NATIONAL VETERANS WELLNESS & HEALING CENTER
ANGEL FIRE, NM

FINANCIAL STATEMENTS

JUNE 30, 2023 AND 2022

JAG JARAMILLO ACCOUNTING GROUP
CREATING CLARITY FROM COMPLEXITY

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JUNE 30, 2023

Official Roster

JUNE 30, 2023

Board of Directors

Name	Title
Chuck Howe	President
Dan Rakes	General Counsel
Peter Alarid	Vice President
Lawrence Davis	Treasurer
Harris Pink	Director
Trini Bradley	Director
Nathan Karczynski	Director
Kay Brown	Director
Frank Gonzalez	Director

Administrative Official

Janice Podell	Executive Director

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Jaramillo Accounting Group LLC
Certified Public Accountants
Audit, Fraud, Consulting
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INDEPENDENT AUDITOR'S REPORT

Board of Directors
National Veterans Wellness & Healing Center in Angel Fire, Inc.
Angel Fire, New Mexico

Report on the Audit of the Financial Statements

We have audited the financial statements of the National Veterans Wellness & Healing Center in Angel Fire, Inc. (the "Center") (a non-profit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years 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 the Center as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Center 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 the 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 the Center's ability to continue as a going concern for one year after the date that the financial statements are 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 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.

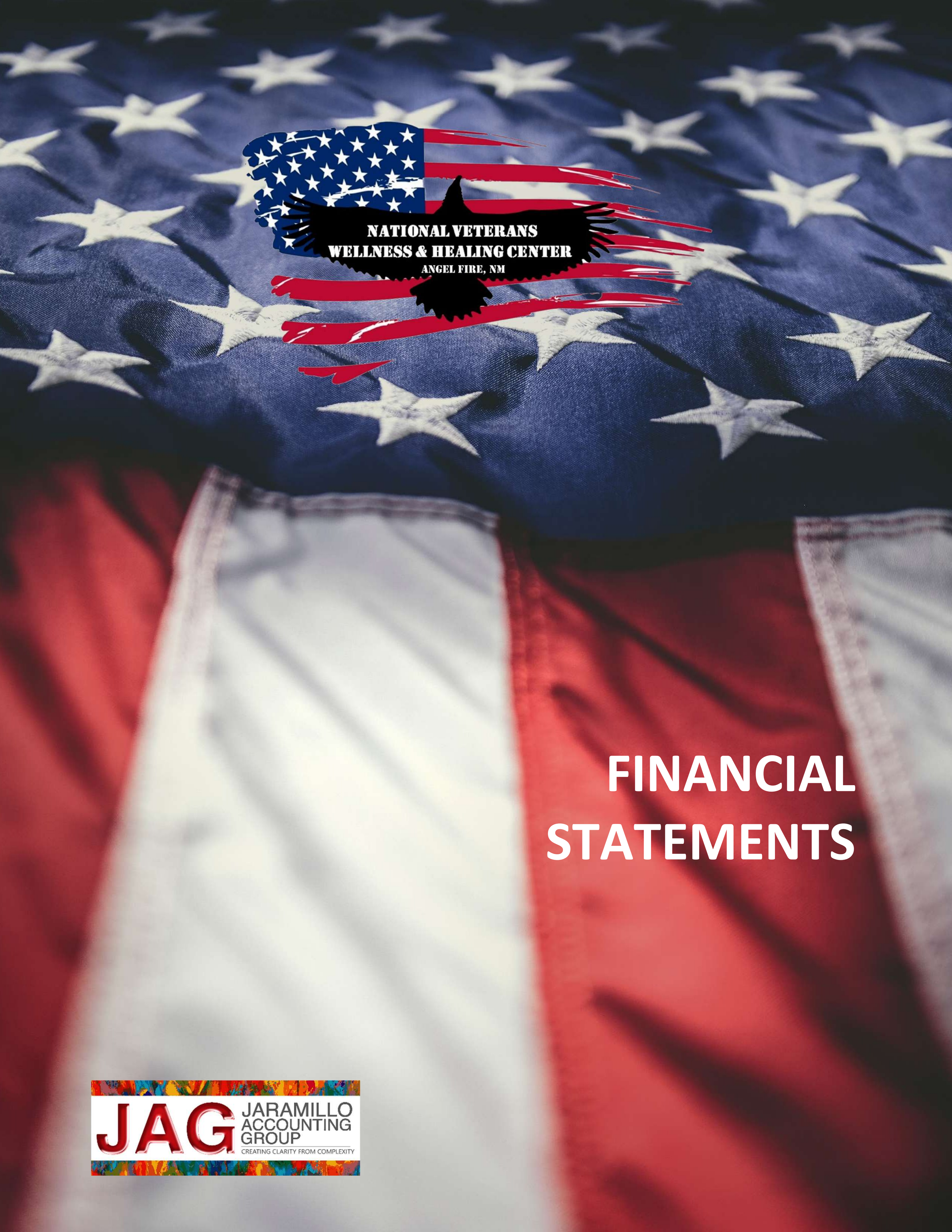
In performing an audit in accordance with GAAS, we:

- 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 the Center'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 the Center'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.

JAG LLC

Jaramillo Accounting Group LLC (JAG)
Albuquerque, New Mexico
April 13, 2026



NATIONAL VETERANS
WELLNESS & HEALING CENTER
ANGEL FIRE, NM

FINANCIAL STATEMENTS

JAG
JARAMILLO ACCOUNTING GROUP
CREATING CLARITY FROM COMPLEXITY

Financial Statements

STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022

		2023		2022
ASSETS				
Current assets				
Cash and cash equivalents	**$**	**138,352**		135,718
Accounts receivable		**6,569**		-
Deposit		**-**		28,394
Prepaid expenses		**-**		13,500
Total current assets		**144,921**		177,612
Non-current assets				
Property and equipment, net		**619,712**		536,065
Total non-current assets		**619,712**		536,065
Total assets	**$**	**764,633**	$	713,677
LIABILITIES AND NET ASSETS				
LIABILITIES				
Current liabilities				
Accounts payable	**$**	**7,028**		8,521
Payroll liabilities		**915**		1,522
Total current liabilities		**7,943**		10,043
Total liabilities		**7,943**		10,043
NET ASSETS				
Net assets without donor restrictions		**602,054**		551,820
Net assets with donor restrictions		**154,636**		151,814
Total net assets		**756,690**		703,634
Total liabilities and net assets	**$**	**764,633**	$	713,677

See Accompanying Notes.

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023		2022	
	Without Donor Restrictions	**With Donor Restrictions**	**Without Donor Restrictions**	With Donor Restrictions
SUPPORT AND REVENUE				
Contributions	**$ 118,853**	**$ 98,528**	$ 95,375	118,000
Governmental contracts	**158,261**	**-**	141,475	-
Fundraising income	**30,441**	**-**	4,267	-
Interest income	**-**	**-**	-	-
Total support and revenue	**307,555**	**98,528**	241,117	118,000
Net assets released from donor restrictions	**95,706**	**(95,706)**	20,000	(20,000)
EXPENSES				
Program services	**288,074**	**-**	241,334	-
Supporting services				
Management and general	**48,136**	**-**	40,492	-
Fundraising	**16,817**	**-**	3,361	-
Total expenses	**353,027**	**-**	285,187	-
Change in net assets	**50,234**	**2,822**	(24,070)	98,000
Net assets, beginning of year	**551,820**	**151,814**	575,890	53,814
Net assets, end of year	**$ 602,054**	**$ 154,636**	$ 551,820	$ 151,814

See Accompanying Notes.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2023

	Program Services	Management & General	Fundraising	**Totals**
Wellness and healing retreats				
Contractual services	$ 102,885	$ 18,156	$ -	**$ 121,041**
Other retreat expenses	53,630	9,464	-	**63,094**
Total wellness and healing	156,515	27,620	-	**184,135**
Payroll	54,871	9,683	-	**64,554**
Depreciation and amortization	7,494	1,323	-	**8,817**
Operations	4,728	834	-	**5,562**
Contract services	19,346	3,414	-	**22,760**
Advertising and marketing	15,307	-	-	**15,307**
Facilities and equipment	1,971	348	-	**2,319**
Supplies	7,690	1,357	-	**9,047**
Insurance	6,434	1,135	-	**7,569**
Telephone	2,238	395	-	**2,633**
Auto expense	2,445	432	-	**2,877**
Miscellaneous	676	119	-	**795**
Repairs and maintenance	2,243	396	-	**2,639**
Business expense	4,129	729	-	**4,858**
Internet	950	168	-	**1,118**
Postage	351	62	-	**413**
Fundraising	-	-	16,817	**16,817**
Bank fees	149	26	-	**175**
Travel	537	95	-	**632**
Total expenses	$ 288,074	$ 48,136	$ 16,817	**$ 353,027**

See Accompanying Notes.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2022

	Program Services	Management & General	Fundraising	Totals
Wellness and healing retreats				
Contractual services	$ 92,392	$ 16,304	$ -	$ 108,696
Other retreat expenses	35,530	6,270	-	41,800
Total wellness and healing	127,922	22,574	-	150,496
Payroll	45,691	8,063	-	53,754
Depreciation and amortization	8,698	1,535	-	10,233
Operations	2,860	505	-	3,365
Contract services	14,549	2,568	-	17,117
Advertising and marketing	11,870	-	-	11,870
Facilities and equipment	5,222	921	-	6,143
Supplies	4,808	848	-	5,656
Insurance	2,491	440	-	2,931
Telephone	2,113	373	-	2,486
Auto expense	3,471	612	-	4,083
Miscellaneous	780	138	-	918
Repairs and maintenance	1,464	258	-	1,722
Business expense	6,502	1,147	-	7,649
Internet	834	147	-	981
Postage	403	71	-	474
Fundraising	-	-	3,361	3,361
Bank fees	256	45	-	301
Travel	1,400	247	-	1,647
Total expenses	$ 241,334	$ 40,492	$ 3,361	$ 285,187

See Accompanying Notes.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
Cash flows from operating activities		
Change in net assets	$ 53,056	$ 73,930
Adjustments to reconcile change in net assets to		
net cash provided by (used in) operating activities		
Depreciation and amortization	8,817	10,233
Changes in assets and liabilities		
Accounts receivable	(6,569)	28,215
Deposit	28,394	(28,394)
Prepaid expenses	13,500	(13,500)
Payables	(2,100)	(22,584)
Total adjustments	42,042	(26,030)
Net cash flows provided by operating activities	95,098	47,900
Cash flows from investing activities		
Proceeds from sale of donated asset	-	1,000
Capital expenditures	(92,464)	(6,466)
Net cash flows used in investing activities	(92,464)	(5,466)
Net increase in cash and cash equivalents	2,634	42,434
Cash and cash equivalents, beginning of year	135,718	93,284
Cash and cash equivalents, end of year	$ 138,352	$ 135,718

See Accompanying Notes.

Notes to Financial Statements

JUNE 30, 2023 AND 2022

NOTE 1. THE ORGANIZATION

The National Veterans Wellness & Healing Center in Angel Fire, Inc. (the "Center") is a not-for-profit organization that was founded on December 17, 2009. The Center shall be organized, administrated, and operated exclusively to receive, administer and expend funds to promote and represent the common interest of veterans, and rehabilitate, foster health related programs, and promote wellness and healing activities for Veterans, within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986, or corresponding provisions of any subsequent federal tax laws. The mission of the Center is to establish an environment that is responsive to the needs of veterans and military families using creative therapies and processes that focus on emotional and physical healing.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting. The financial statements of the Center have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Concentrations of Credit Risk. Financial investments that are exposed to concentrations of credit risk consist of cash and cash equivalents. Cash and cash equivalents are in high quality institutions with high credit ratings.

Contributed Materials and Services. During the fiscal years ended June 30, 2023 and 2022, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Center in achieving its mission. Contributed materials are recorded, when applicable, as both revenue and expense at estimated fair market value at the date of donation.

Contributions. Contributions are recognized when the donor makes a promise to give to the Center that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restriction.

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

> ***Without Donor Restrictions.*** Net assets that are not subject to donor-imposed restriction. Contributions without donor restrictions are recorded as income when constructively received. Net assets without donor restrictions may be designated for a specific purpose by action of the Board of Directors.
>
> ***With Donor Restrictions.*** Net assets that are subject to restrictions imposed by donors that may or will be met by the occurrence of a specific event or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported as net assets released from program restrictions.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses. The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs, fundraising and supporting services benefited.

Income Taxes. Income related to the charitable purpose of the Center is exempt from income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code. The Center is classified as a public charity under Section 170(b)(1)(A)(vi) of the Internal Revenue Code.

Management of the Center believes its activities allow it to continue to be classified as an organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. The statute of limitations for examination of the Center's returns expires three years from the due date of the return or the date filed, whichever is later. The Center's returns for the years ended June 30, 2023 through 2025 are still open for examination.

Property and Equipment. Property and equipment is stated at cost, or, if donated, at the estimated fair value on the date of donation. Property and equipment with an expected useful life of one year or longer is capitalized. The Center does not have a capitalization policy threshold. All property and equipment is depreciated on a straight-line basis over the estimated useful life. Leasehold improvements are depreciated on a straight-line basis over the life of the lease (10 years). Vehicles are depreciated on a straight-line basis over 5 years. Buildings are depreciated on a straight-line basis over 30 years.

Statement of Cash Flows. For purposes of the Statement of Cash Flows, cash and cash equivalents includes demand deposits. The Center considers all highly-liquid cash deposits in demand deposits to be cash and cash equivalents.

Use of Estimates. The preparation of the 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 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. Accordingly, actual results could differ from those estimates.

NOTE 3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of demand deposits. The table below includes all cash accounts of the Center. All deposited funds are in a bank that is insured by the federal government for deposits up to $250,000. Custodial credit risk is the risk that in the event of a bank failure, the Center’s deposits will not be recovered. The Center deposits are fully insured as of June 30, 2023 and 2022.

Account	2023	2022
Checking account (General)	**$ 5,959**	$ 4,731
Savings account (General)	**1,503**	1,241
Checking account (Special event)	**15,438**	63,321
Savings account (Special event)	**351**	270
Checking Account (Building Fund)	**115,101**	66,155
Total cash and cash equivalents	**$ 138,352**	$ 135,718

NOTE 4. PROPERTY AND EQUIPMENT

As of June 30, the Center had property and equipment as follows:

	2023	2022
Non-depreciable Assets		
Land	**$ 288,000**	$ 288,000
Depreciable Assets		
Building and improvements	**275,265**	262,000
Furniture and equipment	**1,348**	1,348
Vehicles	**5,000**	5,000
Construction-in-progress	**85,665**	6,466
Total depreciable assets	**367,278**	274,814
Accumulated amortization and depreciation	**(35,567)**	(26,749)
Depreciable assets, net	**331,712**	248,065
Property and equipment, net	**$ 619,712**	$ 536,065

NOTE 5. RESTRICTIONS ON NET ASSETS

Net assets were donor restricted for the following purposes at June 30, 2023 and 2022:

	2023	2022
Restricted for cabins	**$ 94,274**	$ 121,814
Restricted for new retreat facility	**60,362**	30,000
Total	**$ 154,636**	$ 151,814

NOTE 6. CONTRACT WITH THE STATE OF NEW MEXICO

The Center entered into a contract with the Behavioral Health Services Division of the New Mexico Human Services Department to plan and provide a comprehensive wellness treatment program for veterans who have served in the military. The treatment program, via ten retreats, includes traditional and non-traditional treatment modalities that will help to restore, remediate, or rehabilitate individuals in order to improve individual functioning and independence, as well as reduce or eliminate the effects of illness or disability. The contract is a cost reimbursement contract. The Center recognized revenue on this contract of $158,261 and $141,475 for the years ended June 30, 2023 and 2022, respectively. Additionally, the Center had a receivable of $6,569 and $0 at June 30, 2023 and 2022, respectively.

NOTE 7. CONTINGENCIES

Contingencies. Amounts received or receivable from governmental agencies are subject to audit and adjustment by governmental agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be allowed by the grantor cannot be determined at this time, although the Center expects such amount, if any, to be immaterial.

NOTE 8. INSURANCE COVERAGE

The Center is exposed to various risk of loss. The Center carries insurance with various insurance companies. Coverage is provided for general liability and surety bond.

NOTE 9. LIQUIDITY AND AVAILABILITY

The following reflects the Center's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of donor imposed or board-imposed restrictions, or related party transactions, within one year of the statement of financial position date.

	2023	2022
Financial assets, at year-end		
Cash and cash equivalents	**$ 138,352**	$ 135,718
Accounts receivable	**6,569**	-
Total financial assets, at year end	**144,921**	135,718
Amounts unavailable for general expenditures within one year, due to donor-imposed restrictions	**154,636**	151,814
Financial assets available to meet cash needs for general expenditures within one year (deficit)	**$ (9,715)**	$ (16,096)

NOTE 10. SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued. The Center recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. The Center's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the statement of financial position but arose after the balance sheet date and before financial statements are available to be issued.

The Center has evaluated subsequent events through April 13, 2026, which is the date the financial statements were available to be issued. Other than the subsequent events mentioned in the following paragraph, the Center is not aware of any material subsequent events which would require disclosure in the accompanying footnotes or the financial statements.

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