

**SACRAMENTO LOAVES & FISHES, INC.**

**FINANCIAL STATEMENTS WITH  
INDEPENDENT AUDITOR'S REPORT**

**YEARS ENDED  
DECEMBER 31, 2022 AND 2021**

## **INDEPENDENT AUDITOR'S REPORT**

**Board of Directors  
Sacramento Loaves & Fishes, Inc.  
Sacramento, California**

### **Opinion**

We have audited the accompanying financial statements of Sacramento Loaves & Fishes, Inc. (Loaves & Fishes, a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Loaves & Fishes as of December 31, 2022 and 2021, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Loaves & Fishes and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of 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 Loaves & Fishes' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Loaves & Fishes' 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 Loaves & Fishes' 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.



**GILBERT CPAs**  
Sacramento, California

**February 21, 2023**

# SACRAMENTO LOAVES & FISHES, INC.

## STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2022 AND 2021

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<b>ASSETS</b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b>CURRENT ASSETS:</b>		
Cash	\$ 3,690,026	\$ 3,425,408
Accounts receivable		500
Contributions and bequests receivable	112,965	115,893
Inventories	1,169,709	850,089
Prepaid expenses	<u>80,578</u>	<u>81,880</u>
Total current assets	5,053,278	4,473,770
<b>INTEREST IN THE NET ASSETS OF MERCY FOUNDATION (Note 4)</b>	78,026	63,329
<b>PROPERTY AND EQUIPMENT, Net (Note 5)</b>	<u>7,741,892</u>	<u>7,774,651</u>
<b>TOTAL ASSETS</b>	<u>\$ 12,873,196</u>	<u>\$ 12,311,750</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES:</b>		
Accrued expenses and other liabilities	<u>\$ 119,939</u>	<u>\$ 102,372</u>
<b>NET ASSETS:</b>		
Without donor restrictions:		
Investment in property and equipment	7,741,892	7,774,651
Undesignated	<u>4,690,662</u>	<u>4,162,767</u>
Total without donor restrictions	12,432,554	11,937,418
With donor restrictions (Note 7)	<u>320,703</u>	<u>271,960</u>
Total net assets	<u>12,753,257</u>	<u>12,209,378</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 12,873,196</u>	<u>\$ 12,311,750</u>

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

# SACRAMENTO LOAVES & FISHES, INC.

## STATEMENTS OF ACTIVITIES YEARS ENDED DECEMBER 31, 2022 AND 2021

<b>NET ASSETS WITHOUT DONOR RESTRICTIONS:</b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b>REVENUES:</b>		
Contributions and grants	\$ 5,189,379	\$ 6,540,053
In-kind contributions	3,038,633	2,400,347
Bequests	475,953	369,464
Change in interest in the net assets of Mercy Foundation	66,092	147,291
Rental income	32,450	49,034
Interest and other income	58,547	101,594
Net assets released from restrictions	<u>163,145</u>	<u>1,162,297</u>
Total revenues	<u>9,024,199</u>	<u>10,770,080</u>
<b>EXPENSES:</b>		
Program services (Note 1):		
Food and guest services	6,197,485	5,814,236
Educational services	1,002,777	994,078
Residential services	420,354	432,458
Mental health services	<u>303,684</u>	<u>279,472</u>
Total program services	7,924,300	7,520,244
Supporting services:		
General and administrative	324,462	306,520
Fundraising	<u>280,301</u>	<u>234,617</u>
Total expenses	<u>8,529,063</u>	<u>8,061,381</u>
<b>INCREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<u>495,136</u>	<u>2,708,699</u>
<b>NET ASSETS WITH DONOR RESTRICTIONS:</b>		
Contributions and grants	197,191	147,664
Change in interest in the net assets of Mercy Foundation	14,697	(77,602)
Net assets released from restrictions	<u>(163,145)</u>	<u>(1,162,297)</u>
<b>INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS</b>	<u>48,743</u>	<u>(1,092,235)</u>
<b>INCREASE IN NET ASSETS</b>	543,879	1,616,464
<b>NET ASSETS, Beginning of Year</b>	<u>12,209,378</u>	<u>10,592,914</u>
<b>NET ASSETS, End of Year</b>	<u>\$ 12,753,257</u>	<u>\$ 12,209,378</u>

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

## SACRAMENTO LOAVES & FISHES, INC.

### STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED DECEMBER 31, 2022

	<u>Program Services</u>				<u>Supporting Services</u>		<u>Total</u>
	<u>Food and guest services</u>	<u>Educational services</u>	<u>Residential services</u>	<u>Mental health services</u>	<u>General and administrative</u>	<u>Fundraising</u>	
Salaries, benefits and taxes	\$ 2,820,213	\$ 525,862	\$ 242,726	\$ 221,909	\$ 301,218	\$ 106,331	\$ 4,218,259
Guest services, clothing and other supplies	1,357,904	186,301	21,258	11,970	10,394		1,587,827
Food	1,006,994	60,466	43,614	14,331			1,125,405
Depreciation	285,547	54,778	26,963	20,106			387,394
Contributions	186,456	77,939	16,267	12,130			292,792
Occupancy and utilities	183,290	26,071	34,102	8,934	4,227		256,624
Printing and postage	18,638	9,817	496	211	1,281	146,602	177,045
Supplies	83,858	8,152	4,375	1,077	2,841	328	100,631
Equipment, repairs and maintenance	65,612	12,576	13,880	1,601	4,215	1,146	99,030
Liability insurance	64,448	12,363	6,085	4,538			87,434
Professional services	37,274	7,151	3,520	2,625		2,620	53,190
Bank charges	29,273	5,616	2,764	2,061			39,714
Autos	23,131	8,473	291	203			32,098
Public relations and advertising	6,376	732	390	269		2,445	10,212
Miscellaneous	28,471	6,480	3,623	1,719	286	20,829	61,408
<b>Total</b>	<b><u>\$ 6,197,485</u></b>	<b><u>\$ 1,002,777</u></b>	<b><u>\$ 420,354</u></b>	<b><u>\$ 303,684</u></b>	<b><u>\$ 324,462</u></b>	<b><u>\$ 280,301</u></b>	<b><u>\$ 8,529,063</u></b>

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

## SACRAMENTO LOAVES & FISHES, INC.

### STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED DECEMBER 31, 2021

	<u>Program Services</u>				<u>Supporting Services</u>		<u>Total</u>
	<u>Food and guest services</u>	<u>Educational services</u>	<u>Residential services</u>	<u>Mental health services</u>	<u>General and administrative</u>	<u>Fundraising</u>	
Salaries, benefits and taxes	\$ 2,553,002	\$ 535,151	\$ 255,984	\$ 206,357	\$ 294,016	\$ 59,662	\$ 3,904,172
Guest services, clothing and other supplies	1,246,787	149,577	14,622	7,759			1,418,745
Food	1,097,248	68,074	55,991	18,450			1,239,763
Depreciation	270,449	56,344	30,050	18,781			375,624
Contributions	71,538	54,520	5,045	5,154		1,000	137,257
Occupancy and utilities	186,124	30,835	34,900	10,108	4,088	120	266,175
Printing and postage	18,992	11,996	390	263	1,491	152,518	185,650
Supplies	82,276	5,813	6,128	962	2,451	280	97,910
Equipment, repairs and maintenance	82,538	34,403	11,724	1,498	4,219		134,382
Liability insurance	55,725	11,609	6,192	3,870			77,396
Professional services	41,219	20,138	4,580	2,863			68,800
Bank charges	36,171	3,288	1,754	1,096			42,309
Autos	14,762	3,726	324	51		8	18,871
Public relations and advertising	6,248	983	572	396		5,395	13,594
Interest	31,184	2,835	1,511	945			36,475
Miscellaneous	19,973	4,786	2,691	919	255	15,634	44,258
<b>Total</b>	<b><u>\$ 5,814,236</u></b>	<b><u>\$ 994,078</u></b>	<b><u>\$ 432,458</u></b>	<b><u>\$ 279,472</u></b>	<b><u>\$ 306,520</u></b>	<b><u>\$ 234,617</u></b>	<b><u>\$ 8,061,381</u></b>

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

# SACRAMENTO LOAVES & FISHES, INC.

## STATEMENTS OF CASH FLOWS YEARS ENDED DECEMBER 31, 2022 AND 2021

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	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Increase in net assets	\$ 543,879	\$ 1,616,464
Reconciliation to net cash provided by operating activities:		
Depreciation	387,394	375,624
Donated investments	(181,081)	(129,996)
Proceeds from sale of donated investments	181,081	129,996
Changes in:		
Accounts receivable	500	(500)
Contributions and bequests receivable	2,928	257,310
Inventories	(319,620)	167,748
Prepaid expenses	1,302	6,651
Interest in the net assets of Mercy Foundation	(14,697)	77,602
Accrued expenses and other liabilities	<u>17,567</u>	<u>3,257</u>
Net cash provided by operating activities	619,253	2,504,156
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(354,635)	(277,061)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Principal payments on long-term debt	<u>                    </u>	<u>(1,588,198)</u>
<b>NET INCREASE IN CASH</b>	264,618	638,897
<b>CASH, Beginning of Year</b>	<u>3,425,408</u>	<u>2,786,511</u>
<b>CASH, End of Year</b>	<u>\$ 3,690,026</u>	<u>\$ 3,425,408</u>
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Interest paid	<u>\$                    </u>	<u>\$ 36,475</u>

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



# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

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### 1. ORGANIZATION

Sacramento Loaves & Fishes, Inc. (Loaves & Fishes) is a nonprofit, public benefit corporation dedicated to feeding the hungry and sheltering the homeless in Sacramento, California. Loaves & Fishes neither solicits nor accepts government funds. Following is a description of Loaves & Fishes' primary programs:

#### **Food and Guest Services**

**Dining Room** – Serves a hot lunch to guests 364 days of the year. On average, 400 to 600 meals are served daily. The dining room utilizes volunteers on a daily basis, comprised of individuals, churches, schools, and community based organizations. The daily meals are nutritionally based containing the proper balance of nutrients. Local vendors, food banks, and individuals contribute food on a regular basis to assist in feeding the homeless and hungry. Items used in the dining room that are not donated are purchased.

**Friendship Park** – Provides activities, information, and a safe environment for our guests during the day. Friendship Park provides a full service library reading room for guests to use for reading books, periodicals, writing and computer use. Friendship Park serves hot coffee, pastries and distributes continental breakfast items each morning to approximately 250 guests each day and also provides sleeping bags, tarps, and warm coats to those in need. Friendship Park also performs memorial services for guests who have passed away.

**Maryhouse** – Provides daytime services to homeless women, children and single fathers. Provides home cooked breakfasts to approximately 150 women and children daily, showers, diapers, personal hygiene products and resources.

**Jail Visitation** – Provides services to Sacramento County inmates including sending letters to inmates and on behalf of inmates, providing personal toiletry kits, sweatshirts and backpacks, and bus passes to released inmates.

**Brother Martin's Ministries (BMM)** – A placement and orientation service that includes a complete weekly tour of the facilities for the public interested in volunteering at Loaves & Fishes. BMM staffs personnel responsible for building and yard maintenance of Loaves & Fishes' properties to serve guests in a clean, well maintained environment.

**Animal Services** – Houses guests' pets during the day while guests use services.

**Washhouse** – Provides shower and laundry services for men.

**Advocacy** – Advocates for housing and civil rights on behalf of the homeless.

#### **Education Services**

**Mustard Seed** – Provides instruction to children (ages 3-15), re-enrolls homeless children into public schools, arranges medical and dental visits, and provides Christmas gifts for children.

# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

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### Residential Services

**Sister Nora's Place** – Provides long-term overnight shelter, including meals and case management, for up to 16 chronically homeless women with mental health issues.

**Hope House** – Houses annual Jesuit volunteers.

### Mental Health Services

**Genesis** – Administers a full service mental health clinic, which provides counseling and referral services to guests.

## 2. SIGNIFICANT ACCOUNTING POLICIES

**Basis of accounting and financial statement presentation** – The financial statements are prepared on the accrual basis of accounting and in conformity with professional standards applicable to not-for-profit entities. Loaves & Fishes reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

**Revenue recognition** – Contributions, grants, and bequests are recognized in full when received or unconditionally promised, in accordance with professional standards. 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. All contributions are considered available for unrestricted use unless specifically restricted by donors for future periods or specific purposes. Restricted contributions whose restrictions and conditions are met in the same reporting period are recognized as revenue within net assets without donor restrictions. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

Donated goods and services are recognized at the estimated fair value as of the date of donation or service.

Bequests are recognized when Loaves & Fishes receives a contractually irrevocable promise to pay Loaves & Fishes a specified sum of money upon a donor's death, subject to a reasonable period of time for the orderly administration of the donor's estate. At times, Loaves & Fishes is named a beneficiary in a trust, however, these are not recognized in these financial statements until they become contractually irrevocable and the amount Loaves & Fishes is to receive are reasonably determinable in accordance with professional standards.

**Credit risk** – Loaves & Fishes minimizes credit risk associated with cash by periodically evaluating the credit quality of its primary financial institution. The balance at times may exceed federally insured limits. Loaves & Fishes deposits held with financial institutions in excess of federal depository insurance limits was \$3,280,615 and \$2,914,074 as of December 31, 2022 and 2021, respectively. Loaves & Fishes has not experienced any losses in such accounts and management believes Loaves & Fishes is not exposed to any significant credit risk related to cash.

# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

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**Contributions and bequests receivable** are considered to be available for general operations unless specifically restricted by the donor. Contributions and bequests receivable are reported net of the allowance for uncollectible accounts. However, management has determined that no allowance was necessary at both December 31, 2022 and 2021, based on their conclusion that all amounts were collectible. Amounts are due within one year of the statements of financial position dates and therefore no discount has been applied.

**Inventories** consist of food, clothing, gift cards and miscellaneous supplies. Inventories are stated at cost if purchased and fair market value if donated, using the first-in, first-out method.

**Property and equipment** are stated at cost if purchased or, if donated, at fair market value on the date of donation or unconditional promise and depreciated using the straight-line method over estimated useful lives of 5 to 30 years. Loaves & Fishes' policy is to capitalize purchases of \$2,500 or more.

**Functional allocation of expenses** – The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and professional services which are allocated based on time and effort; benefits and taxes, which are allocated based on salaries; all other expenses are allocated based on estimated usage of resources.

**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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Income taxes** – Loaves & Fishes is publicly supported and exempt from income taxes under Internal Revenue Code Section 501(c)(3) and corresponding California state codes. Loaves & Fishes applies the accounting principles related to accounting for uncertainty in income taxes and has determined that there is no material impact on the financial statements.

**Recent Accounting Pronouncements** – In September 2020, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The standard requires nonprofits to expand their financial statement presentation and disclosure of contributed nonfinancial assets, including in-kind contributions. Loaves & Fishes adopted the standard effective January 1, 2022, and applied retrospectively. Therefore, 2021 in-kind contributions were reclassified to conform to the 2022 financial statement presentation.

**Subsequent events** have been evaluated through February 21, 2023 the date the financial statements were available to be issued. Management concluded that no material subsequent events have occurred since December 31, 2022 that require recognition or disclosure in such financial statements.

# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

### 3. LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available within one year of the statement of financial position date for general expenditure are as follows at December 31:

	<u>2022</u>	<u>2021</u>
Cash	\$ 3,690,026	\$ 3,425,408
Accounts receivable		500
Contributions and bequests receivable	<u>112,965</u>	<u>115,893</u>
Total financial assets	3,802,991	3,541,801
Less:		
Restricted by donor for specific purpose	<u>(242,677)</u>	<u>(208,631)</u>
Total financial assets available to management for general expenditure within one year	<u>\$ 3,560,314</u>	<u>\$ 3,333,170</u>

As a policy, Loaves & Fishes will set aside financial assets to be available to meet operating expenses during the year. The assets are used during the down months of the year and are accessed as needed.

### 4. INTEREST IN THE NET ASSETS OF MERCY FOUNDATION

The Mercy Foundation (Foundation) is a nonprofit organization that was established to support the works of the Sisters of Mercy. The Foundation solicits contributions for and holds funds on behalf of the Sisters of Mercy and its sponsored and supported ministries, including Loaves & Fishes as a support ministry. In accordance with professional standards, Loaves & Fishes and the Foundation are considered financially interrelated organizations. When the Foundation receives contributions for the benefit of Loaves & Fishes, they recognize contribution revenue and temporarily restricted net assets. Loaves & Fishes recognizes their interest in the net assets of the Foundation which represents donor restricted contributions and pledges received by the Foundation for the benefit of Loaves & Fishes. Changes in the interest in net assets of the Foundation are shown as unrestricted when distributions are made from the Foundation to Loaves & Fishes unless restricted for a specific purpose by the original donor. Loaves & Fishes' interest in net assets of the Foundation are considered time restricted until distributed by the Foundation.

The change in the interest in net assets of the Foundation for the years ended December 31 includes the following:

	<u>2022</u>	<u>2021</u>
Increase in interest in the net assets of the Foundation	\$ 80,789	\$ 69,689
Distributions – unrestricted	<u>(66,092)</u>	<u>(147,291)</u>
Net increase (decrease) in interest in the net assets of the Foundation	<u>\$ 14,697</u>	<u>\$ (77,602)</u>

# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

### 5. PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>2022</u>	<u>2021</u>
Buildings and improvements	\$ 10,682,745	\$ 10,620,670
Land	1,426,946	1,426,946
Equipment	763,890	686,782
Vehicles	259,352	259,352
Construction in progress	215,452	
Total	<u>13,348,385</u>	<u>12,993,750</u>
Less accumulated depreciation	<u>(5,606,493)</u>	<u>(5,219,099)</u>
Property and equipment, net	<u>\$ 7,741,892</u>	<u>\$ 7,774,651</u>

### 6. LINE OF CREDIT

Loaves & Fishes had a \$300,000 revolving line of credit with a bank, secured by real estate in Sacramento County. The line called for a variable interest rate at the bank's index rate (prime rate) less 0.50%. The bank's index rate was 3.25% at December 31, 2021. Interest only payments were due monthly until maturity on August 15, 2022. The line of credit was not renewed at maturity. There were no amounts outstanding on this line of credit at December 31, 2022 and 2021.

### 7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes or periods:

	<u>2022</u>	<u>2021</u>
Time and purpose restriction – Interest in the net assets of Mercy Foundation	\$ 78,026	\$ 63,329
Purpose restrictions:		
Maryhouse	122,857	24,956
Sister Nora's Place	70,000	
Mustard Seed	27,473	63,749
Friendship Park operations	8,656	56,748
Dining room	5,500	
Mercy Corp Volunteer Program		40,000
Genesis Mental Health Program		15,000
Other projects	<u>8,191</u>	<u>8,178</u>
Total	<u>\$ 320,703</u>	<u>\$ 271,960</u>

# SACRAMENTO LOAVES & FISHES, INC.

## NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

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### 8. IN-KIND CONTRIBUTIONS

During the years ended December 31, 2022 and 2021, Loaves & Fishes received the following non-cash donations of food, clothing, gift cards, and miscellaneous supplies that have been reflected as in-kind contributions in the statements of activities:

	<u>2022</u>	<u>2021</u>
Clothing and miscellaneous supplies	\$ 2,147,184	\$ 1,356,026
Food	883,524	1,037,171
Gift cards	<u>7,925</u>	<u>7,150</u>
Total	<u>\$ 3,038,633</u>	<u>\$ 2,400,347</u>

Loaves & Fishes' policy related to in-kind contributions is to utilize the assets given to carry out their mission. All gifts-in-kind received by Loaves & Fishes for the years ended December 31, 2022 and 2021 were considered without donor restrictions and able to be used by Loaves & Fishes as determined by the Board of Directors and management.

Clothing, miscellaneous supplies, and food were valued based upon estimates of fair market or wholesale values that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor.

### 9. RETIREMENT PLAN

Loaves & Fishes offers a qualified 403(b) pension plan to all employees who meet eligibility criteria. The plan is voluntary. The employee's contribution is not matched by the employer. No matching contributions were made to the plan for the years ended December 31, 2022 and 2021.