

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**COMPILED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

**SOUTH LOGAN WATER ASSOCIATION, INC.  
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# Buckles, Travis & Hart, PLLC

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## ACCOUNTANTS' COMPILATION REPORT

Commissioners  
South Logan Water Association, Inc.  
Adairville, Kentucky

Management is responsible for the accompanying financial statements of South Logan Water Association, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the 2024 financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

The 2023 financial statements were audited by us, and we expressed an unmodified opinion on them in our report dated March 2, 2024. We have not performed any auditing procedures since that date.

We are not independent with respect to South Logan Water Association, Inc.

Respectfully submitted,

*Buckles, Travis & Hart, PLLC*

Buckles, Travis & Hart, PLLC  
Certified Public Accountants  
Leitchfield, Kentucky  
March 15, 2025

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2024**

	<b>DECEMBER 31, 2024</b>	<b>DECEMBER 31, 2023 SUMMARY</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 745,402	\$ 725,519
Restricted cash	627,996	591,152
Accounts receivable, net	123,267	97,156
Inventory	127,845	140,327
Prepaid expenses	7,077	10,619
<b>TOTAL CURRENT ASSETS</b>	<b>1,631,587</b>	<b>1,564,773</b>
<b>PROPERTY, PLANT AND EQUIPMENT</b>		
Utility plant, net of depreciation	5,185,671	5,123,554
Construction in progress	54,031	35,000
<b>NET PROPERTY, PLANT AND EQUIPMENT</b>	<b>5,239,702</b>	<b>5,158,554</b>
<b>OTHER ASSETS</b>	<b>45</b>	<b>45</b>
<b>TOTAL ASSETS</b>	<b>\$ 6,871,334</b>	<b>\$ 6,723,372</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 65,092	\$ 74,312
Current portion of long-term debt	89,174	86,265
Customer deposits	129,330	125,829
Accrued liabilities	5,708	5,277
Accrued interest	41,312	42,758
Unearned revenue	850	850
<b>TOTAL CURRENT LIABILITIES</b>	<b>331,466</b>	<b>335,291</b>
<b>LONG-TERM LIABILITIES</b>		
Long-term debt, net of current portion	2,723,871	2,815,271
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>2,723,871</b>	<b>2,815,271</b>
<b>TOTAL LIABILITIES</b>	<b>3,055,337</b>	<b>3,150,562</b>
<b>NET ASSETS</b>		
With donor restrictions	2,374,289	2,276,925
Without donor restrictions	1,441,708	1,295,885
<b>TOTAL NET ASSETS</b>	<b>3,815,997</b>	<b>3,572,810</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 6,871,334</b>	<b>\$ 6,723,372</b>

Accompanying notes to the financial statements are an integral part of this statement.

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>DECEMBER 31, 2024</b>	<b>DECEMBER 31, 2023 SUMMARY</b>
<b>CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>		
<b>REVENUES, GAINS AND OTHER SUPPORT</b>		
Water service	\$ 1,356,831	\$ 1,258,900
Late charges	20,541	17,101
Other revenues	20,318	17,369
<b>TOTAL REVENUES, GAINS AND OTHER SUPPORT</b>	<b>1,397,690</b>	<b>1,293,370</b>
<b>OPERATING EXPENSES</b>		
Purchased water	543,756	509,414
Payroll	209,635	201,539
Payroll taxes	17,518	16,298
Directors fees	2,250	2,450
Retirement expense	3,864	3,408
Transmission and distribution	44,476	75,732
Repairs and maintenance	2,608	25,288
Vehicle expense	39,346	30,124
Contractual services	0	1,140
Bad debt expense	0	0
Utilities and telephone	19,957	16,889
Professional fees	10,780	14,460
Insurance	35,910	30,356
Taxes and licenses	4,438	956
Office supplies	58,507	59,765
Water tests	6,028	7,493
Depreciation expense	182,636	182,232
Miscellaneous expense	2,944	5,516
Advertising	682	693
<b>TOTAL OPERATING EXPENSES</b>	<b>1,185,335</b>	<b>1,183,753</b>
<b>EXCESS OF OPERATING REVENUE OVER EXPENSES</b>	212,355	109,617
<b>NON-OPERATING GAINS (LOSSES)</b>		
Interest income	4,833	4,854
Gain (loss) on sale of fixed assets	17,943	0
PSC taxes	(2,010)	(1,668)
Interest expense	(87,298)	(90,151)
Line relocation revenue	0	0
Line relocation expense	0	0
<b>TOTAL NON-OPERATING GAINS (LOSSES)</b>	<b>(66,532)</b>	<b>(86,965)</b>
<b>INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	145,823	22,652
<b>CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS</b>		
Capital contributions - Tap on fees	25,100	21,650
Capital contributions - Grants	129,393	283,591
Grants	0	111
Depreciation on assets acquired by grant	(57,129)	(47,309)
<b>INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS</b>	<b>97,364</b>	<b>258,043</b>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	243,187	280,695
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>3,572,810</b>	<b>3,292,115</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 3,815,997</b>	<b>\$ 3,572,810</b>

Accompanying notes to the financial statements are an integral part of this statement.

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>DECEMBER 31, 2024</b>	<b>DECEMBER 31, 2023 SUMMARY</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ 145,823	\$ 22,652
Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	182,636	182,232
(Gain) loss on disposition of assets	(17,943)	0
(Increase) decrease in restricted cash	(36,844)	(33,185)
Net (increase) decrease in accounts receivable	(26,111)	3,943
Net (increase) decrease in inventory	12,482	(15,739)
Net (increase) decrease in prepaid expenses	3,542	(1,090)
Net increase (decrease) in accounts payable	(9,220)	20,939
Net increase (decrease) in customer deposits	3,501	2,856
Net increase (decrease) in accrued interest	(1,446)	(1,725)
Net increase (decrease) in accrued liabilities	431	(9,076)
Net increase (decrease) in unearned revenue	0	(1,150)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>256,851</b>	<b>170,657</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments on long-term debt	(88,491)	(85,389)
Proceeds from issuance of debt	0	0
Acquisition of utility plant	(322,970)	(317,556)
Proceeds from sale of assets	20,000	0
Contributions in aid of construction from customers and grants	154,493	305,352
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>(236,968)</b>	<b>(97,593)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>	<b>0</b>	<b>0</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	19,883	73,064
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<b>725,519</b>	<b>652,455</b>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 745,402</b>	<b>\$ 725,519</b>
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</b>		
Cash paid during the year for interest	\$ 88,744	\$ 91,876

Accompanying notes to the financial statements are an integral part of this statement.

**SOUTH LOGAN WATER ASSOCIATION, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**NOTE A – DESCRIPTION OF SIGNIFICANT ACCOUNTING POLICIES**

**1. Nature of Operations**

The South Logan Water Association, Inc. (the “Association”) was chartered on October 6, 1971. It is a distributor of water under the authority of the Public Service Commission of Kentucky. The Association provides water service to customers in a sector of Logan County, Kentucky.

**2. Basis of Presentation**

The accompanying financial statements of the Association are presented on the accrual basis of accounting. The Association follows the reporting requirements of generally accepted accounting principles (GAAP), which requires that resources be classified for reporting purposes based on the existence or absence of donor-imposed restrictions. This is accomplished by classification of fund balances into two classes of net assets: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories and the types of transactions affecting each category follow:

- Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions. Items that affect this net asset category principally consist of fees for service and related expenses associated with the core activities of the Association: water services.
- With Donor Restrictions – Net assets subject to donor-imposed restrictions that will be met either by actions of the Association or the passage of time. Items that affect this net asset category are contributions in aid of construction for which donor-imposed restrictions have not been met in the year of receipt. Depreciation for capital assets acquired via contributions in aid of construction is applied to this component of net assets rather than operating expenses.

<u>Detail of net assets</u>	<u>2024</u>		<u>Total</u>
	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	
Water service:			
Operating	\$ 1,441,708	\$ 0	\$ 1,441,708
Contributions in aid of construction	0	1,618,697	1,618,697
Tap on fees	0	755,592	755,592
Total	<u>\$ 1,441,708</u>	<u>\$ 2,374,289</u>	<u>\$ 3,815,997</u>

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE A – DESCRIPTION OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**3. 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**4. Accounts Receivable and Other Receivables**

Customer accounts receivable and other receivables are stated at the amount billed to customers. The Association's operating revenues are recognized on the basis of cycle billings rendered monthly. Accounts receivable are due on the 20<sup>th</sup> of each month. Accounts unpaid 10 days after the due date are considered delinquent and service is disconnected. An allowance is established for delinquent receivables and they are written off when deemed uncollectible. New service is denied until all outstanding balances have been settled.

**5. Inventory**

Inventory consists of operating supplies and is stated at the lower of cost or market. Cost is determined by the first-in, first-out method.

**6. Utility Plant**

Expenditures for utility plant with an original cost of \$500 or more are capitalized at cost, while maintenance and repairs are charged to operations when incurred. Depreciation is recorded on the straight-line method over the estimated useful lives of the assets.

**7. Contributions in Aid of Construction**

Beginning January 1, 1997, the Association changed its method of accounting for tap on fees. Prior to 1997, tap on fees were recorded as other revenue. Effective January 1, 1997, tap on fees are recorded as contributions in aid of construction. The cumulative effect on retained earnings at the beginning of 1997 is undeterminable. Effective January 1, 2018, this is presented as a component of net assets with donor restrictions.

Federal and state capital grants and construction contributions are recorded as capital contributions when received.

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE A – DESCRIPTION OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)**

**8. Income Taxes**

The Association may qualify for an exemption from federal income tax under the Internal Revenue Code as a not-for-profit organization. The Association has not filed for an exempt status with the Internal Revenue Service. See Note D.

**9. Concentrations of Credit Risk**

At year-end, the carrying amount of the Association's cash and investments was \$1,373,398 and the bank balance was \$1,375,669. Of the total bank balance, \$250,000 was covered by federal depository insurance and the remaining balance of \$1,125,669 would require collateralization. As of December 31, 2024, \$1,413,128 was pledged with securities held by the pledging banks' trust department but not in the Association's name.

**10. Cash and Cash Equivalents**

The Association has defined cash and cash equivalents to include all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

**11. Unearned Revenue**

At December 31, 2024, the Association held \$850 in unearned revenue for water meters paid in advance prior to installation.

**12. Impairment of Long-Lived Assets**

The Association reviews its property for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. For assets held and used, if the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of the asset, an impairment loss has occurred. The amount of the impairment loss is equal to the excess of the asset's carrying value over its estimated fair value. No impairment loss has been recognized during the year ended December 31, 2024.

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE B – RESTRICTED CASH**

Restricted cash consists of the following at December 31, 2024:

	<b>2024</b>
System improvement project construction funds	\$ 83
Customer deposits	165,425
Debt service-Bonds	47,926
Cash reserves-Bonds	213,058
Short-lived assets	201,504
	<b>\$ 627,996</b>

The Association’s bond agreements require certain debt and capital reserves. Capital project funds are restricted for the expansion project. Customer deposits are refundable after service has been terminated.

**NOTE C – UTILITY PLANT**

A summary of utility plant activity at December 31, 2024 is as follows:

	<b>2024</b>
Land and land improvements	\$ 49,219
Pumping equipment	59,745
Distribution reservoirs and standpipes	927,578
Transmission and distribution mains	7,513,802
Services	42,701
Meters and installations	794,197
Hydrants	71,684
Communication equipment	19,341
Vehicles	271,583
Building and improvements	121,540
Office equipment	47,621
Construction in progress	54,031
	9,973,042
Less: Accumulated depreciation	(4,733,340)
<b>Utility Plant, Net</b>	<b>\$5,239,702</b>

**NOTE D – CONTINGENCY**

The Association has been operating as a tax exempt, not-for-profit organization since its inception. However, no formal application has been made with the Internal Revenue Service to receive official tax exempt status. No provision has been made in the accompanying financial statements to reflect any uncertainty of this status, including potential income taxes.

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE E – LONG-TERM DEBT**

Current year long-term debt activity is as follows:

<u>Description</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Note payable – FmHA, payable in annual installments of principal and interest of \$24,655, interest at 5.00%, maturing May 2033, secured by assignment and pledge of revenue	\$ 146,247	\$ 0	\$ 17,343	\$ 128,904	\$ 15,905
Note payable – FmHA, payable in annual installments of \$33,594, interest at 4.875%, maturing February 2038, secured by assignment and pledge of revenue	349,515	0	16,555	332,960	17,259
Note payable – Rural Development, payable in annual installments of principal and interest, interest at 4.125%, maturing September 2045, secured by substantially all assets and revenues of the Association	583,772	0	16,925	566,847	17,500
Note payable – Rural Development, payable in annual installments of \$51,300 principal and interest, interest at 2.75%, maturing September 2053, secured by assignment and pledge of revenue	1,038,708	0	22,736	1,015,972	23,361
Note payable – Rural Development, payable in annual installments of \$26,675 principal and interest, interest at 1.50%, maturing December 2062, secured by substantially all assets and revenues of the Association	783,294	0	14,932	768,362	15,149
	<u>\$ 2,901,536</u>	<u>\$ 0</u>	<u>\$ 88,491</u>	<u>\$ 2,813,045</u>	<u>\$ 89,174</u>

Annual debt service requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 89,174	\$ 88,001	\$ 177,175
2026	92,681	84,772	177,453
2027	95,788	81,401	177,189
2028	99,503	77,903	177,406
2029	102,828	74,252	177,080
2030-2034	504,632	309,982	814,614
2035-2039	512,589	214,982	727,571
2040-2044	457,967	136,918	594,885
2045-2049	353,287	73,981	427,268
2050-2054	304,917	33,657	338,574
2055-2059	122,003	11,371	133,374
2060-2062	77,676	2,342	80,018
	<u>\$ 2,813,045</u>	<u>\$ 1,189,562</u>	<u>\$ 4,002,607</u>

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE F – RISK MANAGEMENT**

The Association is exposed to various risks of loss related torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Association carries insurance for all risks of loss, including worker’s compensation, general liability and property loss insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

**NOTE G – WATER AGREEMENT**

The Association has entered into a water purchase contract with the Logan-Todd Regional Water Commission, whereas the contract requires the Commission to provide water to the Association and the rates the Association will be charged for the expected water usage are defined therein. The contract will extend for a term of 50 years beginning January 1, 2003. The agreement may be renewed or extended for such term or terms as may be agreed by the Commission and the Association. Under terms of the agreement, the Association may not produce or resell water to any other water system or water seller, nor may the Association add any customer to its system that would increase average daily water demand or peak water demand within the Association by over 25% without prior written approval from the Commission. The agreement was originally signed to begin from the earlier date of initial availability of water for delivery by the Commission or January 1, 2003. The Association began purchasing water from the Commission in April 2003; therefore, the Commission is the sole provider of water to the Association. The agreement does require the Association to purchase minimum levels of water from the Commission. If minimum levels are not met, the Commission may charge the Association for shortages.

**NOTE H – FAIR VALUE OF FINANCIAL INSTRUMENTS**

SFAS 157, Fair Value Measurements (ASC Topic 820-10) defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is determined based on 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 which are as follows:

- |         |  |
|---------|--|
| Level 1 | Quoted prices in active markets for identical assets or liabilities.   |
| Level 2 | Observable inputs other than Level 1 prices, such as quoted prices for similar assets; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets. |

**SOUTH LOGAN WATER ASSOCIATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2024**

**NOTE H – FAIR VALUE OF FINANCIAL INSTRUMENTS (CONCLUDED)**

Level 3            Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets. Level 3 assets include investments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgement or estimation.

The following methods and assumptions were used by the Association in estimating the fair value of its financial instruments:

**Cash and cash equivalents** – The carrying amount reported in the statement of financial position approximates fair value because of the short maturity of those instruments.

**Accounts payable and accrued expenses** – The carrying value amount reported in the statement of financial position approximates its fair value.

**Long-term debt** – Fair value of the Association’s debt is based on current traded value.

**NOTE I – RETIREMENT PLAN**

The Association began a SIMPLE IRA retirement plan in 2007 that covers all employees who meet the eligibility requirements. The Association’s contributions to the plan have been determined by the Board of Commissioners. Contributions to the plan were \$3,864 for 2024.

**NOTE J – KENTUCKY CLEANER WATER PROGRAM**

The Association has been awarded grant funds totaling approximately \$315,664 from the Kentucky Cleaner Water Program (CWP), which are funds provided through the American Rescue Plan Act of 2021, Coronavirus State Fiscal Recovery Fund. These funds have been designated and used towards the rehabilitation of the Schochoh water tank and the Red River waterline replacement project. Funds totaling \$205,111 were received during 2023, and funds totaling \$110,553 were received during 2024.

**NOTE K – SUBSEQUENT EVENTS**

South Logan Water Association, Inc.’s management has evaluated and considered the need to recognize or disclose subsequent events through March 15, 2025, which represents the date that these financial statements were available to be issued. Subsequent events past this date, as they pertain to the fiscal year ended December 31, 2024, have not been evaluated by management.

South Logan Water Association is in the process of renovating the office building. This project is ongoing subsequent to year end. Funding will be provided by grants received from USDA Rural Development. There were \$18,840 in grant funds received as of December 31, 2024.

**SOUTH LOGAN WATER ASSOCIATION, INC.  
NOTES TO THE FINANCIAL STATEMENTS (CONCLUDED)  
DECEMBER 31, 2024**

**NOTE L – CONTRACT BALANCES**

The following summarizes gross receivables from contracts and contract liabilities for the year ended December 31, 2024:

	Receivables From Contracts		Contract Liabilities
Beginning balance at January 1, 2024	\$ 151,421	\$	850
Ending balance at December 31, 2024	\$ 179,723	\$	850

**NOTE M – RELATED PARTY TRANSACTIONS**

A portion of the Association’s insurance is purchased through a local agency, the principal of which is a commissioner. The total payment to the agency or to represented companies was \$229 for the year ended December 31, 2024.

**NOTE N – ADVERTISING COSTS**

The Association uses advertising to post meeting information and customer notices. Advertising costs are expensed as incurred. Total advertising expense was \$682 for the year ended December 31, 2024.

**NOTE O – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Association’s financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. Financial assets at year-end consist of cash and cash equivalents of \$745,402, receivables of \$123,267, and restricted cash of \$627,996.

Financial assets at year-end	<b>2024</b> \$ 1,496,665
Less those unavailable for general expenditures within one year, due to:	
Contractually-restricted items for specific use only	627,996
Financial assets available to meet cash needs for general expenditures within one year	\$ 868,669