

**TRENTON AREA SOUP KITCHEN, INC.
(A NON-PROFIT ORGANIZATION)**

FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

AND

INDEPENDENT AUDITOR'S REPORT

TRENTON AREA SOUP KITCHEN, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

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To the Board of Trustees
Trenton Area Soup Kitchen, Inc.
P.O. Box 872
Trenton, NJ 08605

INDEPENDENT AUDITOR'S REPORT

I have audited the accompanying financial statements of Trenton Area Soup Kitchen, (T.A.S.K.) Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015 and 2014 and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position Trenton Area Soup Kitchen, Inc. as of June 30, 2015 and 2014, 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.

Lawrenceville, New Jersey
September 10, 2015

STATEMENTS OF FINANCIAL POSITION

June 30, 2015 and June 30, 2014

<u>ASSETS</u>	<u>2015</u>	<u>2014</u>
Current assets:		
Cash and cash equivalents	\$ 1,852,687	\$ 1,658,768
Pledges receivable	-	14,412
Accrued interest receivable	22,737	19,577
Employee loan	1,200	-
Total current assets	<u>1,876,624</u>	<u>1,692,757</u>
Investments:		
Certificates of deposit	77,143	77,078
Princeton Area Community Foundation Board designated	102,450	100,999
Endowment	2,862,248	2,411,512
	556,894	536,390
	<u>3,598,735</u>	<u>3,125,979</u>
Property, building and equipment, net	<u>1,558,841</u>	<u>1,641,502</u>
Total assets	<u>\$ 7,034,200</u>	<u>\$ 6,460,238</u>
 <u>LIABILITIES AND NET ASSETS</u> 		
Current liabilities:		
Accounts payable	\$ 33,822	\$ 87,540
Accrued expenses	38,871	61,987
Total current liabilities	<u>72,693</u>	<u>149,527</u>
Net assets:		
Unrestricted	3,518,520	3,328,304
Board designated	2,862,248	2,411,512
Temporarily restricted	26,650	16,806
Permanently restricted	554,089	554,089
Total net assets	<u>6,961,507</u>	<u>6,310,711</u>
Total liabilities and net assets	<u>\$ 7,034,200</u>	<u>\$ 6,460,238</u>

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

TRENTON AREA SOUP KITCHEN, INC.

STATEMENTS OF ACTIVITIES

For the Years Ended June 30, 2015 and 2014

	2015			2014				
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue, gains and other support:								
Contributions	\$ 2,931,548	-	\$ -	\$ 2,931,548	\$ 2,881,345	-	\$ 1,233	\$ 2,882,578
Non cash contributions of food and supplies	487,795	-	-	487,795	382,747	-	-	382,747
Government grants	30,000	-	-	30,000	21,040	-	-	21,040
County of Mercer	60,438	-	-	60,438	57,392	-	-	57,392
City of Trenton	10,000	-	-	10,000	-	-	-	-
College of New Jersey	6,211	-	-	6,211	4,279	-	-	4,279
Total revenue and support	3,525,992	-	-	3,525,992	3,346,803	-	1,233	3,348,036
Expenses:								
Program services	2,568,829	-	-	2,568,829	2,304,796	-	-	2,304,796
Management and general	219,844	-	-	219,844	202,414	-	-	202,414
Fundraising	169,610	-	-	169,610	162,549	-	-	162,549
Total expenses	2,958,283	-	-	2,958,283	2,669,759	-	-	2,669,759
Change in Net Assets before investment return	567,709	-	-	567,709	677,044	-	1,233	678,277
Other Revenue:								
Investment return	73,243	9,844	-	83,087	107,922	9,356	-	117,278
Change in Net Assets	640,952	9,844	-	650,796	784,966	9,356	1,233	795,555
Net Assets								
Beginning of Year	5,739,816	16,806	554,089	6,310,711	4,954,850	7,450	552,856	5,515,156
End of Year	\$ 6,380,768	\$ 26,650	\$ 554,089	\$ 6,961,507	\$ 5,739,816	\$ 16,806	\$ 554,089	\$ 6,310,711

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

TRENTON AREA SOUP KITCHEN, INC.
STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended June 30, 2015 and 2014

	2015			2014				
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Personnel:								
Salaries	\$ 846,387	\$ 126,955	\$ -	\$ 973,342	\$ 803,296	\$ 129,729	\$ -	\$ 933,025
Caseworker (consultant)	34,358	-	-	34,358	42,028	-	-	42,028
Temporary help	6,498	-	-	6,498	5,565	-	-	5,565
Payroll taxes	79,381	18,620	-	98,001	77,051	18,074	-	95,125
Employees benefits and insurance	290,727	28,403	-	319,130	267,524	26,414	-	293,938
Total personnel	1,257,351	173,978	-	1,431,329	1,195,464	174,217	-	1,369,681
Other expenses:								
Adult education program	26,802	-	-	26,802	28,963	-	-	28,963
Advertising-employment	160	-	-	160	902	-	-	902
Arts and ideas/kids time	19,112	-	-	19,112	21,556	-	-	21,556
Auto expenses	14,504	-	-	14,504	17,928	-	-	17,928
Bank charges/other fees	-	1,760	-	1,760	-	1,472	-	1,472
Building/equipment maintenance	37,482	-	-	37,482	38,021	-	-	38,021
Community/volunteer relations	32,134	-	-	32,134	38,451	-	-	38,451
Contingencies	2,338	-	-	2,338	565	-	-	565
Day center	41,670	-	-	41,670	-	-	-	-
Depreciation	92,391	-	-	92,391	90,885	-	-	90,885
Food	636,065	-	-	636,065	525,695	-	-	525,695
Fundraising campaign	-	-	104,807	104,807	-	-	95,368	95,368
Fundraising consultant	-	-	61,672	61,672	-	-	63,994	63,994
Hygiene supplies	73,440	-	-	73,440	76,958	-	-	76,958
Insurance	15,486	989	-	16,475	21,659	1,383	-	23,042
Kitchen supplies	62,805	-	-	62,805	61,130	-	-	61,130
Miscellaneous	-	2,159	-	2,159	-	2,262	-	2,262
Office	-	4,460	-	4,460	-	9,921	-	9,921
Photo ops	104	-	-	104	430	-	-	430
Postage	644	114	2,321	3,079	798	-	2,442	3,240
Professional fees	-	23,241	-	23,241	-	11,370	-	11,370
Quality of Life	7,906	-	-	7,906	6,245	-	-	6,245
Security	64,960	-	-	64,960	65,230	-	-	65,230
Send hunger packing program	63,502	-	-	63,502	-	-	-	-
School / other misc. supplies for patrons	43,271	-	-	43,271	30,734	-	-	30,734
Staff training	7,896	-	-	7,896	4,000	-	-	4,000
Telephone	5,367	1,948	810	8,125	4,707	1,789	745	7,241
Utilities/trash collection	63,439	11,195	-	74,634	74,475	-	-	74,475
Total functional expenses	\$ 2,568,829	\$ 219,844	\$ 169,610	\$ 2,958,283	\$ 2,304,796	\$ 202,414	\$ 162,549	\$ 2,669,759

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

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Change in net assets	\$ 650,796	\$ 795,555
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	92,391	90,885
Unrealized and realized gain on investments	17,972	(26,629)
Changes in operating assets and liabilities:		
Pledges receivable	14,412	6,083
Accrued interest receivable	(3,161)	(1,369)
Accounts payable and accrued expenses	(76,834)	80,832
Total adjustments	<u>44,780</u>	<u>149,802</u>
Net cash provided by operating activities	<u>695,576</u>	<u>945,357</u>
Cash flows from investing activities:		
Employee loans	(1,200)	-
Purchase of property and equipment	(9,730)	(110,801)
Purchase of investments - Princeton Area Community Foundation	(1,451)	(10,586)
Purchase of investments	(489,211)	(126,104)
Purchase of certificates of deposit	(77,143)	(77,078)
Maturities of certificates of deposit	77,078	76,995
Net cash provided by (used in) investing activities	<u>(501,657)</u>	<u>(247,574)</u>
Increase in cash and cash equivalents	193,919	697,783
Cash and cash equivalents, beginning of year	<u>1,658,768</u>	<u>960,985</u>
Cash and cash equivalents, end of year	<u>\$ 1,852,687</u>	<u>\$ 1,658,768</u>
Non cash contributions received:		
Stock	<u>\$ 48,812</u>	<u>\$ 58,521</u>
Food and supplies	<u>\$ 487,795</u>	<u>\$ 382,747</u>

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

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS

1. Nature of Organization

Trenton Area Soup Kitchen, Inc. is an independent, non-profit organization incorporated in 1982 under the laws of the State of New Jersey.

The Trenton Area Soup Kitchen, Inc. is dedicated to respond to the needs of hungry people in the Trenton community by:

- (1) Providing meals to all those who are hungry as a primary mission;
- (2) Providing services to enable them to achieve self-sufficiency; and
- (3) Informing the wider community of the needs of the hungry and advocating for resources to meet those needs.

The support for the organization is contributions from individuals, corporations, foundations and other similar entities. Grants may be received from entities such as FEMA.

2. Summary of Significant Accounting Policies

The financial statements of Trenton Area Soup Kitchen, Inc. have been prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Basis of Presentation

Resources are classified for accounting and reporting purposes, based on the existence or absence of donor-imposed restrictions, into three net assets categories – unrestricted, temporarily restricted, and permanently restricted. For the years ended June 30, 2015 and 2014 Trenton Area Soup Kitchen, Inc. had accounting transactions in all three of the net asset categories, as follows:

- Unrestricted net assets – Net assets that are not subject to donor-imposed restrictions. This includes board designated assets.
- Temporarily restricted net assets – Net assets are subject to donor-imposed restrictions that will be met by the passing of time or by the action of the organization.
- Permanently restricted net assets – Net assets subject to donor-imposed restrictions that will not expire by the passage of time nor be fulfilled or otherwise resolved by the actions of the Trenton Area Soup Kitchen, New Jersey.

Revenue and Support Recognition

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Grants receivable represent amounts committed by donors that have not been received by the Organization. Grants with donor-imposed restrictions that limit their use to long-term purposes are classified as noncurrent assets.

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)2. Summary of Significant Accounting Policies (Continued)Revenue and Support Recognition (Continued)

The Organization accounts for contract and grant revenues, which are exchange transactions, in the statement of activities to the extent that expenses have been incurred for the purposes specified by the grantor during the period. In applying this concept the legal and contractual requirements of each individual program are used as guidance. All monies not expended in accordance with the grant or contract are recorded as a liability to the grantor as the Organization does not maintain any equity in the grant or contract. Additionally, funds received in advance of their proper usage which are exchange transactions are accounted for as deferred revenue in the statements of financial position.

Contributed Services

During the years ended June 30, 2015 and 2014, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. However, approximately 3,500 individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

It is the Organization's policy to capitalize property and equipment with a cost in excess of \$500. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

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 classified by the Internal Revenue Service as other than a private foundation.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair value in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)2. Summary of Significant Accounting Policies (Continued)Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. This includes money market accounts with brokerage firms.

Concentrations of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash. The Organization maintains its cash in various bank deposit accounts which, at times, may exceed federally insured limits. These amounts are insured for \$250,000 in each institution by Federal Deposit Insurance Corporation. As of June 30, 2015 balances with one bank exceeded the insurance limit by approximately \$737,000.

Reclassification

Certain items relating to the year ended June 30, 2014 have been reclassified to conform with the current year's presentation.

Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents, receivables, accounts payable and accrued expenses approximate fair value due to the short maturity of these financial instruments.

Accounting for Uncertainty in Income Taxes

The Organization adopted the provisions of FASB ASC-740-10 relating to uncertainty in income taxes. The implementation included evaluating the tax positions taken on all income tax returns that remain open to examination by the respective taxing authorities. The Organization does not believe that there are any uncertain tax positions on those returns that meet the requirements of FASB ASC740-10 and therefore should be reflected in the financial statements. Management is not aware of any violation of its tax status as an organization exempt from income taxes, nor of any exposure to unrelated business income tax.

The Organization is subject to routine audits by taxing authorities. There are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examination for years prior to June 30, 2012.

3. Unconditional Promises to Give – Permanently Restricted

The unconditional promises to give which are all due within 1 year consists of the following:

	2015	2014
Amounts due:	\$ -	\$ 14,412

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. Cash and Cash Equivalents

Cash and cash equivalents consisted of the following for the years ended June 30:

	<u>2015</u>	<u>2014</u>
Interest bearing accounts :		
Operating	\$ 724,985	\$ 1,217,608
Money market account	975,763	290,586
Non interest bearing accounts:		
Non-profit checking account	149,890	149,890
Director's account	2,049	684
	<u>\$ 1,852,687</u>	<u>\$ 1,658,768</u>

5. Investments

Investments are stated at fair value and are summarized as follows at June 30:

	<u>2015</u>	<u>2014</u>
	Fair Value	Fair Value
PNC Certificates of deposit	\$ 77,143	\$ 77,078
PACF - unrestricted	102,450	100,999
Board Designated Investments:		
Cash	8,242	36,904
Certificates of deposit	422,283	268,746
Corporate bonds	2,431,724	2,105,863
Permanently Restricted-Endowment:		
Cash	4,087	1,212
Certificates of deposit	74,255	74,962
Corporate bonds	478,551	460,215
Total investments	<u>\$3,598,735</u>	<u>\$ 3,125,979</u>

The following schedule summarizes the investment return and its classification in the statement of activities for the years ended June 30, 2015 and 2014.

	<u>2015</u>		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Dividend and Interest income	\$ 91,215	\$ 9,844	\$ 101,059
Net realized and unrealized loss	<u>(17,972)</u>	<u>-</u>	<u>(17,972)</u>
Total investment return	<u>\$ 73,243</u>	<u>\$ 9,844</u>	<u>\$ 83,087</u>

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)5. Investments (continued)

	2014		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Dividend and Interest income	\$ 81,293	\$ 9,356	\$ 90,649
Net realized and unrealized gains	<u>26,629</u>	<u>-</u>	<u>26,629</u>
Total investment return	<u>\$ 107,922</u>	<u>\$ 9,356</u>	<u>\$ 117,278</u>

6. Endowment Funds

The Organization's endowment consists of certificates of deposit, money market funds, equity securities and mutual funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on existence or absence of donor-imposed restrictions.

The Organization has interpreted state law as requiring the preservation of the value of the original gift as of the gift date of the donor-restricted endowment funds, explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classified as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment and (b) the original value of subsequent gifts to the permanent endowment. The remaining portion of donor-restricted endowment funds that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditures by the Organization in a manner consistent with the standard of prudence prescribed by state law. The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of the Organization and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and appreciation of investments
- 6) Other resources of the Organization
- 7) The investment policies of the Organization

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period.

7. Fair Value Measurements

Investments are required to be categorized based on fair value of inputs of Levels 1, 2 and 3. Under Level 1 inputs, investments are required to be categorized based on quoted market prices in active markets for identical investments. Level 2 inputs are based primarily on using observable measurement criteria, including quoted market prices of similar investments in active and inactive markets and other observable corroborated factors. Level 3 inputs are assets measured at fair value on a recurring basis using significant unobservable measurement criteria based on the best information available.

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)7. Fair Value Measurements (continued)

A portion of the Organization's investments are held in a pooled fund managed by the Princeton Area Community Foundation (PACF). The funds in PACF are valued using Levels 1 and 3, inputs at 47% and 53% for June 30, 2015, and 52% and 48% for June 30, 2014, respectively. Some of the preceding calculations are based on the fair value measurement data that is reflected in the audited financial statements of the Princeton Area Community Foundation at December 31, 2014 and 2013.

The investments are categorized as follows:

Fair Value Measurements:

	Total	Quoted Prices in Active Markets Level 1	Observable Measurement Criteria Level 2	Unobservable Measurement Criteria Level 3
<u>June 30, 2015</u>				
PNC Certificates of deposit	\$ 77,143	\$ -	\$ 77,143	\$ -
PACF - unrestricted	102,450	48,152	-	54,298
Board Designated Investments:				
Cash	8,242	8,242	-	-
Certificates of deposit	422,283	-	422,283	-
Corporate bonds	2,431,724	2,431,724	-	-
Permanently Restricted-Endowment:				
Cash	4,087	4,087	-	-
Certificates of deposit	74,255	-	74,255	-
Corporate bonds	478,551	478,551	-	-
	<u>\$ 3,598,735</u>	<u>\$ 2,970,756</u>	<u>\$ 573,681</u>	<u>\$ 54,298</u>
<u>June 30, 2014</u>				
PNC Certificates of deposit	\$ 77,078	\$ -	\$ 77,078	\$ -
PACF - unrestricted	100,999	52,519	-	48,480
Board Designated Investments:				
Cash	36,904	36,904	-	-
Certificates of deposit	268,746	-	268,746	-
Corporate bonds	2,105,863	2,105,863	-	-
Permanently Restricted-Endowment:				
Cash	1,212	1,212	-	-
Certificates of deposit	74,962	-	74,962	-
Corporate bonds	460,215	460,215	-	-
	<u>\$ 3,125,979</u>	<u>\$ 2,656,713</u>	<u>\$ 420,786</u>	<u>\$ 48,480</u>

8. Property, Building and Equipment, Net

Property, building and equipment consist of the following:

TRENTON AREA SOUP KITCHEN, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)8. Property, Building and Equipment, Net (continued)

	Useful Lives	2015	2014
Building and renovations	40 years	\$ 2,010,480	\$ 2,010,480
Leasehold improvements	5 years	11,807	11,807
Equipment	5 to 12 years	519,375	509,645
Vehicles	5 years	21,269	21,269
		2,562,931	2,553,201
Accumulated depreciation		(1,004,090)	(911,699)
		<u>\$ 1,558,841</u>	<u>\$ 1,641,502</u>

Depreciation for the years ended June 30, 2015 and 2014 was \$92,391 and \$90,885, respectively.

9. Non Cash Contributions of Food and Supplies

The organization receives significant donations of food and supplies during the year in addition to food that is purchased. The donated food and supplies has been recorded as both a contribution and a program expense at a value equal to the estimated cost to purchase. These amounts were as follows:

	2015	2014
Food	\$ 373,336	\$ 277,092
Supplies	114,459	105,655
	<u>\$ 487,795</u>	<u>\$ 382,747</u>

10. Retirement Arrangement for Staff Employees

As of July 1, 2001, Trenton Area Soup Kitchen, Inc. offers staff employees the opportunity for participation in a 401 (k) Profit Sharing Plan. Employees can contribute up to 15% of compensation to a maximum of \$18,000 for June 30, 2015 and \$17,500 for June 30, 2014 (an additional \$6,000 may be contributed if age 50 or older for a total of \$24,000 for June 30, 2015 and \$23,000 June 30,2014. In addition, the Organization will make an annual employer base contribution of 5% of all eligible employees' annual compensation. Employees' are eligible for employer contribution after completing the 1st year of employment. The expense to the organization under this arrangement was \$47,402 and \$43,457 for the years ended June 30, 2015 and 2014, respectively.

11. Commitments

In November of 1987, the Corporation entered into a lease agreement with the City of Trenton to rent a tract of land at an annual rental of \$1 per year for 40 (forty) years.

12. No Subsequent Events

The Organization's management evaluated the period from June 30, 2015 to September 10, 2015 for items requiring recognition or disclosure in the financial statements. There were no events occurring during the evaluation period that require disclosure, and there were no events that require recognition in the financial statements.