TWLOHA, INC.

FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2024 AND 2023

TWLOHA, INC.
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YEARS ENDED DECEMBER 31, 2024 AND 2023

INDEPENDENT AUDITORS' REPORT

Board of Directors
TWLOHA, Inc.
Melbourne, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of TWLOHA, Inc. (a Florida not for profit corporation), which comprise the statement of financial position as of December 31, 2024 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TWLOHA, Inc. as of December 31, 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.

Other Matter – Prior Year Financial Statements

The financial statements of TWLOHA, Inc. as of and for the year ended December 31, 2023, were audited by another auditor who expressed an unmodified opinion on those statements on August 13, 2024. We were not engaged to audit, review or apply any procedures to the 2023 financial statements and, accordingly, we do not express an opinion or any form of assurance on them.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of TWLOHA, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 TWLOHA, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 GAAS 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 GAAS, 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 TWLOHA, Inc.'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 TWLOHA, Inc.'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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Lakeland, Florida
October 24, 2025

TWLOHA, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	$ 1,009,753	$ 1,015,004
Certificate of Deposit	-	300,000
Accounts Receivable	16,039	10,609
Promises to Give	95,664	55,028
Inventory	137,815	265,066
Prepaid Expenses	33,233	109,999
Total Current Assets	1,292,504	1,755,706
PROPERTY AND EQUIPMENT, NET	1,172,874	1,209,157
OTHER ASSETS, NET	148,907	164,469
Total Assets	$ 2,614,285	$ 3,129,332
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Payable, Trade	$ 57,385	$ 150,408
Grants Payable	1,725	11,405
Accrued Expenses	168,390	80,331
Current Portion of Long-Term Debt	26,194	26,194
Total Current Liabilities	253,694	268,338
LONG-TERM DEBT, NET	722,201	748,261
NET ASSETS WITHOUT RESTRICTIONS	1,638,390	2,112,733
Total Net Assets	1,638,390	2,112,733
Total Liabilities and Net Assets	$ 2,614,285	$ 3,129,332

See accompanying Notes to Financial Statements.

TWLOHA, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS, AND OTHER SUPPORT			
Contributions:			
Cash	$ 1,932,618	$ 224,539	$ 2,157,157
In-Kind Goods and Services	1,592	114,000	115,592
Grants	281,950	-	281,950
Merchandise Sales	1,372,848	-	1,372,848
Fundraising	111,135	-	111,135
Royalties	6,099	-	6,099
Other	20,842	-	20,842
Interest	21,464	-	21,464
Net Assets Released from Restrictions	338,539	(338,539)	-
Total Revenue, Gains, and Other Support	4,087,087	-	4,087,087
EXPENSES			
Program Services	3,357,667	-	3,357,667
Management and General	1,136,204	-	1,136,204
Fundraising	67,559	-	67,559
Total Expenses	4,561,430	-	4,561,430
CHANGE IN NET ASSETS	(474,343)	-	(474,343)
Net Assets - Beginning of Year	2,112,733	-	2,112,733
NET ASSETS - END OF YEAR	$ 1,638,390	$ -	$ 1,638,390

See accompanying Notes to Financial Statements.

TWLOHA, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS, AND OTHER SUPPORT			
Contributions:			
Cash	$ 2,780,340	$ 228,963	$ 3,009,303
In-Kind Goods and Services	90,000	-	90,000
Grants	145,869	105,000	250,869
Merchandise Sales	1,429,653	-	1,429,653
Fundraising	5,000	-	5,000
Speaking Engagements	12,509	-	12,509
Other	26,724	-	26,724
Interest	2,798	-	2,798
Net Assets Released from Restrictions	333,963	(333,963)	-
Total Revenue, Gains, and Other Support	4,826,856	-	4,826,856
EXPENSES			
Program Services	4,076,572	-	4,076,572
Management and General	1,425,627	-	1,425,627
Fundraising	2,952	-	2,952
Total Expenses	5,505,151	-	5,505,151
CHANGE IN NET ASSETS	(678,295)	-	(678,295)
Net Assets - Beginning of Year	2,791,028	-	2,791,028
NET ASSETS - END OF YEAR	$ 2,112,733	$ -	$ 2,112,733

See accompanying Notes to Financial Statements.

TWLOHA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services							
	Events and Tours	Awareness and Education	Supporter Engagement	Treatment and Recovery	Total	Management and General	Fundraising	Total Expenses
DIRECT ASSISTANCE								
Grants	$ -	$ -	$ -	$ 172,093	$ 172,093	$ 26	$ -	$ 172,119
OTHER EXPENSES								
Salaries and Wages	118,767	717,720	249,034	78,189	1,163,710	493,903	5,399	1,663,012
Cost of Sales	111,521	683,497	6,394	-	801,412	1,638	15,155	818,205
Donations	-	-	-	114,000	114,000	-	1,592	115,592
Contract Services	11,163	124,555	55,156	2,046	192,920	32,345	12,030	237,295
Information Technology	10,116	102,603	7,915	26,349	146,983	165,713	9,491	322,187
Advertising and Promotion	8,843	124,736	5,978	-	139,557	241,371	1,103	382,031
Travel	35,438	14,093	15,373	10	64,914	2,779	4,463	72,156
Employee Benefits	16,241	86,200	28,626	6,272	137,339	47,922	162	185,423
Event Expenses	65,599	3,449	62,606	-	131,654	13	8,431	140,098
Payroll Taxes	8,466	55,684	19,853	6,243	90,246	35,533	400	126,179
Office Expenses	5,318	19,813	7,777	698	33,606	76,484	4,158	114,248
Interest	9,075	17,847	907	-	27,829	2,408	-	30,237
Insurance	24,126	37,719	4,235	1,117	67,197	9,656	-	76,853
Occupancy	10,067	21,574	2,111	269	34,021	2,475	-	36,496
Staff and Intern Development	27	315	1,353	17	1,712	2,319	1,813	5,844
Conferences	66	-	585	-	651	10	-	661
Business Expenses	338	490	36	13	877	7,070	3,362	11,309
Total Other Expenses	435,171	2,010,295	467,939	235,223	3,148,628	1,121,639	67,559	4,337,826
Total Expenses Before Depreciation and Amortization	435,171	2,010,295	467,939	407,316	3,320,721	1,121,665	67,559	4,509,945
Depreciation and Amortization	15,898	15,898	5,150	-	36,946	14,539	-	51,485
Total Expenses by Function	$ 451,069	$ 2,026,193	$ 473,089	$ 407,316	$ 3,357,667	$ 1,136,204	$ 67,559	$ 4,561,430

See accompanying Notes to Financial Statements.

TWLOHA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2023

	Program Services							
	Events and Tours	Awareness and Education	Supporter Engagement	Treatment and Recovery	Total	Management and General	Fundraising	Total Expenses
DIRECT ASSISTANCE								
Grants	$ -	$ -	$ -	$ 213,687	$ 213,687	$ -	$ -	$ 213,687
OTHER EXPENSES								
Salaries and Wages	205,109	836,143	273,390	70,016	1,384,658	493,611	-	1,878,269
Cost of Sales	119,665	850,685	1,792	-	972,142	644	-	972,786
Contract Services	20,018	168,642	7,805	1,632	198,097	422,898	-	620,995
Information Technology	4,834	102,814	16,310	18,177	142,135	189,998	-	332,133
Advertising and Promotion	14,388	163,289	59,065	19,014	255,756	40,881	-	296,637
Travel	26,286	87,785	28,700	5,721	148,492	53,875	-	202,367
Employee Benefits	20,408	34,121	8,118	2,570	65,217	130,085	-	195,302
Event Expenses	867	37,097	1,152	90,173	129,289	16,222	-	145,511
Payroll Taxes	15,465	64,482	21,906	5,572	107,425	36,578	-	144,003
Office Expenses	83,331	22,746	20,922	-	126,999	227	1,186	128,412
Professional Fees	78,116	24,469	20,111	-	122,696	2,147	1,766	126,609
Interest	25,579	24,508	4,275	533	54,895	7,318	-	62,213
Insurance	13,064	18,152	1,907	35	33,158	2,450	-	35,608
Occupancy	12,744	16,259	1,865	-	30,868	2,129	-	32,997
Program Supplies	-	-	27,936	-	27,936	-	-	27,936
Staff and Intern Development	1,636	6,516	2,269	201	10,622	2,930	-	13,552
Taxes and Licenses	564	1,340	32	-	1,936	7,882	-	9,818
Conferences	44	157	5,098	-	5,299	160	-	5,459
Repairs and Maintenance	-	-	99	-	99	-	-	99
Total Other Expenses	642,118	2,459,205	502,752	213,644	3,817,719	1,410,035	2,952	5,230,706
Total Expenses Before Depreciation and Amortization	642,118	2,459,205	502,752	427,331	4,031,406	1,410,035	2,952	5,444,393
Depreciation and Amortization	-	25,064	20,102	-	45,166	15,592	-	60,758
Total Expenses by Function	$ 642,118	$ 2,484,269	$ 522,854	$ 427,331	$ 4,076,572	$ 1,425,627	$ 2,952	$ 5,505,151

See accompanying Notes to Financial Statements.

TWLOHA, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ (474,343)	$ (678,295)
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Depreciation and Amortization	51,485	60,758
Changes in Operating Assets and Liabilities:		
Accounts Receivable	(5,430)	19,631
Promises to Give	(40,636)	70,221
Prepaid Expenses	77,126	(1,324)
Inventory	127,251	(56,437)
Other Assets	-	2,073
Payables, Trade	(67,659)	(523)
Grants Payable	(9,680)	(4,415)
Accrued Expenses	62,695	(21,961)
Net Cash Used by Operating Activities	(279,191)	(610,272)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales (Purchases) of Certificate of Deposits	300,000	(300,000)
Purchases of Property and Equipment	-	(5,343)
Net Cash Provided (Used) by Investing Activities	300,000	(305,343)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on Long-Term Debt	(26,060)	(59,300)
Net Cash Used by Financing Activities	(26,060)	(59,300)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(5,251)	(974,915)
Cash and Cash Equivalents - Beginning of Year	1,015,004	1,989,919
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 1,009,753	$ 1,015,004
SUPPLEMENTAL DISCLOSURE OF CASH FLOW		
Cash Paid for Interest	$ 30,237	$ 32,997

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

TWLOHA, Inc. (the Organization) is a nonprofit corporation formed in August 2007. The Organization is dedicated to presenting hope and finding help for people struggling with depression, addiction, self-injury, and suicide. The Organization exists to encourage, inform, inspire, and also invest directly in treatment and recovery. It is headquartered in Melbourne, Florida and assistance is available worldwide.

The Organization is supported by various grants, private donations and revenues from events, tours, speaking engagements, and merchandise sales.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with principles generally accepted in the United Staes of America. Consequently, revenues and gains are recognized when earned and expenses and losses are recognized when incurred.

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 the certain reported amounts and disclosures. Accordingly, actual results could vary from the estimates that were used.

Cash and Cash Equivalents

For purposes of financial statement presentation, the Organization considers all highly liquid debt instruments and certificates of deposits purchased with a maturity of three months or less to be cash equivalents.

Certificates of Deposit

The Organization, at certain times throughout the year, obtains certificates of deposits with maturity dates greater than 3 months but less than 12 months.

Accounts Receivable

Accounts receivable consist of amounts due from the sale of merchandise, and are recorded when invoices are issued, at the time of sale. The Organization, considers its receivables to be fully collectible, therefore, no allowance for expected credit loss is required. However, the Organization performs ongoing review of its accounts receivable to ensure receivables are not overstated due to uncertainty of collectability. The Organization estimates the collectability of its accounts receivable based on payment due dates, historical loss experience, current economic conditions, and forward-looking information to estimate potential credit losses. The allowance for credit loss was $-0- for the both of the years ended December 31, 2024 and 2023.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Promises to give are discounted to net present value and are recorded net of allowances for amounts estimated to be uncollectible. Conditional promises to give, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

The Organization uses the allowance method to determine uncollectible unconditional contributions receivable. The adequacy of the allowance is periodically evaluated by management and is based on past collection experience, the aging of the receivables, known and inherent risks, adverse situations that may affect the ability to pay and current economic conditions. Management is confident that all accounts receivable and promises to give are fully collectible and has not provided for an allowance for expected credit losses at December 31, 2024 or 2023.

Inventory

Inventory consists of apparel and other branded merchandise purchased for resale via the Organization's online store and is stated at average cost or market, whichever is lower.

Property and Equipment

Property and equipment are stated at cost, less accumulated depreciation. Donations of property and equipment are recorded at their estimated fair value. It is the Organization's policy to capitalize assets for items in excess of $1,000 when their useful life exceeds one year. Depreciation of property and equipment is computed using the straight-line method over their estimated useful lives of the assets, which are generally from three to forty years.

Intangible Assets

Intangible assets are stated at cost. Trademarks are being amortized over their licensed terms. Copyrights have been determined to have an indefinite life and therefore are not amortized. The Organization periodically reviews the carrying value of its copyright rights to determine whether an impairment exists. If an impairment is identified, the carrying value will be reduced to the determined fair market value.

Net Assets

Net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – All resources available for general use and not subject to restrictions. The board of directors of the Organization may elect to designate such resources for specific purposes. The designation may be removed at the board's discretion.

Net Assets With Donor Restrictions – Resources accumulated through donations or grants subject to donor-imposed restrictions. Some donor-imposed restrictions are

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

temporary in nature that may or will be met, either by the passage of time or the events specified by the donor. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that the corpus be maintained in perpetuity and only the income be made available for program operations in accordance with donor restrictions. As of December 31, 2024 and 2023, the Organization had no net assets with donor restrictions.

Revenue Recognition

Revenue includes events, grants, contributions, merchandise sales, and speaking engagements. All revenues are recognized when received, with the exception of merchandise sales. The Organization recognizes revenue from merchandise sales at the time of purchase.

Contributions

The Organization recognizes contributions when cash, securities, or other assets; un unconditional promise to give; or a notification of beneficial interest is received. Bequests are recognized at fair value at the time the will is declared valid. Contributions that are restricted by the donor are reported as increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions

Contributed Goods and Services

During the years ended December 31, 2024 and 2023, the Organization was the recipient of contributed services. Contributed services are recognized as contributions if the services: (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise have been paid for if not provided by donation. The value of contributed services meeting the requirements for recognition in the financial statements for the years ended December 31, 2024 and 2023 totaled $115,592 and $90,000, respectively. Contributed services are reported at the estimated fair value as provided by the donor based on rates charged for similar services. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

The Organization incurred in-kind expenses for the years ended December 31, 2024 and 2023 in the amount of $115,592 and $90,000, respectively. These expenses are allocated within the Statement of Functional Expenses in Donations.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Concentrations of Credit Risk and Uncertainties

The Organization maintains cash and cash equivalents at several financial institutions. At times deposits, may exceed the Federal Deposit Insurance Corporation (FDIC) limits. At December 31, 2024, the Organization had uninsured cash balances of $347,948. However, management has not experienced any losses on such cash deposits.

Two suppliers accounted for approximately 87% of the Organization’s merchandise purchases for the year ended December 31, 2024. Approximately 6% of accounts payable were owed to this vendor as of December 31, 2024. One supplier accounted for approximately 60% of the Organization’s merchandise purchases for the year ended December 31, 2023. Approximately 31% of accounts payable were owed to this vendor as of December 31, 2023.

Functional Allocation of Expenses

The cost of providing various programs and other activities has been summarized on a functional basis in the statements of activities and statements of functional expenses. Therefore, certain costs have been consistently allocated among the programs and supporting services benefited. The expenses that are allocated include occupancy, depreciation, and amortization, which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, interest, insurance, and other, which are allocated on the basis of estimates of time and effort.

Income Taxes

The Organization is exempt from federal and state of Florida income taxes under Section 501(c)(3) of the Internal Revenue Code and has been determined not to be a private foundation. The Organization has adopted the provisions of ASC 740, *Accounting for Income Taxes.* The Organization does not believe it has any material income tax exposure relating to uncertain tax positions.

Advertising and Promotion Costs

The Organization expenses advertising and promotional costs as they are incurred. Advertising and promotional costs expensed to program services and fundraising totaled $382,031 and $620,995 for the years ended December 31, 2024 and 2023, respectively.

Subsequent Events

The Organization has evaluated subsequent events through October 24, 2025, the date which the financial statements were available to be issued, noting none requiring disclosure through October 24, 2025, the date that the financial statements were available to be issued.

NOTE 2 LIQUIDITY

The Organization's board of directors adopts a budget annually based on program requirements and anticipated revenue and expenditures for the year in an effort to manage working capital and cash flows that vary due to the timing of its awareness and fundraising events.

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations:

	2024	2023
Cash and Cash Equivalents	$ 1,009,753	$ 1,015,004
Certificate of Deposit	-	300,000
Accounts Receivable	16,039	10,609
Promises to Give	95,664	55,028
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	$ 1,121,456	$ 1,380,641

NOTE 3 PROPERTY AND EQUIPMENT, NET

At December 31, 2024 and 2023, property and equipment consisted of the following:

	2024	2023
Building and Land	$ 1,343,865	$ 1,332,426
Furniture and Equipment	91,513	102,952
Vehicles	56,327	56,328
Subtotal	1,491,705	1,491,706
Less: Accumulated Depreciation	(318,831)	(282,549)
Total Property and Equipment	$ 1,172,874	$ 1,209,157

Depreciation expense totaled $36,283 and $45,556 for the years ended December 31, 2024 and 2023, respectively.

NOTE 4 OTHER ASSETS

At December 31, 2024 and 2023, other assets consisted of the following:

	2024	2023
Copyrights of Essential Written Works	$ 128,931	$ 128,931
Software Development Costs, Net	18,975	48,554
Trademark Costs, Net	410	1,234
Deposits	951	951
Other Assets	(360)	-
Total	$ 148,907	$ 179,670

Copyrights of Essential Written Works

In 2021, the Organization acquired ownership of the copyrights of essential written works utilized to further the Organizations mission.

Management has evaluated the copyrights and does not consider them impaired as of December 31, 2024 and 2023.

Trademark costs, net

The Organization's policy is to amortize its trademark costs over fifteen years. Amortization expense related to the trademark totaled $412 for the years ended December 31, 2024 and 2023.

Software Development Costs, Net

Software development costs consist of costs to develop an application for mobile devices. Costs are capitalized only when the organization believes the development will result in new or additional functionality. In April of 2021, the application was released for use on mobile devices and placed into service. In July of 2022, the Organization incurred additional costs to add functionality and features to the app which were capitalized. Amortization expense associated with the software development costs totaled $14,790 and $14,790 for the years ended December 31, 2024 and 2023, respectively.

As of December 31, 2024 and 2023, the accumulated amortization related to the software development totaled $60,740 and $45,538, respectively.

NOTE 5 LONG-TERM DEBT

In 2018, the Organization purchased a building and signed a promissory note with a bank for $880,000. In October 2021, the Organization refinanced the note with the same bank for a total of $827,231, payable in monthly payments of $4,691, including interest at an annual rate of 3.90%. A final balloon payment of approximately $640,817 is due at maturity on October 1, 2028. The loan is secured by the Organization's land and building.

The current and long-term balances as of December 31, 2024 and 2023, for these loans are as follows:

	2024	2023
Building Note Payable	$ 748,395	$ 774,455
Less: Current Portion	(26,194)	(26,194)
Total	$ 722,201	$ 748,261

Interest expense related to long-term debt totaled $30,237 and $32,997, for the years ended December 31, 2024 and 2023, respectively.

Future scheduled maturities of long-term debt are as follows:

Year Ending December 31,	Amount
2025	$ 26,194
2026	28,347
2027	29,489
2028	638,171
Total	$ 722,201

Subsequent to year end, in March of 2025, the Organization sold the building. As a result of the sale of the building, the note payable was paid in full.

NOTE 6 RETIREMENT PLAN

Effective September 2019, the Organization sponsored a 401(k) plan (the Plan) that covers substantially all employees who have met certain age and service requirements. Employees may elect to defer a portion of their compensation, within prescribed limits, to the Plan. The Organization is required to make matching contributions of up to 3% of the active participants' compensation, within certain prescribed limits. Retirement plan contributions totaled $35,716 and $33,752 for the years ended December 31, 2024 and 2023, respectively.

NOTE 7 RELATED PARTY TRANSACTIONS

In 2021, TWLOHA, Inc. acquired ownership of the copyrights of essential written works that had previously been utilized by TWLOHA, Inc. pursuant to a license from an author, a related party. This acquisition of rights ensures that TWLOHA, Inc. can continue to utilize these written works indefinitely, in furtherance of the TWLOHA, Inc. mission (see Note 4). The purchase price of $137,790 was to be spread out over 36 months ending June 2024; however, the Organization paid the balance in full as of December 31, 2023. The capitalized cost of $128,931 recorded for the copyright of essential written works represented the present value of the stream of future payments discounted by 5.5% per annum, which the Organization considered its implicit borrowing rate.