise to give that is, in substance, unconditional. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable consist primarily of non-interest bearing amounts due for fundraising events. Management considers the need for an allowance for uncollectible accounts receivable based on its review of accounts receivable and historical collection experience. The Foundation writes off receivables as a charge to the allowance when in their estimation it is probable the receivables is worthless. Accounts receivable are considered past due if payments are not received by the due date on the billing statement. At June 30, 2024, there were no accounts receivable.

Investments

The Foundation records investments at fair market value based on quoted prices in active markets (all Level 1 measurements) and are classified by management as available-for-sale. Accordingly, realized gains and losses, if any, are determined on the basis of the actual cost of the securities sold. Unrealized gains and losses are presented as a single amount in the statements of activities. Gifts of investments are recorded at their fair market value (based upon quotations or appraisals) at the date of the gift. Purchases and sales of investments are recorded on the trade date.

Equipment

Purchased items are stated at cost and donated items are stated at fair market value at the date of the gift. Donations are reported as unrestricted support unless the donor has restricted the asset to a specific purpose. Depreciation is provided on the straight-line method over the estimated useful lives of the assets of 5 years. Gains and losses arising from retirements or dispositions are recognized in the period incurred.

Depreciation expense for the year ended June 30, 2024 amounted to \$1,323.

Scholarship Payable

The Foundation awards scholarships which are conditional based on certain requirements. There were no scholarships payable at June 30, 2024

Deferred Revenue

Income from donors are recognized at fair value and deferred over the periods to which the income relates. As of June 30, 2024 deferred revenue was \$2,500.

Income Taxes

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. Internal Revenue Code Section 513(a) defines an unrelated trade or business of an unexempt Foundation as any trade or business which is not substantially related to the exercise or performance of its exempt purpose. Currently, the Foundation has no obligation for any unrelated business income tax. The Foundation believes it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements; however, any penalties and interest incurred as a result of uncertain tax positions would be recorded in general administration. The Foundation's federal return of Foundation Exempt from Income Tax (Form 990) for the fiscal years ending 2024, 2023, 2022, and 2021 are subject to examination by the IRS, generally for three years after they were filed.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of 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.

Measure of Operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Foundation's ongoing activities. Non-operating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Functional Allocation of Expenses

The cost of providing the Foundation's various programs and supporting services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs are allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expenses:	Method of Allocation:
Board development	Reasonable basis consistently applied
Consulting	Reasonable basis consistently applied
Depreciation	Reasonable basis consistently applied
Insurance	Reasonable basis consistently applied
Office expense	Reasonable basis consistently applied
Postage expense	Reasonable basis consistently applied
Professional fees	Reasonable basis consistently applied
Rent and utilities	Reasonable basis consistently applied
Salaries and related taxes	Time and effort
Supplies	Reasonable basis consistently applied
Taxes and licenses	Reasonable basis consistently applied

Contributions

Unconditional promises (pledges) are recognized when the donor makes a pledge to give to the Foundation and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. Donations of equipment are recorded as support at their estimated fair value at the date of donation.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Advertising Costs

The Foundation expenses the cost of advertising when incurred. As of June 30, 2024 the Foundation did not incur any advertising costs for the year then ended.

Lease Accounting

The Foundation determines whether to account for its leases as operating or capital leases depending on the underlying terms of the lease agreement. This determination of classification requires significant judgment relating to certain information, including the estimated fair value and remaining economic life of the leased assets, minimum lease payments, and other lease terms.

NOTE 3 - CONCENTRATION OF CREDIT RISK:

Financial instruments, which potentially subject the Foundation to concentrations of credit risk, consist principally of cash and investments. The Foundation places its cash and investments with high credit quality depositories in the United States. All of a depositor's accounts at an insured depository institution, including all non-interest bearing transaction accounts, will be insured by the Federal Deposit Insurance Corporation (FDIC) and the Securities Investor Protection Corporation (SIPC) up to the standard maximum deposit insurance amount of \$250,000 and \$500,000, respectively, for each deposit insurance ownership category. The Foundation did not have demand deposits on hand in financial institutions that exceeded FDIC limits for the year ended June 30, 2024. Amounts in excess of the SIPC limit as of June 30, 2024 were \$1,082,452.

Approximately 17% of the Foundation's revenue came from the special event revenues earned for the year ended June 30, 2024. The current level of the Foundation's operations and programs may be significantly impacted if there is a reduction of contributions from these special events.

NOTE 4 - LIQUIDITY AND AVAILABILITY:

The Foundation's financial assets available within one year of the statement of financial position sheet date for general expenditure are as follows:

Financial assets:

Cash and cash equivalents	\$ 63,810
Investments	<u>1,582,452</u>
Total financial assets	\$ 1,646,262
Less amounts not available to be used within one year:	
Investments with donor restrictions	(704,776)
Board designated investments	<u>(121,853)</u>
Financial assets available to meet general expenditures within one year	<u><u>\$ 819,633</u></u>

The Foundation receives significant contributions and promises to give restricted by donors, and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Foundation manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 5 - NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions are available for the following purpose:

Scholarship awards	<u>\$ 704,776</u>
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Net assets released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors:

Satisfaction of purpose restriction:	
Scholarships issued	<u>\$ 39,600</u>

NOTE 6 - NET ASSETS WITHOUT DONOR RESTRICTIONS:

Net assets without donor restrictions for the year ended June 30, 2024 are as follows:

Financial assets without donor restrictions:	
Undesignated	\$ 829,060
Board designated	<u>121,853</u>
Total net assets without donor restrictions	<u>\$ 950,913</u>

NOTE 7 - FAIR VALUE MEASUREMENTS:

In accordance with FASB (ASC) 820, *Fair Value Measurements and Disclosures*, the Foundation accounts for its financial instruments as well as certain assets and liabilities at fair value. Fair value is defined as the price that would be paid in an orderly transaction, or exit price, between market participants to sell the asset or transfer the liability in the principal or most advantageous market for the asset or liability. FASB (ASC) 820 also establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation 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. The Foundation currently has no level 2 assets.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement. The Foundation currently has no level 3 assets.

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 7 - FAIR VALUE MEASUREMENTS (Continued):

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 used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

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

Money market and mutual funds: Valued at the closing price reported on the active market on which the individual securities are traded.

Common stocks, corporate bonds and U.S. government securities: Valued at the closing price reported on the active market on which the individual securities are traded.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the plan believes its valuation methods are appropriate and consistent with 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.

The following table sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value as of June 30, 2024

Assets at Fair Value as of June 30, 2024

	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 160,854	\$ -	\$ -	\$ 160,854
Money market funds	227,401	-	-	227,401
Exchange-traded funds	314,292	-	-	314,292
Mutual funds	879,905	-	-	879,905
Total investments at fair value	\$ 1,582,452	\$ -	\$ -	\$ 1,582,452

For the year ended June 30, 2024, investments with donor restrictions were \$704,776.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the plan believes its valuation methods are appropriate and consistent with 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.

The following schedule summarizes the investment return and its classification in the statements of activities for the year ended:

	<u>June 30, 2024</u>		Total
	Without Donor Restrictions	With Donor Restrictions	
Interest and dividends, net of fees	\$ 21,373	\$ 14,630	\$ 36,003
Realized and unrealized losses	42,127	28,842	70,969
Total investment return	\$ 63,500	\$ 43,472	\$ 106,972

WINGS OVER AMERICA SCHOLARSHIP FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 8 - OPERATING LEASE COMMITMENT:

The Foundation leases its office space under an operating lease from an unrelated third party. Effective July 1, 2023, the Foundation extended the existing lease agreement. The current lease expires in June of 2026. Monthly rent for the space is \$690 and increases every year based on the schedule in the agreement. Total lease expense amounted to \$8,227 for the year ended June 30, 2024.

The following table displays the undiscounted cash flows due related to operating lease as of June 30, 2024, along with a reconciliation to the discounted amount recorded on the June 30, 2024 balance sheet.

Undiscounted cash flows due within the year ending:		
	2025	\$ 8,280
	2026	<u>8,520</u>
Total undiscounted cash flows		\$ 16,800
Impact of present value discount		<u>(784)</u>
Present value of lease liability		\$ 16,016
Lease payable, current portion		<u>(7,704)</u>
Long-term lease payable		<u><u>\$ 8,312</u></u>

The remaining weighted-average term and discount rate used for the operating lease as of June 30, 2024 is as follows:

Weighted-average term (years)	2
Weighted-average discount rate	4.6%

NOTE 9 - SUBSEQUENT EVENTS:

Subsequent events were evaluated through December 18, 2024, which is the date the financial statements were available to be issued. No events have occurred subsequent to the financial statement date and through December 18, 2024 that would require adjustment to, or disclosure in, the financial statements.