

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)**

**FINANCIAL STATEMENTS  
AND  
AUDITORS' REPORT**

**DECEMBER 31, 2022 AND 2021**

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)**

Index

|   | <u>Page</u> |
|---|-------------|
| Independent Auditors' Report  | 1 - 2       |
| Statements of financial position as of December 31, 2022 and 2021       | 3           |
| Statements of activities for the years ended December 31, 2022 and 2021 | 4           |
| Statement of expenses for the year ended December 31, 2022              | 5           |
| Statement of expenses for the year ended December 31, 2021              | 6           |
| Statements of cash flows for the years ended December 31, 2022 and 2021 | 7           |
| Notes to financial statements   | 8 - 14      |



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## INDEPENDENT AUDITORS' REPORT

To: The Board of Directors of  
The Shabbat Project, Inc.  
(d/b/a OneTable)

### ***Opinion***

We have audited the financial statements of The Shabbat Project, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of The Shabbat Project, Inc. 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 (GAAS). 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 The Shabbat Project, 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 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 Shabbat Project, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are 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 GAAS 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 could reasonably be expected to influence the judgement made by a reasonable user based on these financial statements.

In performing an audit in accordance with GAAS, 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 The Shabbat Project, 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 The Shabbat Project, 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.

*Skody Scot & Company, CPAs, P.C.*

New York, NY  
October 17, 2023

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2022 AND 2021**

|   | <b>2022</b>  | <b>2021</b>  |
|---|--------------|--------------|
| <b>ASSETS</b>                             |              |              |
| Cash                                      | \$ 3,298,405 | \$ 2,631,274 |
| Contributions receivable, net             | 5,557,633    | 3,994,745    |
| Program revenue receivable                | 31,116       | 78,593       |
| Property and equipment, net               | -            | 22,438       |
| Security deposits                         | 17,318       | 18,020       |
|   | \$ 8,904,472 | \$ 6,745,070 |
| <b>LIABILITIES AND NET ASSETS</b>         |              |              |
| Liabilities:                              |              |              |
| Accounts payable and accrued expenses     | \$ 118,400   | \$ 45,290    |
| Deferred revenue                          | 7,875        | 32,866       |
| Total liabilities                         | 126,275      | 78,156       |
| Commitments and contingencies (see notes) |              |              |
| Net Assets:                               |              |              |
| Without donor restrictions                | 2,734,866    | 2,550,189    |
| With donor restrictions                   | 6,043,331    | 4,116,725    |
| Total net assets                          | 8,778,197    | 6,666,914    |
| Total liabilities and net assets          | \$ 8,904,472 | \$ 6,745,070 |

**See accompanying notes to the financial statements.**

**THE SHABBAT PROJECT, INC.**  
**(D/B/A ONETABLE)**  
**STATEMENTS OF ACTIVITIES**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

|                                       | <b>2022</b>                           |                                    |                     | <b>2021</b>                           |                                    |                     |
|---------------------------------------|---------------------------------------|------------------------------------|---------------------|---------------------------------------|------------------------------------|---------------------|
|                                       | <b>Without Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Total</b>        | <b>Without Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Total</b>        |
| Support and Revenues:                 |                                       |                                    |                     |                                       |                                    |                     |
| Contributions                         | \$ 4,588,353                          | \$ 4,136,771                       | \$ 8,725,124        | \$ 3,539,346                          | \$ 4,071,893                       | \$ 7,611,239        |
| Program service revenue               | 610,985                               | -                                  | 610,985             | 295,273                               | -                                  | 295,273             |
| Contributions in-kind                 | -                                     | -                                  | -                   | 68,062                                | -                                  | 68,062              |
| Net assets released from restriction: |                                       |                                    |                     |                                       |                                    |                     |
| Satisfaction of purpose restrictions  | 982,165                               | (982,165)                          | -                   | 1,242,064                             | (1,242,064)                        | -                   |
| Expiration of time restrictions       | 1,228,000                             | (1,228,000)                        | -                   | 1,690,000                             | (1,690,000)                        | -                   |
| Total support and revenues            | <u>7,409,503</u>                      | <u>1,926,606</u>                   | <u>9,336,109</u>    | <u>6,834,745</u>                      | <u>1,139,829</u>                   | <u>7,974,574</u>    |
| Expenses:                             |                                       |                                    |                     |                                       |                                    |                     |
| Program services                      | 5,902,783                             | -                                  | 5,902,783           | 4,500,854                             | -                                  | 4,500,854           |
| Management and general                | 653,670                               | -                                  | 653,670             | 656,566                               | -                                  | 656,566             |
| Fundraising                           | 668,373                               | -                                  | 668,373             | 375,678                               | -                                  | 375,678             |
| Total expenses                        | <u>7,224,826</u>                      | <u>-</u>                           | <u>7,224,826</u>    | <u>5,533,098</u>                      | <u>-</u>                           | <u>5,533,098</u>    |
| Increase/(decrease) in net assets     | 184,677                               | 1,926,606                          | 2,111,283           | 1,301,647                             | 1,139,829                          | 2,441,476           |
| Net assets, beginning of year         | 2,550,189                             | 4,116,725                          | 6,666,914           | 1,248,542                             | 2,976,896                          | 4,225,438           |
| Net assets, end of year               | <u>\$ 2,734,866</u>                   | <u>\$ 6,043,331</u>                | <u>\$ 8,778,197</u> | <u>\$ 2,550,189</u>                   | <u>\$ 4,116,725</u>                | <u>\$ 6,666,914</u> |

See accompanying notes to the financial statements.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
STATEMENT OF EXPENSES  
YEAR ENDED DECEMBER 31, 2022**

|                                    | Program<br>Services | Management<br>and General | Fundraising       | Total<br>Expenses   |
|------------------------------------|---------------------|---------------------------|-------------------|---------------------|
| Personnel costs:                   |                     |                           |                   |                     |
| Salaries                           | \$ 2,347,277        | \$ 346,386                | \$ 490,972        | \$ 3,184,635        |
| Payroll taxes and benefits         | 525,921             | 77,610                    | 110,004           | 713,535             |
| Total personnel costs              | <u>2,873,198</u>    | <u>423,996</u>            | <u>600,976</u>    | <u>3,898,170</u>    |
| Direct expenses:                   |                     |                           |                   |                     |
| Consultants and contractors        | 304,916             | 58,560                    | 16,197            | 379,673             |
| Depreciation and amortization      | 16,538              | 2,441                     | 3,459             | 22,438              |
| Dinner nourishment                 | 1,442,051           | -                         | -                 | 1,442,051           |
| Insurance                          | 7,548               | 1,114                     | 1,579             | 10,241              |
| Miscellaneous                      | 65,276              | 13,901                    | 11,490            | 90,667              |
| Platform development & maintenance | 800,745             | -                         | -                 | 800,745             |
| Professional fees                  | -                   | 129,197                   | -                 | 129,197             |
| Promotion and education            | 112,248             | -                         | -                 | 112,248             |
| Rent and utilities                 | 94,200              | 13,901                    | 19,704            | 127,805             |
| Supplies                           | 13,398              | -                         | -                 | 13,398              |
| Telephone and communications       | 71,560              | 10,560                    | 14,968            | 97,088              |
| Travel and meetings                | 101,105             | -                         | -                 | 101,105             |
| Total direct expenses              | <u>3,029,585</u>    | <u>229,674</u>            | <u>67,397</u>     | <u>3,326,656</u>    |
| Total expenses                     | <u>\$ 5,902,783</u> | <u>\$ 653,670</u>         | <u>\$ 668,373</u> | <u>\$ 7,224,826</u> |

See accompanying notes to the financial statements.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
STATEMENT OF EXPENSES  
YEAR ENDED DECEMBER 31, 2021**

|                                    | Program<br>Services | Management<br>and General | Fundraising       | Total<br>Expenses   |
|------------------------------------|---------------------|---------------------------|-------------------|---------------------|
| Personnel costs:                   |                     |                           |                   |                     |
| Salaries                           | \$ 1,564,811        | \$ 239,168                | \$ 273,878        | \$ 2,077,857        |
| Payroll taxes and benefits         | 439,683             | 67,201                    | 76,956            | 583,840             |
| Total personnel costs              | <u>2,004,494</u>    | <u>306,369</u>            | <u>350,834</u>    | <u>2,661,697</u>    |
| Direct expenses:                   |                     |                           |                   |                     |
| Consultants and contractors        | 319,637             | 88,990                    | 1,875             | 410,502             |
| Depreciation and amortization      | 43,200              | 407                       | -                 | 43,607              |
| Dinner nourishment                 | 1,456,129           | -                         | -                 | 1,456,129           |
| Insurance                          | 7,370               | 8,144                     | 1,290             | 16,804              |
| Miscellaneous                      | 3,443               | 76,496                    | 603               | 80,542              |
| Platform development & maintenance | 390,889             | -                         | -                 | 390,889             |
| Professional fees                  | -                   | 157,755                   | -                 | 157,755             |
| Promotion and education            | 111,338             | -                         | -                 | 111,338             |
| Rent and utilities                 | 62,559              | 9,562                     | 10,949            | 83,070              |
| Supplies                           | 24,872              | -                         | -                 | 24,872              |
| Telephone and communications       | 57,860              | 8,843                     | 10,127            | 76,830              |
| Travel and meetings                | 19,063              | -                         | -                 | 19,063              |
| Total direct expenses              | <u>2,496,360</u>    | <u>350,197</u>            | <u>24,844</u>     | <u>2,871,401</u>    |
| Total expenses                     | <u>\$ 4,500,854</u> | <u>\$ 656,566</u>         | <u>\$ 375,678</u> | <u>\$ 5,533,098</u> |

See accompanying notes to the financial statements.



**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
STATEMENTS OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

|   | <u>2022</u>                | <u>2021</u>                |
|---|----------------------------|----------------------------|
| Cash flows from operating activities:                               |                            |                            |
| Increase/(decrease) in net assets                                   | \$ 2,111,283               | \$ 2,441,476               |
| Adjustments for non-cash items<br>included in operating activities: |                            |                            |
| Depreciation and amortization                                       | 22,438                     | 43,607                     |
| Discount on contributions receivable                                | 101,674                    | 93,440                     |
| Amortization of discount on contributions receivable                | (32,149)                   | (2,669)                    |
| Changes in assets and liabilities:                                  |                            |                            |
| Contributions receivable  | (1,632,413)                | (1,665,208)                |
| Program revenue receivable  | 47,477                     | (58,853)                   |
| Prepaid expenses  | -                          | 3,970                      |
| Security deposits   | 702                        | (2,137)                    |
| Accounts payable and accrued expenses                               | 73,110                     | (6,275)                    |
| Deferred revenue  | (24,991)                   | (22,334)                   |
| Net cash provided/(used) by operating activities                    | <u>667,131</u>             | <u>825,017</u>             |
| Cash flows from investing activities                                | <u>-</u>                   | <u>-</u>                   |
| Cash flows from financing activities                                | <u>-</u>                   | <u>-</u>                   |
| Net increase/(decrease) in cash                                     | 667,131                    | 825,017                    |
| Cash at beginning of year   | <u>2,631,274</u>           | <u>1,806,257</u>           |
| Cash at end of year   | <u><u>\$ 3,298,405</u></u> | <u><u>\$ 2,631,274</u></u> |

**See accompanying notes to the financial statements.**

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
NOTES TO FINANCIAL STATEMENTS**

Note 1 - Summary of Significant Accounting Policies

The Organization

The Shabbat Project, Inc. (Organization), a not-for-profit organization, was incorporated in the State of Delaware on January 31, 2014. On January 16, 2015, the Organization filed a doing-business-as (d/b/a) application with the State of Delaware and received a certificate to operate under the name OneTable. The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal, state or local income taxes has been recorded for related-exempt income. Certain income that the Organization derives from unrelated business activities is subject to income tax, as further discussed in Note 10. The Organization primarily receives its support from contributions.

The Organization was established to encourage Jewish young adults to explore the celebration and enduring practice of Friday night Shabbat dinner as an opening to Jewish meaning, joy, and connection.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Receivables

Receivables that are expected to be collected within one year are recorded at their net realizable value. Receivables that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The allowance for bad debt is maintained at a level that, in management's judgment, is adequate to absorb uncollectible receivables. The amount of the allowance is based on prior years' experience and management's analysis of individual balances. As of December 31, 2022 and 2021, management has determined that future bad debts are likely to be immaterial and has not recorded an allowance for bad debt.

Property and Equipment

The Organization capitalizes certain property and equipment with estimated lives of three years or more. Property and equipment are stated at cost, less accumulated depreciation and amortization. Depreciation of equipment is computed by the straight-line method over estimated useful lives ranging from three to five years. Amortization of social dining platform and app costs is computed by the straight-line method over an estimated useful life of five years. Expenditures for repairs and maintenance are expensed as incurred and major renewals and betterments are capitalized.

**THE SHABBAT PROJECT, INC.**  
**(D/B/A ONETABLE)**  
**NOTES TO FINANCIAL STATEMENTS**

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Assets

Net assets, revenue, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. This classification includes net assets designated by the board or management for a specified purpose.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature (endowment), where the donor stipulates that resources be maintained in perpetuity.

Revenue Recognition

The Organization recognizes contributions when cash and other financial assets, nonfinancial assets/services, or unconditional promises to give are received. Nonfinancial assets are valued based upon the type of asset that is received. Conditional promises to give, which have a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Amounts received prior to the meeting of these conditions, if any, are reported as refundable advances in the statements of financial position. As of December 31, 2022 and 2021, the Organization did not have any conditional pledges that were not recognized.

Contributions are considered available for the Organization's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted for a purpose by the donor are reported as support with donor restrictions and increases in net assets with donor restrictions. Contributions received with donor restrictions that are met in the same reporting period are reported as support without donor restrictions and increases in net assets without donor restrictions. When a restriction expires (either a stipulated time period ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions.

**THE SHABBAT PROJECT, INC.**  
**(D/B/A ONETABLE)**  
**NOTES TO FINANCIAL STATEMENTS**

Note 1 - Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

During the year ended December 31, 2021, the Organization was awarded \$581,336 of employee retention credits and \$8,265 of healthcare credits from the U.S. Treasury. The amounts are reported as reductions in salaries expense and employee benefits expense for the year ended December 31, 2021.

Program service revenue relates to fees received in exchange for program services and consists primarily of training and seminars fees, platform licensing fees, and fees to attend select Shabbat dinners. The Organization recognizes program service revenue as follows:

- Training, seminar, and other related services have multiple performance obligations, including curriculum development, providing training/seminar sessions, and dinner management. Revenue is generally recognized at specific points in time as each performance obligation is satisfied.
- Platform licensing arrangements meet the criteria to be treated as service agreements. The performance obligations of providing access to the hosted application and stand-ready technical support are simultaneously received and consumed by the customer; therefore, the revenue is recognized ratably over the term of the arrangement.
- Dinner and other event fees typically contain a single delivery/service element. Revenue is recognized at a single point in time when the dinner or event takes place.

The Organization rarely has to issue refunds, so no allowance is deemed necessary. Any program service revenue received which has not been earned is recorded as deferred revenue.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and in the statements of expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The Organization allocates salaries, payroll taxes and benefits, and consultants based on estimated time and effort. Other expenses, such as rent and utilities, telephone and communications, are allocated based on usage. The Organization classifies expenses, which are not directly related to a specific program, as Management and General expenses.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
NOTES TO FINANCIAL STATEMENTS**

Note 2 - Contributions Receivable

As of December 31, 2022 and 2021, contributions receivable are expected to be received in the following periods:

|                             | <u>2022</u>         | <u>2021</u>         |
|-----------------------------|---------------------|---------------------|
| In one year or less         | \$ 3,966,271        | \$ 2,078,858        |
| Between one and two years   | 1,755,000           | 1,010,000           |
| Between two and three years | <u>-</u>            | <u>1,000,000</u>    |
|                             | 5,721,271           | 4,088,858           |
| Less: discount              | <u>( 163,638)</u>   | <u>( 94,113)</u>    |
|                             | <u>\$ 5,557,633</u> | <u>\$ 3,994,745</u> |

Contributions have been discounted at annual rates of interest ranging from 3% - 5%.

Note 3 - Property and Equipment

Property and equipment by major class consisted of the following at December 31, 2022 and 2021:

|  | <u>2022</u>       | <u>2021</u>       |
|--|-------------------|-------------------|
| Equipment  | \$ 1,221          | \$ 1,221          |
| Social dining platform and app                     | 321,500           | 321,500           |
| Less: Accumulated depreciation<br>and amortization | <u>( 322,721)</u> | <u>( 300,283)</u> |
|  | <u>\$ -</u>       | <u>\$ 22,438</u>  |

Note 4 - Concentrations

The Organization maintains its cash with a major financial institution. The Federal Deposit Insurance Corporation (FDIC) insures bank deposits up to \$250,000 per financial institution. At times, the balance of the account exceeded the insured limit during the years ended December 31, 2022 and 2021.

During the year ended December 31, 2021, approximately 36% of the Organization's total revenue was provided by one major contributor. It is always possible that benefactors, grantors, or contributors might be lost in the near term. In the event funding is terminated or significantly reduced, the Organization's ability to continue providing its programs at the current level of service would be greatly diminished.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
NOTES TO FINANCIAL STATEMENTS**

Note 5 - Net Assets With Donor Restrictions

As of December 31, 2022 and 2021, net assets with donor restrictions are available as follows:

|                          | <u>2022</u>         | <u>2021</u>         |
|--------------------------|---------------------|---------------------|
| Atlanta programs         | \$ 165,810          | \$ 1,320            |
| Baltimore programs       | 55,834              | 12,500              |
| Bay area programs        | 196,200             | 121,150             |
| Boston programs          | 103,333             | -                   |
| Chicago programs         | 150,000             | 227,500             |
| Colorado programs        | 10,000              | 36,800              |
| Washington, DC programs  | 57,800              | 50,000              |
| Los Angeles programs     | 83,235              | 37,500              |
| Miami programs           | 35,840              | -                   |
| New York programs        | 476,532             | 75,000              |
| Philadelphia programs    | 57,500              | -                   |
| Sub-hub programs         | 270,433             | 192,495             |
| Non-hub programs         | 305,042             | 50,000              |
| OneTable Plus            | -                   | 200                 |
| Jewish learning programs | 43,267              | 27,700              |
| Powered By OneTable      | 850,583             | 100,000             |
| Talent Compass project   | -                   | 50,000              |
| 2022 activities          | -                   | 1,228,000           |
| 2023 activities          | 1,983,885           | 968,523             |
| 2024 activities          | 1,198,037           | 938,037             |
|                          | <u>\$ 6,043,331</u> | <u>\$ 4,116,725</u> |

Note 6 - Pension Plan

In 2015, the Organization adopted a qualified deferred compensation plan under section 403(b) of the Internal Revenue Code. Under the plan, employees may elect to defer a portion of their salary, subject to Internal Revenue Service limits. The plan requires the Organization to make matching contributions equal to 100% of an employee's deferrals not to exceed 5% of the employee's compensation. The Organization may also make discretionary contributions. Employees are eligible for the plan on the first of the month following one year of employment. Employee deferrals and required employer matching contributions are 100% vested to the plan. Employer discretionary contributions vest over five years. During the years ended December 31, 2022 and 2021, the Organization contributed \$84,810 and \$75,357, respectively, to the plan.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
NOTES TO FINANCIAL STATEMENTS**

Note 7 - Contributions In-Kind

The Organization received contributions in-kind that meet the criteria for being recognized in accordance with GAAP. For the years ended December 31, 2022 and 2021, amounts recognized in the statements of activities are as follows:

|   | <u>2022</u> | <u>2021</u> |
|---|-------------|-------------|
| Legal services – various administrative legal matters | \$ -        | \$ 68,062   |

The contributions in-kind received during the year ended December 31, 2021, did not have any donor-imposed restrictions.

The valuation techniques used by the Organization for each contribution in-kind received are as follows:

- Legal services - the fair value is estimated using current rates for similar legal services.

Note 8 - Revenue from Contracts with Customers

Detail of revenue from contracts with customers during the years ended December 31, 2022 and 2021, is as follows:

|   | <u>2022</u> | <u>2021</u> |
|---|-------------|-------------|
| Training, seminar, and other related fees | \$ 161,491  | \$ 137,528  |
| Platform licensing fees                   | 408,706     | 150,539     |
| Dinner and other event fees               | 40,788      | 7,206       |

The following table provides information about significant changes in the contract liabilities for the years ended December 31, 2022 and 2021:

|   | <u>2022</u>     | <u>2021</u>      |
|---|-----------------|------------------|
| Deferred licensing fees, beginning of year  | \$ 32,866       | \$ 55,200        |
| Revenue recognized that was included<br>in deferred licensing fees at beginning of year | ( 32,866)       | ( 55,200)        |
| Increases in deferred licensing fees due<br>to cash received during the period          | <u>7,875</u>    | <u>32,866</u>    |
| Deferred licensing fees, end of the year  | <u>\$ 7,875</u> | <u>\$ 32,866</u> |

Note 9 - Litigation

During the years ended December 31, 2022 and 2021, the Organization was a respondent in a pre-litigation matter. In October 2022, the matter was settled with the claimant through the use of a mediator. The total amount which the Organization was required to pay was covered by insurance and therefore no amount was accrued on the accompanying financial statements for the years ended December 31, 2022 or 2021.

**THE SHABBAT PROJECT, INC.  
(D/B/A ONETABLE)  
NOTES TO FINANCIAL STATEMENTS**

Note 10 - Income Taxes

The Organization is generally exempt from income taxes; however, starting in 2021, it will pay income taxes on net income derived from unrelated business activities. Platform licensing revenue received from non-exempt entities is subject to tax on unrelated business income. During the years ended December 31, 2022 and 2021, the Organization did not record an estimate for tax expense due to immateriality. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. The 2022 and 2021 tax return may be subject to tax examination by various tax agencies.

Note 11 - Liquidity and Availability of Financial Assets

The Organization regularly monitors liquidity required to meet its operating needs and other obligations as they come due. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities to be general expenditures. Amounts available for general expenditures over a 12-month period include donor-restricted amounts that are available for ongoing programmatic and support expenditures.

The following reflects the Organization's financial assets, as of December 31, 2022 and 2021, reduced by amounts not available for general use within one year because of contractual, donor-imposed, or internal restrictions and designations:

|  | <u>2022</u>         | <u>2021</u>         |
|--|---------------------|---------------------|
| Financial assets:  |                     |                     |
| Cash   | \$ 3,298,405        | \$ 2,631,274        |
| Receivables  | <u>5,588,749</u>    | <u>4,073,338</u>    |
| Total financial assets   | 8,887,154           | 6,704,612           |
| Less those unavailable for general expenditures within one year:                       |                     |                     |
| Receivables collectible beyond one year  | <u>( 1,591,362)</u> | <u>( 1,915,887)</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 7,295,792</u> | <u>\$ 4,788,725</u> |

Note 12 - Subsequent Events

Subsequent events were evaluated for potential additional disclosures through October 17, 2023, which is the date the financial statements were available to be issued.