

**NOURISH.NJ, INC.**  
FINANCIAL STATEMENTS  
DECEMBER 31, 2021 AND 2020



**SOBEL & CO. LLC**  
CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

**NOURISH.NJ, INC.**

**DECEMBER 31, 2021 AND 2020**

**CONTENTS**

	<b><u>Page</u></b>
Independent Auditors' Report .....	1-2
Financial Statements:	
Statements of Financial Position.....	3
Statements of Activities and Changes in Net Assets .....	4
Statements of Functional Expenses .....	5-6
Statements of Cash Flows .....	7
Notes to Financial Statements .....	8-14

## **INDEPENDENT AUDITORS' REPORT**

To the Board of Trustees  
nourish.NJ, Inc.  
Morristown, New Jersey

### **Opinion**

We have audited the accompanying financial statements of nourish.NJ, Inc. ("Organization"), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities 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 nourish.NJ, Inc. as of December 31, 2021 and 2020, 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 nourish.NJ, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the nourish.NJ'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 audits in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 nourish.NJ'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 nourish.NJ'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.

*Sobel & Co, LLC*

Certified Public Accountants

Livingston, New Jersey  
May 27, 2022

**NOURISH.NJ, INC.**  
**STATEMENTS OF FINANCIAL POSITION**

	December 31,	
	2021	2020
<b>ASSETS</b>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 3,121,725	\$ 2,488,219
Pledges receivable, net	174,700	102,917
Prepaid expenses	57,905	25,799
Total Current Assets	<u>3,354,330</u>	<u>2,616,935</u>
OTHER ASSETS:		
Security deposits	1,387	1,387
Pledges receivable, long term	230,020	294,029
Total Other Assets	<u>231,407</u>	<u>295,416</u>
PROPERTY AND EQUIPMENT, Net	<u>1,111,882</u>	<u>144,410</u>
	<u>\$ 4,697,619</u>	<u>\$ 3,056,761</u>
<b>LIABILITIES AND NET ASSETS</b>		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 77,355	\$ 12,524
Financing loan	886,942	-
Total Liabilities	<u>964,297</u>	<u>12,524</u>
NET ASSETS:		
Without donor restrictions:		
Operations	2,051,455	1,654,791
Board-designated	250,000	250,000
	<u>2,301,455</u>	<u>1,904,791</u>
With donor restrictions	1,431,867	1,139,446
Total Net Assets	<u>3,733,322</u>	<u>3,044,237</u>
Total Liabilities and Net Assets	<u>\$ 4,697,619</u>	<u>\$ 3,056,761</u>

**NOURISH.NJ, INC.****STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**

	<b>Year Ended December 31, 2021</b>			<b>Year Ended December 31, 2020</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>SUPPORT:</b>						
Donations	\$ 2,335,226	\$ 486,171	\$ 2,821,397	\$ 2,427,711	\$ 1,139,446	\$ 3,567,157
In-kind donations	471,342	-	471,342	935,474	-	935,474
Government grants	-	-	-	160,000	-	160,000
Released from restriction	193,750	(193,750)	-	-	-	-
Total Support	3,000,318	292,421	3,292,739	3,523,185	1,139,446	4,662,631
<b>REVENUE:</b>						
Interest income	432	-	432	1,607	-	1,607
<b>TOTAL SUPPORT AND REVENUE</b>	<b>3,000,750</b>	<b>292,421</b>	<b>3,293,171</b>	<b>3,524,792</b>	<b>1,139,446</b>	<b>4,664,238</b>
<b>EXPENSES:</b>						
Program services	1,810,960	-	1,810,960	1,980,801	-	1,980,801
Management and general	258,461	-	258,461	447,211	-	447,211
Fundraising	534,665	-	534,665	187,002	-	187,002
Total Expenses	2,604,086	-	2,604,086	2,615,014	-	2,615,014
<b>CHANGES IN NET ASSETS</b>	<b>396,664</b>	<b>292,421</b>	<b>689,085</b>	<b>909,778</b>	<b>1,139,446</b>	<b>2,049,224</b>
<b>NET ASSETS:</b>						
Beginning of year	1,904,791	1,139,446	3,044,237	995,013	-	995,013
End of year	\$ 2,301,455	\$ 1,431,867	\$ 3,733,322	\$ 1,904,791	\$ 1,139,446	\$ 3,044,237

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

**NOURISH.NJ, INC.****STATEMENT OF FUNCTIONAL EXPENSES**

YEAR ENDED DECEMBER 31, 2021

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Salaries	\$ 759,751	\$ 158,154	\$ 286,549	\$ 1,204,454
Payroll taxes	56,294	11,363	20,085	87,742
Employee benefits	63,566	8,821	21,200	93,587
	<u>879,611</u>	<u>178,338</u>	<u>327,834</u>	<u>1,385,783</u>
Food supplies	708,035	-	-	708,035
Donated services	28,279	-	-	28,279
Professional fees	13,561	40,234	36,917	90,712
Dues	128	617	180	925
Insurance	7,707	5,944	664	14,315
Occupancy	78,682	7,821	10,010	96,513
Office expenses	7,768	7,733	73,912	89,413
Telephone	5,434	1,067	1,856	8,357
Postage and printing	255	6,639	51,357	58,251
Information technology	6,974	5,468	12,854	25,296
Paper supplies	19,354	74	-	19,428
Travel	14,129	-	1,850	15,979
Program expenses	15,875	746	-	16,621
Bank and merchant fees	201	1,674	17,231	19,106
Depreciation	19,757	1,987	-	21,744
Repairs and maintenance	5,210	119	-	5,329
	<u>1,810,960</u>	<u>258,461</u>	<u>534,665</u>	<u>2,604,086</u>
Total Expenses	\$ 1,810,960	\$ 258,461	\$ 534,665	\$ 2,604,086

**NOURISH.NJ, INC.****STATEMENT OF FUNCTIONAL EXPENSES****YEAR ENDED DECEMBER 31, 2020**

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Salaries	\$ 718,464	\$ 224,283	\$ -	\$ 942,747
Payroll taxes	60,311	17,504	-	77,815
Employee benefits	30,860	24,594	-	55,454
	<hr/>	<hr/>	<hr/>	<hr/>
	809,635	266,381	-	1,076,016
Food supplies	831,214	-	-	831,214
Donated services	182,884	-	-	182,884
Professional fees	-	91,005	155,285	246,290
Dues	-	7,447	-	7,447
Insurance	3,191	1,132	-	4,323
Occupancy	79,166	3,600	-	82,766
Office expenses	1,063	6,961	587	8,611
Telephone	-	5,721	-	5,721
Postage and printing	-	39,570	14,730	54,300
Information technology	-	173	12,325	12,498
Paper supplies	19,584	-	-	19,584
Travel	5,141	9,123	-	14,264
Program expenses	14,105	-	1,325	15,430
Bank and merchant fees	-	11,678	-	11,678
Depreciation	16,692	4,165	-	20,857
Repairs and maintenance	18,126	255	2,750	21,131
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenses	\$ 1,980,801	\$ 447,211	\$ 187,002	\$ 2,615,014

**NOURISH.NJ, INC.**  
**STATEMENTS OF CASH FLOWS**

	<b>Year Ended December 31,</b>	
	<b>2021</b>	<b>2020</b>
<b>CASH FLOWS PROVIDED BY:</b>		
<b><u>OPERATING ACTIVITIES:</u></b>		
Changes in net assets	\$ 689,085	\$ 2,049,224
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation expense	21,744	20,857
Changes in certain assets and liabilities:		
Pledges receivable	(7,774)	(396,946)
Prepaid expenses	(32,106)	(25,799)
Accounts payable	64,831	(49,769)
Net Cash Provided by Operating Activities	<u>735,780</u>	<u>1,597,567</u>
<b><u>INVESTING ACTIVITIES:</u></b>		
Purchase of property and equipment	<u>(989,216)</u>	<u>(99,948)</u>
<b><u>FINANCING ACTIVITIES:</u></b>		
Proceeds from mortgage payable	<u>886,942</u>	<u>-</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>633,506</b>	<b>1,497,619</b>
<b>CASH AND CASH EQUIVALENTS:</b>		
Beginning of year	<u>2,488,219</u>	<u>990,600</u>
End of year	<u><u>\$ 3,121,725</u></u>	<u><u>\$ 2,488,219</u></u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION:</b>		
Cash paid during the year for:		
Interest expense	<u>\$ 2,482</u>	<u>\$ -</u>
<b>SUPPLEMENTAL DISCLOSURE FOR NON-CASH ITEMS:</b>		
Paycheck Protection Program forgiveness	<u>\$ -</u>	<u>\$ 160,000</u>

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

---

**NOTE 1 - NATURE OF ORGANIZATION:**

---

nourish.NJ, Inc. ("Organization"), formerly The Community Soup Kitchen and Outreach Center, Inc., is a nonprofit organization works to address issues of hunger, poverty, and homelessness. The Organization provides free food; housing, employment, mental health, and case management services; and connects people to additional community resources. The Organization creates lasting solutions to the problems of hunger, homelessness, and poverty. We offer food, housing, work readiness, medical, social, and educational services 365 days a year in a warm, safe, and caring environment, free of charge, no questions asked. The Organization prides itself on tackling the issues of hunger, homelessness, and poverty in a unique and comprehensive way. The organization was founded more than 35 years as an emergency food provider, and since then has expanded to provide the comprehensive services people need to live independent, stable, healthy lives. We help our people secure safe, stable housing; to train for and obtain steady employment; to address mental health and medical needs; and to address other challenges they may be experiencing. Originally serving the Morristown, NJ population, our services now extend throughout Morris County.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

---

***Basis of Accounting:***

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

***Financial Statement Presentation:***

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:

Net Assets without Donor Restrictions - Net assets not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time, and other net assets subject to donor-imposed stipulations that they 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 any related investments for general or specific purposes. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets released from restrictions.

***Cash and Cash Equivalents:***

Cash and cash equivalents include short-term, highly liquid investments with original maturities of three months or less on the date of acquisition.

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

---

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

---

***Pledges Receivable:***

The Organization recognizes contributions into revenue when received, including those received in the form of unconditional promises to give (“pledges”). Pledges receivable are reported in the statements of financial position net of any necessary allowance of uncollectible amounts and unamortized discounts related to multiyear pledges. The Organization utilizes the reserve method of accounting for uncollectible pledges. The reserve is based on historical experience and management evaluation of outstanding pledges receivable at the end of each year. At December 31, 2021 and 2020, the Organization has determined that an allowance was not necessary.

***Property and Equipment:***

Property and equipment are recorded at cost on the date of acquisition, or at the fair value of the asset, based on values of comparable assets at the date of gift for donated assets. The Organization capitalizes assets with a cost or fair value exceeding \$1,000 and a useful life of more than one year. Depreciation is computed on a straight-line basis over the estimated useful life as follows:

Building and improvements	15-39 years
Leasehold improvements	10 years
Equipment and office equipment	7 years
Vehicles	7 years

In the absence of donor-imposed restrictions on the use of the asset, gifts of long-lived assets are reported as support without donor restrictions. When an asset is sold or retired, the cost and accumulated depreciation are removed from the respective accounts. Maintenance, repairs, and minor renewals are charged to operations as incurred. Significant renewals and betterments that extend the useful life of the assets are capitalized.

***Revenue Recognition – Contributions:***

Contributions, including unconditional pledges, are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor or explicitly waived. Conditional pledges are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets.

Revenue from government grants is considered a conditional contribution and is not recognized until the conditions related to this revenue are substantially met or explicitly waived.

***Contributed Services and Donations:***

The Organization is financially dependent upon receiving the donated support of the public and its member congregations to continue its programs. The public donates food and time.

The Organization records the value of food donated by the pound and by the number of meals served. During the year ended December 31, 2021, the Organization recorded 25,038 pounds of food at \$1.68 per pound and 40,100 meals valued at \$10 per meal. During the year ended December 31, 2020, there were 375,000 pounds of food received and recorded at \$1.70 per pound.

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

---

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

---

---

***Contributed Services and Donations: (Continued)***

The Organization also regularly receives services from volunteers who are not acting in a professional capacity. During the years ended December 31, 2021 and 2020, the Organization recorded 6,400 volunteer hours, respectively. Such volunteer services do not meet the criteria for financial statement recognition and are not recognized in the consolidated financial statements.

***Income Taxes:***

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not liable for federal and state income taxes. The Organization follows standards that provide clarification on accounting for uncertainty in income taxes recognized in the Organization's financial statements. The guidance prescribes a recognition threshold and measurement attribute for the recognition and measurement of a tax position taken, or expected to be taken, in a tax return, and provides guidance on derecognition, classification, interest and penalties, disclosure and transition. The Organization's policy is to recognize interest and penalties on unrecognized tax benefits in income tax expense. No interest and penalties were recorded during the years ended December 31, 2021 and 2020. At December 31, 2021 and 2020, there were no significant income tax uncertainties.

***Use of Estimates:***

In preparing the financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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.

***Recent Accounting Pronouncements – Leases:***

In February 2016, the Financial Accounting Standards Board issued an accounting pronouncement, *Leases*, which requires lessees to recognize a right-of-use asset and lease liability on the statement of financial position for all leases with a term longer than 12 months. Under this new pronouncement, a modified retrospective transition approach or a cumulative-effect adjustment transition approach may be used, and the new standard is applied to all leases existing at the date of initial application. An organization may choose (1) its effective date, or (2) the beginning of the earliest comparative period presented in the financial statement as its date of initial application. The standard is effective for annual reporting periods beginning after December 15, 2021. Early adoption is permitted subject to certain limitations. The Organization is currently evaluating the effect the provisions of this standard will have on the financial statements.

***Subsequent Events:***

The Organization has evaluated its subsequent events and transactions occurring after December 31, 2021 through May 27, 2022, the date the financial statements were available to be issued.

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

**NOTE 3 - PLEDGES RECEIVABLE:**

---

Pledges receivable are summarized as follows:

	<b>December 31,</b>	
	<b>2021</b>	<b>2020</b>
Gross pledges receivable	\$ 409,800	\$ 400,000
Less: Discount	(5,080)	(3,054)
Pledges Receivable, net	<u>\$ 404,720</u>	<u>\$ 396,946</u>
Amounts due in:		
Less than one year	\$ 174,700	\$ 102,917
One to five years	235,100	297,083
	<u>\$ 409,800</u>	<u>\$ 400,000</u>

Pledges receivable due in more than one year were discounted using the applicable long-term Treasury rate, which was 1.26% and .36% for the years ended December 31, 2021 and 2020, respectively.

**NOTE 4 - PROPERTY AND EQUIPMENT:**

---

Property and equipment consists of the following:

	<b>December 31,</b>	
	<b>2021</b>	<b>2020</b>
Land	\$ 288,500	\$ -
Building	700,717	-
Leasehold improvements	324,306	324,306
Kitchen and office equipment	277,311	277,312
Vehicles	72,670	72,670
	<u>1,663,504</u>	<u>674,288</u>
Less: Accumulated depreciation	(551,622)	(529,878)
Property and Equipment, Net	<u>\$ 1,111,882</u>	<u>\$ 144,410</u>

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

---

**NOTE 5 - FINANCING:**

---

On November 5, 2021, the Organization obtained a financing loan from a bank for a maximum amount of \$1,250,000, to purchase and renovate a building in Victory Gardens, New Jersey. As of December 31, 2021, the Organization had drawn down \$886,942 of the loan to purchase the building. The remaining funds will be drawn down once the renovation process begins in 2022. The draw down period of the loan ends on November 1, 2022, at which point the financing loan will turn into a mortgage payable over 30 years.

The Organization is currently only paying interest of 3.875% on the outstanding balance until December 1, 2022, when principal payments will commence.

**NOTE 6 - PAYCHECK PROTECTION PROGRAM LOAN:**

---

The Organization obtained a Paycheck Protection Program (“PPP”) loan under the CARES Act in April 2020 for \$160,000. The Organization recorded the PPP funds received as a conditional government grant and recognized revenue once the conditions for forgiveness set forth by the U.S. Small Business Administration (“SBA”) were satisfied. As of December 31, 2020, all amounts received under the PPP were expended and recognized as government grants on the statements of activities and changes in net assets. The Organization received full forgiveness in April 2021.

The SBA reserves the right to audit loan forgiveness up to six years from the date forgiveness was awarded.

**NOTE 7 - FUNCTIONAL EXPENSES:**

---

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Salaries, payroll taxes, and employee benefits are allocated based on time studies. All other expenses are direct costs.

**NOTE 8 - EMPLOYEE BENEFIT PLAN:**

---

The Organization maintains a 403(b) retirement plan in which all employees are eligible to participate after completing one full year of service. For employees who complete five years of continuous service with the Organization, the Organization matches up to 50% of all eligible employee contributions. For the years ended December 31, 2021 and 2020, the amount contributed was \$9,953 and \$11,585, respectively. These amounts are recorded in employee benefits on the statements of functional expenses.

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

**NOTE 9 - BOARD-DESIGNATED NET ASSETS:**

---

The Organization’s Board of Trustees has restricted \$250,000 of the Organization’s net assets without donor restrictions as an operating reserve. These Board-designated net assets cannot be expended without approval of the Board of Trustees.

**NOTE 10 - NET ASSETS WITH DONOR RESTRICTIONS:**

---

The following net assets with donor restrictions are available for the following purposes:

	<b>Year Ended December 31,</b>	
	<b>2021</b>	<b>2020</b>
Capital campaign – timing	\$ 404,720	\$ 396,946
Capital campaign – purpose	1,012,147	742,500
Farmers Market	15,000	-
	<u>\$ 1,431,867</u>	<u>\$ 1,139,446</u>

**NOTE 11 - OPERATING LEASE AND RELATED PARTIES:**

---

The Organization currently leases office space under an operating lease that expires in February 2024 and has various escalating payments. The Organization also rents space on a month-to-month basis. Total rental payment for the years ended December 31, 2021 and 2020, was \$72,936 and \$75,600, respectively. These amounts are recorded as occupancy costs on the statements of functional expenses.

Future minimum lease payments are as follows:

<b><u>Year Ended December 31,</u></b>	
2022	\$ 65,879
2023	67,855
2024	11,364
	<u>\$ 145,098</u>

The Organization also utilizes dining rooms and office space from two of its member congregations. The rent expense was \$3,600 and \$21,600 for the years ended December 31, 2021 and 2020, respectively.

**NOURISH.NJ, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

---

---

**NOTE 12 - SIGNIFICANT RISKS AND UNCERTAINTIES:**

---

Financial instruments that potentially expose the Organization to concentrations of credit risk and market risk consist of cash and cash equivalents. The Organization maintains its cash and cash equivalents in accounts with federally insured institutions. At times, the balances in these accounts may be in excess of federally insured limits.

The Organization is actively monitoring the COVID-19 outbreak and the potential impact on its employees, clients, volunteers, donors, and operations. It is not known at this time how much effect the virus will have on operations and/or financial results. The potential impact of COVID-19 is not foreseeable due to various uncertainties, including the severity of the disease, the duration of the outbreak, and actions that may be taken by governmental authorities.

**NOTE 13 - LIQUIDITY AND AVAILABILITY:**

---

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

	<b>December 31,</b>	
	<b>2021</b>	<b>2020</b>
Cash and cash equivalents	\$ 3,121,725	\$ 2,488,219
Pledges receivable	404,720	396,946
Total financial assets	3,526,445	2,885,165
Less amounts not available for general use within one year:		
Net assets with donor restrictions	(1,431,867)	(1,139,446)
Net assets estimated to be released within one year	174,700	102,917
Financial assets available to meet general expenditures over the next 12 months	\$ 2,269,278	\$ 1,848,636

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.