



***FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT***

YEARS ENDED DECEMBER 31, 2023 AND 2022



TABLE TO TABLE, INC.

Financial Statements
December 31, 2023 and 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of

Table to Table, Inc.

Opinion

We have audited the accompanying financial statements of Table to Table, Inc. (a Not-for-Profit organization), which are comprised of the statements of financial position as of December 31, 2023 and 2022 and the related statements of activities, cash flows, and functional expenses 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 Table to Table, Inc. as of December 31, 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. 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 Table to Table, 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 these 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 Table to Table, 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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 Table to Table, 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 Table to Table, 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.

Malesardi, Quackenbush, Swift & Co LLC

Englewood, New Jersey
May 9, 2024

TABLE TO TABLE, INC.

STATEMENTS OF FINANCIAL POSITION
December 31, 2023 and 2022

ASSETS

	<u>2023</u>	<u>2022</u>
ASSETS:		
Cash	\$ 603,640	\$ 993,858
Investments	7,925,343	7,089,515
Contributions receivable	127,096	129,794
Prepaid expenses and other assets	75,423	39,856
Property and equipment, net	467,130	22,316
Operating lease right-of-use assets	896,984	355,162
	<u> </u>	<u> </u>
Total Assets	<u>\$ 10,095,616</u>	<u>\$ 8,630,501</u>

LIABILITIES AND NET ASSETS

LIABILITIES:		
Accounts payable and accrued expenses	\$ 46,805	\$ 88,380
Operating lease obligations	915,060	368,307
Finance lease obligations	437,052	-
	<u> </u>	<u> </u>
Total Liabilities	<u>1,398,917</u>	<u>456,687</u>
NET ASSETS:		
Without donor restrictions	2,328,506	2,314,480
With donor restrictions	6,368,193	5,859,334
	<u> </u>	<u> </u>
Total Net Assets	<u>8,696,699</u>	<u>8,173,814</u>
	<u> </u>	<u> </u>
Total Liabilities and Net Assets	<u>\$ 10,095,616</u>	<u>\$ 8,630,501</u>

The accompanying notes are an integral
part of these financial statements.

TABLE TO TABLE, INC.

STATEMENTS OF ACTIVITIES

For the Years Ended December 31, 2023 and 2022

	2023		2022	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions
		Total		Total
OPERATING ACTIVITIES:				
Revenue and other support:				
Contributions and grants	\$ 821,170	\$ 1,282,955	\$ 578,218	\$ 1,401,419
Contributed food and other in-kind contributions	46,464,301	46,464,301	44,574,409	44,574,409
Special events, net of expenses of \$130,372 and \$134,423	509,996	509,996	699,203	699,203
Interest and dividends, net investment expenses of \$1,308 and \$1,645	39,192	163,380	35,247	170,623
Miscellaneous income	2,925	2,925	3,908	3,908
Total Revenue and Other Support	47,837,584	48,423,557	45,890,985	46,849,562
Net assets released from restrictions	635,239	-	975,611	(975,611)
Total Income from Operating Activities	48,472,823	48,423,557	46,866,596	46,849,562
EXPENSES				
Program services	48,024,958	48,024,958	46,163,479	46,163,479
Supporting services: Management and general Fundraising	268,074	268,074	323,392	323,392
	321,397	321,397	343,761	343,761
Total Supporting Services	589,471	589,471	667,153	667,153
Total Expenses	48,614,429	48,614,429	46,830,632	46,830,632
CHANGE IN NET ASSETS FROM OPERATING ACTIVITIES	(141,606)	(190,872)	35,964	(17,034)
NON-OPERATING ACTIVITIES:				
Realized gain	14,922	72,775	121,277	470,188
Unrealized gain (loss)	140,710	640,982	(197,944)	(767,424)
Total Non-Operating Activities	155,632	713,757	(76,667)	(297,236)
CHANGE IN NET ASSETS	14,026	522,885	(40,703)	(314,270)
NET ASSETS, Beginning of Year	2,314,480	8,173,814	2,355,183	6,173,604
NET ASSETS, End of Year	\$ 2,328,506	\$ 8,696,699	\$ 2,314,480	\$ 5,859,334

The accompanying notes are an integral part of these financial statements.

TABLE TO TABLE, INC.

STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 522,885	\$ (354,973)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Stock donations	(106,752)	(115,001)
Loss on disposition of assets	-	1,147
Depreciation	50,159	18,948
Amortization of operating lease right-of-use assets	158,433	91,878
Realized and unrealized (gain) loss on investments	(713,757)	373,903
Contributions with permanent donor restrictions	(73,489)	(80,635)
Change in food inventory	-	15,200
Change in contributions receivable	2,698	57,097
Change in prepaid expenses and other assets	(35,567)	7,682
Change in accounts payable and accrued expenses	(41,575)	(1,876)
Change in operating lease obligation	(153,502)	(78,733)
Change in deferred rent	-	(4,075)
	(390,467)	(69,438)
Net Cash Used in Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(21,384)	-
Purchase of investments	(1,693,110)	(2,805,814)
Proceeds from sale of investments	1,677,791	2,784,732
	(36,703)	(21,082)
Net Cash Used in Investing Activities		
CASH FLOWS FROM FINANCING ACTIVITIES:		
Contributions with permanent donor restrictions	73,489	80,635
Principal payments on finance lease obligations	(36,537)	-
	36,952	80,635
Net Cash Provided by Financing Activities		
NET CHANGE IN CASH	(390,218)	(9,885)
CASH, Beginning of year	993,858	1,003,743
CASH, End of year	\$ 603,640	\$ 993,858
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Non-cash transactions:		
Right-of-use asset acquired from incurring lease obligation	\$ 700,255	\$ 447,040
Delivery vehicles financed through finance lease arrangement	\$ 473,589	\$ -

The accompanying notes are an integral part of these financial statements.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 1 - NATURE OF ACTIVITIES:

Table to Table, Inc. (the "Organization") conducts a community-based food rescue program. Perishable and prepared food, that would otherwise be wasted, is collected from participating caterers, restaurants, supermarkets and other businesses and delivered to non-profit organizations that feed the hungry. During each of the years ended December 31, 2023 and 2022, the Organization delivered approximately 23.2 and 22.2 million pounds of food, respectively, to soup kitchens, rescue missions, and emergency shelters in the New Jersey counties of Bergen, Hudson, Passaic and Essex.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Presentation

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles ("GAAP"), which requires the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets - Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

Net Assets - With Donor Restrictions

Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Organization's ongoing food rescue services and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

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

Cash

Cash consists of demand deposit accounts with maturities of three months or less. Money market funds, held as a portion of the Organization's investment portfolio, are classified as investments and are not considered to be cash equivalents for purposes of the statements of cash flows.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values on the statements of financial position.

Fair Value Measurement

The Codification establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement).

The three levels of the fair value hierarchy under the Codification are as follows:

- Level 1 - Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date;
- Level 2 - Inputs other than quoted prices that are observable for the assets or liability either directly or indirectly, including inputs that are not considered to be active;
- Level 3 - Inputs that are unobservable.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad criteria data, liquidity statistics, and other factors. An investment's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Organization. The Organization considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, provided by multiple, independent sources that are actively involved in the relevant market. The categorization of an investment within the hierarchy is based upon the pricing transparency of the investment and does not necessarily correspond to the Organization's perceived risk of that investment.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

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

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue.

The Organization's contributions receivable consists of unconditional promises to give as follows:

	<u>2023</u>	<u>2022</u>
Receivable in less than one year	<u>\$ 127,096</u>	<u>\$ 129,794</u>

Allowance for Credit Losses

The Organization uses the allowance method to account for credit losses. The allowance, if any, is based on prior years' experience and management's analysis of possible credit losses. As of December 31, 2023, and 2022, the Organization determined that an allowance was not necessary.

Property and Equipment

Property and equipment are stated at cost, if purchased, or at fair value at the date of the gift, if donated, less accumulated depreciation. The cost of property and equipment purchased in excess of \$1,000 is capitalized. Depreciation is provided in amounts sufficient to amortize the cost of the property and equipment over the estimated useful lives on a straight-line basis.

Delivery vehicles	6 - 10 years
Office furniture and equipment	3 - 5 years
Website and software development	3 years

The cost of assets sold or otherwise disposed of and the accumulated depreciation thereon are eliminated from the accounts and the resulting gain or loss is reflected in income except for assets traded where no cash is received. Expenditures for maintenance and repairs are charged to expenses as incurred; replacements and betterments that extend the useful lives are capitalized.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

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

Operating leases - Right-of-use Assets

The Organization recognizes rights and obligations arising from leases as right-of-use ("ROU") assets and lease liabilities in the statements of financial position in accordance with ASU No. 2016-02, *Leases*. The Organization determines if an arrangement is or contains a lease at inception. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Conditional promises to give - that is, 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 recognizes revenue from special events when the events take place. The Organization records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received.

Contributed Food and Other In-kind Contributions

Contributed food and other in-kind contributions are reflected as contributions at their fair value at date of donation and are reported as support without donor restrictions unless explicit donor stipulations specify how donated assets must be used.

Functional Expense Allocation

The costs of providing various programs and support services have been summarized on a functional basis in the statements of activities and in the statements of functional expenses. Accordingly, natural expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques such as time and effort and square footage.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

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

Advertising

The Organization expenses advertising production costs as they are incurred and advertising communication costs the first time the advertising takes place.

Income Taxes

The Organization is a tax-exempt organization as defined by Section 501(c)(3) of the Internal Revenue Code, though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Organization has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

Reclassifications

Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

New Accounting Pronouncement

In June 2016, the FASB issued Accounting Standards Update ("ASU") No. 2016-13, Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments, which affects all entities that hold financial assets and net investment in leases that are not accounted for at fair value through the change in net assets. The ASU is effective for fiscal years beginning after December 15, 2022, with early adoption permitted. The Organization adopted ASU 2016-13 effective January 1, 2023. The pronouncement did not have a material effect on the Organization's financial statements.

NOTE 3 - RISKS AND UNCERTAINTIES:

Concentration of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash, investments, and accounts and contributions receivable. The Organization maintains its cash in bank deposit accounts, the balance, of which, at times, may exceed federally insured limits. Investment securities are exposed to various risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investments will occur in the near term and that such changes could materially affect the amount reported on the financial statements. Concentrations of credit risk with respect to the accounts and contributions receivable are limited due to the fact the pledges are from various contributors and private foundations and have short term payment periods. The Organization has not experienced, nor does it anticipate, any losses with respect to such accounts.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 4 - LIQUIDITY AND AVAILABILITY OF RESOURCES:

The following represents the Organization's financial assets as of December 31, 2023 and 2022 that could readily be made available within one year of the statements of financial position to fund expenses without limitations:

	<u>2023</u>	<u>2022</u>
Cash	\$ 603,640	\$ 993,858
Investments	7,925,343	7,089,515
Contributions receivable	<u>127,096</u>	<u>129,794</u>
 Total financial assets at year-end	 <u>8,656,079</u>	 <u>8,213,167</u>
 Less amounts unavailable for general expenditures within one year due to:		
Net assets with donor restrictions	6,368,193	5,859,334
Less net assets with purpose restrictions to be met in less than a year	(168,720)	(315,663)
Board designated endowment	1,870,340	1,680,085
Less subsequent year's endowment payout	<u>(200,000)</u>	<u>(170,000)</u>
 Total unavailable for general use	 <u>7,869,813</u>	 <u>7,053,756</u>
 Total financial assets available to meet cash needs for general expenditure within one year	 <u>\$ 786,266</u>	 <u>\$ 1,159,411</u>

The Organization manages its financial assets to meet its financial obligations as they become due. The Organization's fundraising efforts continually seek to raise contributions, grants and corporate sponsorships to support its continuing operations. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit.

In addition, there is a fund functioning as endowment established by the governing board that may be drawn upon in the event of financial distress or an immediate liquidity need resulting from events outside the typical life cycle of converting financial assets to cash or settling financial liabilities.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 5 - FAIR VALUE MEASUREMENTS:

Assets measured at fair value on a recurring basis are as follows:

<u>December 31, 2023:</u>	<u>Fair</u>	<u>Quoted</u>
<u>Description</u>	<u>Value</u>	<u>Prices</u>
		<u>(Level 1)</u>
Cash and money market	\$ 561,608	\$ 561,608
Equities	6,563,984	6,563,984
U.S. treasuries	173,532	173,532
Mutual Funds	27,774	27,774
Exchanged/traded funds	<u>598,445</u>	<u>598,445</u>
Total	<u>\$ 7,925,343</u>	<u>\$ 7,925,343</u>
<u>December 31, 2022:</u>	<u>Fair</u>	<u>Quoted</u>
<u>Description</u>	<u>Value</u>	<u>Prices</u>
		<u>(Level 1)</u>
Cash and money market	\$ 209,339	\$ 209,339
Equities	6,110,861	6,110,861
U.S. treasuries	170,034	170,034
Exchanged/traded funds	<u>599,281</u>	<u>599,281</u>
Total	<u>\$ 7,089,515</u>	<u>\$ 7,089,515</u>

NOTE 6 - INVESTMENT RETURN:

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

	<u>2023</u>	<u>2022</u>
Investments:		
Interest and dividends, net	\$ 158,818	\$ 170,294
Realized gain	72,775	591,465
Unrealized gain (loss)	<u>640,982</u>	<u>(965,368)</u>
Total Investment Return	<u>\$ 872,575</u>	<u>\$ (203,609)</u>
Cash:		
Interest	<u>\$ 4,562</u>	<u>\$ 329</u>

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 7 - PROPERTY AND EQUIPMENT:

Property and equipment consisted of the following:

	<u>2023</u>	<u>2022</u>
Delivery vehicles	\$ 473,589	\$ -
Office furniture and equipment	108,566	55,780
Website and software development	<u>13,600</u>	<u>67,097</u>
Total Property and Equipment	595,755	122,877
Less: accumulated depreciation	<u>128,625</u>	<u>100,561</u>
Property and Equipment, net	<u>\$ 467,130</u>	<u>\$ 22,316</u>

Depreciation expense for the years ended December 31, 2023 and 2022 was \$50,159 and \$18,948, respectively. During the year ended December 31, 2023, the Organization wrote off fully depreciated assets in the amount of \$22,097. During the year ended December 31, 2022, the Organization wrote off fully depreciated assets with a cost of \$5,000 and related accumulated depreciation of \$3,853. Therefore, a loss on disposition of assets of \$1,147 was recognized on the statements of activities.

NOTE 8 - COMMITMENTS AND CONTINGENCIES:

Leases

The Organization leases certain office and storage and distribution space; and, delivery vehicles at various terms under long-term non-cancelable operating and finance lease obligations. The leases expire at various dates through 2029.

Operating leases right-of-use assets

The ROU assets and lease liabilities, all of which arise from operating leases, were calculated based on the present value of future lease payments over the lease terms, including renewal periods that are considered reasonably certain. The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments.

On February 1, 2023, the Organization entered into a new lease for its office space. For the years ended December 31, 2023 and 2022, total operating lease cost for the Organization's office and storage and distribution space was \$148,610 and \$96,995, respectively. Operating lease cost is included in Occupancy in the statement of functional expenses.

During 2023, the Organization also entered into a master lease agreement for three delivery vehicles. For the year ended December 31, 2023, total operating lease cost for the delivery vehicles was \$26,193. Operating lease cost is included in food distribution and transportation expenses in the statement of functional expenses.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 8 - COMMITMENTS AND CONTINGENCIES (CONTINUED):

The following summarizes the line items in the statements of financial position which include amounts for operating leases as of December 31, 2023:

	2023	2022
Operating lease right-of-use assets	\$ 896,984	\$ 355,162
Operating lease obligations	\$ 915,060	\$ 368,307

The components of operating lease expenses are included in the statements of activities for the year ended December 31, 2023 and 2022 are as follows:

Operating lease cost	\$ 174,803	\$ 96,995
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The following summarizes the cash flow information related to the operating leases for the year ended December 31, 2023 and 2022:

Cash paid for amounts included in the measurement of lease obligations:

Operating cash flows for operating leases	\$ 170,557	\$ 83,850
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The weighted-average lease term and discount rate applied to calculate lease obligations as of December 31, 2023 and 2022 are as follows:

	2023	2022
Weighted average remaining lease term	53 months	45 months
Weighted average discount rate	3.25%	1.26%

There were no noncash investing and financing transactions related to leasing other than the transition entry described in Note 2.

Future maturities of operating lease obligations are presented in the following table for the fiscal years ending December 31:

2024		\$ 231,186
2025		242,214
2026		218,811
2027		145,223
2028		105,996
Thereafter		46,415
Total lease payments		989,845
Less present value discount		(74,785)
Total		\$ 915,060

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 8 - COMMITMENTS AND CONTINGENCIES (CONTINUED):

The Organization leases its office facility under an operating lease that expired on December 31, 2022. The Organization moved to a new office facility as of February 2023. Rent expense related to the Organization's office facilities, for the years ended December 31, 2023 and 2022 was \$40,860 and \$46,830, respectively.

Finance Leases

During 2023, the Company entered into two finance leases for delivery vehicles totaling \$473,589 which are included in property and equipment at December 31, 2023. Delivery vehicles finance leases are payable in monthly installments totaling \$7,561 and expire through August 2029.

The following summarizes the line items in the balance sheet which include amounts for finance lease obligations as of December 31, 2023:

Finance lease obligations	<u>\$ 437,052</u>
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Amortization of lease assets included in depreciation and amortization expense for the year ended December 31, 2023 was \$32,063.

Interest expense on finance leases for the year ended December 31, 2023 was \$8,525.

The weighted-average lease term and discount rate applied to calculate finance lease liabilities as of December 31, 2023 are as follows:

Weighted average remaining lease term	5.37 years
Weighted average discount rate	3.97%

The maturities of finance lease payments for the six months ending June 30 are as follows:

2024	\$ 90,732
2025	90,732
2026	90,732
2027	90,732
2028	85,895
Thereafter	<u>35,994</u>
Total lease payments	484,817
Less present value discount	<u>(47,765)</u>
Total	<u>\$ 437,052</u>

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 9 - CONTRIBUTED FOOD AND OTHER NONFINANCIAL ASSETS:

The Organization benefited from donated food items which were valued at a standard rate of \$2 per pound. During the years ended December 31, 2023 and 2022, the Organization received 23,175,431 and 22,240,500 pounds of food products, respectively. Donated specialized services have been recognized on the accompanying financial statements. These donated services require professional skills and would typically be purchased if not provided by donation. The Organization benefited from donated materials and investment advisory services which are valued based on current rates for similar items and services at the date of donation.

These amounts have been recognized as both contributed food and other nonfinancial assets revenue and expenses in the statements of activities as follows:

	2023			
	Program Services	Management and general	Fundraising	Total
Food distributed	\$46,350,862	\$ -	\$ -	\$46,350,862
Professional fees	-	60,340	-	60,340
Office and miscellaneous expenses	26,550	13,275	13,274	53,099
Total contributed food and nonfinancial services	<u>\$46,377,412</u>	<u>\$ 73,615</u>	<u>\$ 13,274</u>	<u>\$46,464,301</u>
	2022			
	Program Services	Management and general	Fundraising	Total
Food distributed	\$44,481,000	\$ -	\$ -	\$44,481,000
Food delivery expenses	2,112	-	-	2,112
Professional fees	-	53,172	-	53,172
Office and miscellaneous expenses	19,063	9,531	9,531	38,125
Total contributed food and nonfinancial services	<u>\$44,502,175</u>	<u>\$ 62,703</u>	<u>\$ 9,531</u>	<u>\$44,574,409</u>

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 10 - FUNDRAISING EVENTS:

The Organization sponsored several events during the year ended December 31, 2023 and 2022 to raise additional funds for its charitable activities. The events and the net income derived are as follows:

	2023		
	Income	Expenses	Net
Fall event	\$ 323,409	\$ 70,072	\$ 253,337
Bag a Lunch, Help a Bunch	159,366	7,564	151,802
Other special events	157,593	52,736	104,857
Total Special Events, net	\$ 640,368	\$ 130,372	\$ 509,996
	2022		
	Income	Expenses	Net
Spring events	\$ 381,370	\$ 30,360	\$ 351,010
Bag a Lunch, Help a Bunch	257,607	32,799	224,808
Other special events	194,649	71,264	123,385
Total Special Events, net	\$ 833,626	\$ 134,423	\$ 699,203

NOTE 11 - RELATED-PARTY TRANSACTIONS:

The Organization received pro-bono investment advisory services from an investment advisor who is a member of the Organization's Board of Directors. During the years ended December 31, 2023 and 2022, the Organization recorded \$59,440 and \$53,172, respectively, for investment advisory fees which are reported as donated professional services (Note 2 and 9).

NOTE 12 - NET ASSETS:

Net assets are available for the following purposes:

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Undesignated	\$ 458,166	\$ -	\$ 458,166	\$ 634,395	\$ -	\$ 634,395
Specific Purpose:						
Newark Food Rescue program	-	22,500	22,500	-	40,000	40,000
Ida Support	-	41,624	41,624	-	165,869	165,869
I-Rescue App	-	50,000	50,000	-	-	-
Food rescue for Families and children	-	20,000	20,000	-	-	-
Passage of time:						
For periods after December 31	-	34,597	34,597	-	109,795	109,795
Endowment	1,870,340	6,199,472	8,069,812	1,680,085	5,543,670	7,223,755
Total Net Assets	\$2,328,506	\$6,368,193	\$8,696,699	\$2,314,480	\$5,859,334	\$8,173,814

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 12 - NET ASSETS (CONTINUED):

Net assets released from donor restrictions are as follows:

	2023	2022
Satisfaction of purpose restrictions:		
I-Rescue App	\$ 50,000	\$ 105,000
Food rescue hero app extended	-	70,000
Food rescue program	161,000	413,548
Hurricane Ida support	124,245	26,007
Time restriction	102,294	66,891
Grandparents / senior market	-	65,000
General appeal - truck	-	6,665
Pallet jacket	-	10,000
Newark Food Rescue	62,500	12,500
Senior hunger and isolation	30,000	-
Nourishing our neighborhoods vehicle	5,200	-
Appropriation of endowment for general purposes	100,000	200,000
Total	\$ 635,239	\$ 975,611

NOTE 13 - ENDOWMENTS:

The Organization's endowment consists of donor-restricted endowment funds and funds designated by the Organization to function as endowments. As required by accounting principles generally accepted in the United States of America, net assets associated with the endowment funds, including funds designated by the Organization to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

GAAP, Not-for-Profit Entities, provides guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 ("UPMIFA") which was enacted in the State of New Jersey in June 2009.

The Board of Directors of the Organization is responsible for the long-term investment policies for donor-restricted endowment funds, unless otherwise specified by the donor. The Organization interprets the UPMIFA of the State of New Jersey, requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary.

As a result of this interpretation, the Organization classifies as net assets with donor restrictions: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowments, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time accumulation is added to the fund.

TABLE TO TABLE, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 13 - ENDOWMENTS (CONTINUED):

Earnings attributed to the donor-restricted endowment funds are classified as net assets with donor restrictions or without donor restrictions in accordance with donor stipulations. The Board of Directors has established a policy whereby all of the earnings on donor-restricted endowment funds are to be retained in a board designated endowment fund. The amount to be retained has not been determined, but the purpose of the fund is to provide for the long-term sustainability of the Organization.

Endowment net asset composition by type of fund as of December 31, 2023 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Funds</u>
Board designated funds	\$ 1,870,340	\$ -	\$ 1,870,340
Donor restricted funds:			
Original donor restricted gift amount required to be maintained in perpetuity	-	2,923,001	2,923,001
Accumulated investment income	<u>-</u>	<u>3,276,471</u>	<u>3,276,471</u>
Total Endowment funds	<u>\$ 1,870,340</u>	<u>\$ 6,199,472</u>	<u>\$ 8,069,812</u>

Changes in endowment net assets as of December 31, 2023 are as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Endowment Funds</u>
Endowment net assets, Beginning of year	\$ 1,680,085	\$ 5,543,670	\$ 7,223,755
Endowment Investment return, net:			
Interest and dividends, net	34,623	124,188	158,811
Realized and unrealized losses	155,632	558,125	713,757
Contributions	-	73,489	73,489
Amounts appropriated for expenditure	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>
Endowment net assets, End of year	<u>\$ 1,870,340</u>	<u>\$ 6,199,472</u>	<u>\$ 8,069,812</u>

Endowment net asset composition by type of fund as of December 31, 2022 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Funds</u>
Board designated funds	\$ 1,680,085	\$ -	\$ 1,680,085
Donor restricted funds:			
Original donor restricted gift amount required to be maintained in perpetuity	-	2,849,512	2,849,512
Accumulated investment income	<u>-</u>	<u>2,694,158</u>	<u>2,694,158</u>
Total Endowment funds	<u>\$ 1,680,085</u>	<u>\$ 5,543,670</u>	<u>\$ 7,223,755</u>

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2023 and 2022

NOTE 13 - ENDOWMENTS (CONTINUED):

Changes in endowment net assets as of December 31, 2022 are as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Funds</u>
Endowment net assets, Beginning of year	\$ 1,721,834	\$ 5,824,895	\$ 7,546,729
Endowment Investment return, net:			
Interest and dividends, net	34,918	135,376	170,294
Realized and unrealized gains	(76,667)	(297,236)	(373,903)
Contributions	-	80,635	80,635
Amounts appropriated for expenditure	-	(200,000)	(200,000)
Endowment net assets, End of year	<u>\$ 1,680,085</u>	<u>\$ 5,543,670</u>	<u>\$ 7,223,755</u>

NOTE 14 - SUBSEQUENT EVENTS:

Subsequent events have been evaluated through May 9, 2024, the date the financial statements were available to be issued. No events occurred subsequent to the statements of financial position date and through the date the financial statements were available to be issued that would require adjustment to or disclosure in the accompanying financial statements.