

Here's To Life, Inc.

Independent Auditor's Report
For the Period
December 31, 2024

The Burroughs Group, LLC

The Burroughs Group, LLC

4319 Covington Hwy, Suite 303

Decatur, Georgia 30035

Tel: 404-288-6363

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Independent Auditor's Report

To the Board of Directors of
Here's To Life, Inc.
1115 Ralph David Abernathy Blvd
Atlanta, GA 30310

We have audited the accompanying statement of financial position of Here's To Life, Inc., (A non-profit organization) as of December 31, 2024 and the related statement of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Here's To Life, Inc. as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we issued our report dated August 24, 2021, on our consideration of Here's To Life, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Linda Burroughs, CPA

The Burroughs Group, LLC
Decatur, Georgia
August 24, 2021

Here's To Life, Inc.
Statement of Financial Position
For the Year Ended December 31, 2024

	Total
ASSETS	
Current Assets	
Cash and Cash Equivalents	26,705
Accounts Receivable	123,990
Total Current Assets	<u>150,695</u>
Fixed Assets	
Office Equip/Furniture, net of depreciation	<u>0</u>
Total Fixed Assets	0
 TOTAL ASSETS	 <u><u>\$150,695</u></u>
 LIABILITIES AND NET ASSETS	
Liabilities	
Accounts Payable	19,144
Notes Payable	72,500
Total Liabilities	<u>91,644</u>
Net Assets	
Unrestricted	<u>59,051</u>
Total Net Assets	<u>59,051</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$150,695</u></u>

See Auditors' Report and Accompanying Notes to the Financial Statements

Here's To Life, Inc.
Statement of Activities
For the Year Ended December 31, 2024

	Unrestricted	Restricted	Total
REVENUES, GAINS, AND OTHER SUPPORT			
City of Atlanta	228,369		228,369
Fulton County-	634,202		634,202
Samsha	300,000		300,000
Total Revenues, Gains, and Other Support	1,162,571	-	\$1,162,571
 EXPENSES			
Programs Services			
Program Services	1,050,108		1,050,108
Management and General	89,966		89,966
TOTAL EXPENSES	1,140,074	0	1,140,074
 CHANGE IN NET ASSETS	22,497	0	22,497
 NET ASSETS AT BEGINNING OF YEAR	36,554		36,554
NET ASSETS AT THE END OF THE YEAR	\$59,051	\$0	\$59,051

See Auditors' Report and Accompanying Notes to the Financial Statements

Here's to Life, Inc.
Statement of Cashflows
For the Year Ended December 31, 2024

Cash Flows from Operating Activities	
Change in Net Assets	22,497
Adjustments to Reconcile Net Income to Net Income Provided by Operating Activities	
Depreciation	0
Accounts Receivable	(50,409)
Accounts Payable	8,958
Refundable Deposits	
	<hr/>
Total Adjustments	<u>(41,451)</u>
 Net Cash Provided by Operations	 (18,954)
 Cash Flows from Investing Activities	
Construction In Progress	
Purchase Fixed Assets	
	<hr/>
Net Cash Flows From Investing Activities	0
 Cash Flows From Financing Activities	
Payment of Financing Costs	
Notes Payable	(7,248)
	<hr/>
Net Cash Flows from Financing Activities	<u>(7,248)</u>
 Net Increase in Cash	 (26,202)
Cash Balance at the Beginning of the Year	<u>52,907</u>
 Cash Balance at the End of the Year	 <u><u>\$26,705</u></u>

See Auditors' Report and Accompanying Notes to the Financial Statements

Here's To Life, Inc.
Schedule of Functional Expenditures
For the Year ended December 31, 2024

	<u>Program</u>	<u>Admin</u>	<u>TOTAL</u>
Expenditures			
Employee Benefits		7,950	7,950
Occupancy	120,626	21,749	142,375
Contract Services	382,325		382,325
Accounting Fees		7,000	7,000
Officer Salary	80,000	43,500	123,500
Registraton Fees		673	673
Payroll Taxes	33,191	3,904	37,095
Program Expenses	93,481		93,481
Operations			-
Office Expenses		5,190	5,190
Payroll	331,025		331,025
Travel and Meetings	9,460		9,460
Total Expenditures	<u>\$ 1,050,108</u>	<u>\$ 89,966</u>	<u>\$ 1,140,074</u>

See Auditors' Report and Accompanying Notes to the Financial Statements

Here's To Life, Inc.
Notes to the Financial Statements
December 31, 2024

Summary of Organization and Significant Accounting Principles

Organization

Here's To Life, Inc. is a nonprofit 501©3, community organization offering family support and counseling services, throughout Metro Atlanta. The Organization recognizes addiction as a multifaceted disease and understands the unique battle each individual has. Here's to Life, Inc. takes a client-centered approach that incorporates other traditional therapies, such as Individual evaluation and therapy sessions to ensure the treatment is specific to the individual; group therapy sessions with individuals experiencing similar struggles with the disease; addiction education to ensure everyone involved has a true understanding of the entire addiction—how it affects the individual and family, mentally, physically and emotionally; life-skills education assisting the individual struggling with addiction in reentering society without alcohol and drugs to live a healthy and productive life; relapse prevention to help ensure lifelong addiction recovery; medication management; coping skills; and family involvement throughout the treatment process.

Primary Program

The Organization's grant received from Part A of the Ryan White HIV/AIDS Treatment Extension Act of 2009 enabled the organization to provide counseling services to persons with HIV/AIDS and substance abuse disorders. The initiatives of the Organization are to provide substance abuse counseling to individuals and families who are at risk for or who have substance abuse disorders, to include clients with HIV/AIDS, those who are gay or transgender, and those who are homeless. With a major focus on behavior and lifestyle change, the Organization's ultimate goal is to provide client with empowering skills that lead to recovery from addiction.

Basis of Presentation

The Organization's financial statements have been prepared on the accrual basis of accounting and in conformity with the standards promulgated by the American Institute of Certified Public Accountants. The specialized accounting and reporting principles and practices contained in the Audit Guide are preferable accounting practices in accordance with statements of Financial Accounting Standards Number 117, issued by the Financial Accounting Standards Board. Net assets and 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:

- Temporarily restricted net assets—Net assets subject to donor-imposed stipulations that may or will be met, whether by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets

and reported in the statement of activities as net assets released from restrictions.

- Permanently restricted net assets—Net assets subject to donor-imposed stipulations that they may be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on the any related investments for general or specific purposes.

The Primary source of revenue for the Organization consists of grants from governmental agencies, which, absent a specific restriction by the grantor, are considered to be available for unrestricted use. Grant revenue includes only that portion of the grant that was earned prior to the statement of financial position date. All grant funds received as of the statement of financial position date which is considered to be applicable to future periods are reflected as deferred revenue on the Statement of Financial Position.

The costs of providing the various programs and other activities have been

Detailed in the accompanying Statement of Activities.

Salaries and other expenses which are associated with specific program are charged directly to that program. Salaries and other expenses which benefit more than one program are allocated to the various programs based on the relative costs incurred. Administrative and other support expenses are allocated to the various programs based on each program's salary expense.

a. Assets Restricted to Investment in Furniture and Equipment

Assets restricted to Investment in Furniture and equipment is stated at cost and includes expenditures for improvements and betterment which substantially increase the useful lives of the assets.

Donations furniture and equipment with values in excess of \$1,000 represent "in-kind" donations to the Organization from private organization and are recognized as support when received.

Depreciation is computed on the straight-line method over the estimated useful life of the assets, which is principally five (5) years. Maintenance and repairs are charged to operation as incurred.

b. Contributions

Contributions are considered unrestricted unless otherwise stated by donor. Restricted donations are initially recorded as temporarily restricted net assets. When a donor restriction expires or purpose of restriction is accomplished. Temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

c. Restricted Revenues Received, Related Program Expense and Deferred Support

Contract revenues presented in the statement of activities are principally cost reimbursement contracts and are stated at amounts equivalent to the program expenses incurred.

The Organization records revenue when earned. All expenses are recorded on the accrual basis and are charged against operations when incurred. Donated materials are recorded at fair value on the date of donation as unrestricted support. Donated services have not been reflected in the financial statements. The impact of those services upon the financial statements is unknown as there is no objective basis available to measure

The value of such services. However, because recognition of donated services is venue would also involve recognition of corresponding expenses, there would be no effect on the net assets.

d. Income Taxes

The Organization was organized as a non-profit organization and has received exemption under the provisions of Section 501 © (3) of the Internal Revenue Code. Accordingly, no provision for income taxes is provided for in the accompanying financial statements.

e. Allocation of Common Expenses

Certain common expenses which benefit more than one program are allocated, if applicable, based on estimated\s of time of employees involved and on percentages of assets utilized, and to the extent permitted in the funding source contracts.

f. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

g. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual could differ from those estimates.

h. Long-Lived Assets

The Organization reviews the carrying value of its long assets for possible impairment whenever of changes in circumstances indicate that the carrying amount of the assets may not be recoverable. No adjustment has been provided for in the financial statements.

2. Commitments and Contingencies

The Costs and unexpended funds reflected in the accompanying financial statements relating to government funded programs are subject to audit by the respective governmental agencies (funding sources). The possible disallowance by the related governmental agencies of any item charged to the program or request for the return of any unexpended funds cannot be determined at this time. No provision for any liability that may result has been made in the financial statements.

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REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of
Here's To Life, Inc.
1115 Ralph David Abernathy Blvd
Atlanta, GA 30310

We have audited the financial statements of Here's To Life, Inc., (a nonprofit organization) as of and for the year ended December 31, 2024 and have issued our report thereon dated August 24, 2021. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits in Government Auditing Standards, issued by the Comptroller of the United States.

Compliance

As part of obtaining reasonable assurance about whether Here's To Life, Inc.'s financial statements are free of material misstatement, we performed tests of its noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Here's To Life, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level of risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of

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performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Linda Burroughs, CPA

The Burroughs Group, LLC

September 12, 2025

Here's To Life, Inc.

Schedule of Findings and Questioned Costs

Period Ended – December 31, 2024

Part I. Summary of the Independent Auditor's Results

- (a) An unqualified opinion was issued on the financial statements.
- (b) The audit did not disclose any noncompliance which is material to the financial statements
- (c) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (d) The dollar threshold used to distinguish the programs was \$750,000.
- (e) Here's To Life, Inc., did qualify as a low-risk auditee.

Here's To Life, Inc.

Schedule of Findings and Questioned Costs
Period Ended December 31, 2024

Part II. Findings related to the Financial Statements

Instance of Noncompliance

No Matters were noted.

Part III: Findings and Questioned Costs for Federal Awards

No matters were reported

Instance of Non-Compliance

No matters were noted.

Here's To Life, Inc.

Schedule of Prior audit Findings and
Corrective Action Plan
Period Ended December 31, 2024

Prior Audit Findings

No instances of non-compliance are applicable.

Corrective Action Plan

No Corrective actions are applicable.

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Audited Financial Statements- December 31, 2024

Here's To Life, Inc.

Atlanta, GA 30310

Independent Auditor:

The Burroughs Group, LLC

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Decatur, GA 30035