

**LASAGNA LOVE, INC.**

**Financial Statements  
for the year ended  
December 31, 2023**

## **Independent Auditor's Report**

To the Board of Directors of  
Lasagna Love, Inc.

### ***Opinion***

We have audited the accompanying financial statements of Lasagna Love, Inc. (the "Organization"), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year 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 the Organization as of December 31, 2023 and the results of its activities and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit 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 the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Prior Year Financial Statements***

The Organization's financial statements as of and for the year ended December 31, 2022, were audited by other auditors whose report, dated August 31, 2023, expressed an unmodified opinion on those financial statements.

### ***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 Organization's 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 the Organization'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 Organization'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.

*Condon O'Meara McGinty + Donnelly LLP*

September 27, 2024

**LASAGNA LOVE, INC.**  
**Statement of Financial Position**

**Assets**

	<b>December 31</b>	
	<b>2023</b>	<b>2022</b>
<b>Current assets</b>		
Cash	\$ 69,511	\$ 96,198
Inventory	4,356	4,006
Prepaid expenses	-	1,382
Total current assets	73,867	101,586
<b>Property and equipment, net</b>	940	1,392
<b>Total assets</b>	<b>\$ 74,807</b>	<b>\$ 102,978</b>

**Liabilities and Net Assets**

<b>Current liabilities</b>		
Accounts payable and accrued expenses	\$ 11,208	\$ 29,404
<b>Net assets</b>		
Without donor restrictions	53,327	71,574
With donor restrictions	10,272	2,000
Total net assets	63,599	73,574
<b>Total liabilities and net assets</b>	<b>\$ 74,807</b>	<b>\$ 102,978</b>

See notes to financial statements.

## LASAGNA LOVE, INC.

## Statement of Activities

	Year Ended December 31			
	2023		2022	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions
	Total	Total	Total	Total
<b>Public support and revenue</b>				
Contributions	\$ 265,940	\$ -	\$ 265,940	\$ 399,428
Contributed nonfinancial assets	4,190,693	-	4,190,693	3,751,063
Grants and contracts	52,373	14,445	66,818	7,916
Special events (net of direct benefits to donors of \$4,531 in 2023)	10,443	-	10,443	-
Other income	20,804	-	20,804	25,141
Net assets released from restrictions	6,173	(6,173)	-	10,000
Total public support and revenue	<u>4,546,426</u>	<u>8,272</u>	<u>4,554,698</u>	<u>4,193,548</u>
				<u>(10,000)</u>
				<u>2,000</u>
				<u>4,195,548</u>
<b>Expenses</b>				
Program services	4,327,487	-	4,327,487	4,126,721
Supporting activities				
Management and general	117,376	-	117,376	81,475
Fundraising	119,810	-	119,810	38,688
Total supporting activities	237,186	-	237,186	120,163
Total expenses	<u>4,564,673</u>	<u>-</u>	<u>4,564,673</u>	<u>4,246,884</u>
<b>Increase (decrease) in net assets</b>	<b>(18,247)</b>	<b>8,272</b>	<b>(9,975)</b>	<b>(53,336)</b>
				<b>2,000</b>
<b>Net assets, beginning of year</b>	<b>71,574</b>	<b>2,000</b>	<b>73,574</b>	<b>124,910</b>
<b>Net assets, end of year</b>	<b>\$ 53,327</b>	<b>\$ 10,272</b>	<b>\$ 63,599</b>	<b>\$ 71,574</b>
				<b>\$ 2,000</b>
				<b>\$ 73,574</b>

See notes to financial statements.

**LASAGNA LOVE, INC.**

**Statement of Functional Expenses  
Year Ended December 31, 2023  
(With Summarized Comparative Information for 2022)**

	<u>2023</u>			<u>2022</u>		
	<u>Program Services</u>	<u>Supporting Activities</u>		<u>Fundraising</u>	<u>Total</u>	<u>Total</u>
		<u>Management and General</u>	<u>General</u>			
Payroll and related	\$ 103,783	\$ 30,052	\$ 78,845	\$ 212,680	\$ 311,484	
Salaries and wages	11,826	5,973	8,017	25,816	34,068	
Payroll taxes and employee benefits	49,996	15,427	11,577	77,000	27,628	
Donated salaries	165,605	51,452	98,439	315,496	373,180	
Total payroll and related	4,113,423	-	-	4,113,423	3,722,279	
Donated food	1,020	37,721	-	38,741	34,972	
Professional fees	-	6,235	2,111	8,346	32,020	
Contractor	29,507	-	-	29,507	26,597	
Direct costs	5,017	9,895	11,976	26,888	17,790	
Office	-	-	4,531	4,531	-	
Catering, facilities and other	2,986	2,411	2,963	8,360	14,257	
Information technology	3,922	417	60	4,399	13,697	
Advertising and promotion	1,998	462	4,076	6,536	-	
Travel	3,041	-	-	3,041	3,290	
Insurance	-	-	-	-	677	
Rent	-	452	-	452	452	
Depreciation	968	8,331	185	9,484	7,673	
Other	4,327,487	117,376	124,341	4,569,204	4,246,884	
Total expenses by function						
Less: cost of direct benefits to donors net with special events revenue on the statement of activities	-	-	4,531	4,531	-	
<b>Total expenses</b>	<b>\$4,327,487</b>	<b>\$ 117,376</b>	<b>\$ 119,810</b>	<b>\$4,564,673</b>	<b>\$4,246,884</b>	

See notes to financial statements.

**LASAGNA LOVE, INC.**

**Statement of Functional Expenses**

**Year Ended December 31, 2022**

	<u>Program Services</u>	<u>Management and General</u>	<u>Supporting Activities Fundraising</u>	<u>Total</u>
Payroll and related				
Salaries and wages	\$ 249,188	\$ 31,148	\$ 31,148	\$ 311,484
Payroll taxes and employee benefits	27,254	3,407	3,407	34,068
Donated salaries	<u>22,102</u>	<u>2,763</u>	<u>2,763</u>	<u>27,628</u>
Total payroll and related	298,544	37,318	37,318	373,180
Donated food	3,722,279	-	-	3,722,279
Professional fees	1,156	33,817	-	34,973
Contractor	32,020	-	-	32,020
Direct costs	26,597	-	-	26,597
Office	14,232	3,558	-	17,790
Information technology	14,257	-	-	14,257
Advertising and promotion	10,957	1,370	1,370	13,697
Insurance	-	3,290	-	3,290
Rent	542	135	-	677
Depreciation	-	452	-	452
Other	<u>6,137</u>	<u>1,535</u>	<u>-</u>	<u>7,672</u>
<b>Total expenses</b>	<b><u>\$4,126,721</u></b>	<b><u>\$ 81,475</u></b>	<b><u>\$ 38,688</u></b>	<b><u>\$4,246,884</u></b>

See notes to financial statements.

**LASAGNA LOVE, INC.**

**Statement of Cash Flows**

	<b>Year Ended December 31</b>	
	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>		
(Decrease) in net assets	\$ (9,975)	\$ (51,336)
Adjustments to reconcile (decrease) in net assets to net (decrease) in cash		
Depreciation	452	452
(Increase) decrease in assets		
Inventory	(350)	3,076
Prepaid expenses	1,382	(1,382)
Increase (decrease) in accounts payable and accrued expenses	(18,196)	11,611
<b>Net (decrease) in cash</b>	<b>(26,687)</b>	<b>(37,579)</b>
<b>Cash, beginning of year</b>	<b>96,198</b>	<b>133,777</b>
<b>Cash, end of year</b>	<b>\$ 69,511</b>	<b>\$ 96,198</b>

See notes to financial statements.



**LASAGNA LOVE, INC.****Notes to Financial Statements  
December 31, 2023****Note 1 – Nature of organization**

Lasagna Love, Inc. (the “Organization”) is a Massachusetts nonprofit corporation. The specific purpose of the Organization is to connect people in communities through cooking and delivering meals to those in need. The Organization started in September of 2020 due to the need in the community to help out moms during the pandemic. It has since turned into an international movement; serving all 50 states with over 20,000 volunteers.

**Note 2 – Summary of significant accounting policies****Basis of presentation**

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

**Net assets**

Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization are classified and reported as follows:

**Net assets without donor restrictions**

Net assets without donor restrictions consist of amounts that are not subject to donor-imposed stipulations and are available for any purpose in performing the primary objectives of the Organization.

**Net assets with donor restrictions**

Net assets with donor restrictions consist of net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or the passage of time. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Revenue recognition**

The Organization records contributions as net assets without donor restrictions unless the donor stipulates a time or limits the use of the donated assets. Revenue from special events is recognized when the performance obligation is met, which is at the time the event occurs.

**LASAGNA LOVE, INC.****Notes to Financial Statements (continued)  
December 31, 2023****Note 2 – Summary of significant accounting policies (continued)**Contributions

Contributions are recognized when a donor makes a promise to give to the Organization, that is, in substance, unconditional. Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence of any donor restrictions.

Functional expenses

The cost of providing the various programs and supporting activities has been summarized on a functional basis. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. Expenses attributable to more than one functional expense category are allocated based on time and effort.

Property and equipment

The Organization's property and equipment are recorded at cost. The Organization capitalizes expenditures in excess of a nominal amount with an estimated useful life greater than one year. Depreciated is computed on the straight-line method over the estimated useful lives of the assets.

Cash equivalents

The Organization considers highly liquid investments with original maturities of ninety days or less to be cash equivalents.

Concentrations of credit risk

The Organization's financial instruments that are potentially exposed to concentrations of credit risk consist of cash. The Organization places its cash with what it believes to be a quality financial institutions. The Organization has not experienced any losses with respect to its cash to date. The Organization believes no significant concentration of credit risk exists with respect to its cash.

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 the amounts reported in the financial statements. Actual results could differ from these estimates.

Subsequent events

The Organization has evaluated events and transactions for potential recognition or disclosure through September 27, 2024, which is the date the financial statements were available to be issued.

**LASAGNA LOVE, INC.**

**Notes to Financial Statements (continued)  
December 31, 2023**

**Note 3 – Liquidity and availability of financial assets**

The Organization’s working capital and cash flows have seasonal variations during the year attributable to the cash receipts from contributions, grants and other revenue items. The Organization’s cash presented on the statement of financial position as of December 31, 2023 and December 31, 2022 is available for general use within one year of the statement of financial position date.

**Note 4 – Contributed of nonfinancial assets**

The Organization recognizes contributed nonfinancial assets within support and revenue, including contributed food and services. Contributed nonfinancial assets do not have donor-imposed restrictions. Contributed nonfinancial assets are valued and reported at the estimated fair value based on current rates for similar goods and services. Contributed nonfinancial assets consist of materials and services in furtherance of the Organization’s mission. Board members and other individuals volunteer their time and perform a variety of tasks that assist the Organization. These services do not meet the criteria to be recorded and have not been included in the financial statements.

During the years ended December 31, 2023 and December 31, 2022, the Organization received the following donated goods and services:

	<u>2023</u>	<u>2022</u>
Donated food	\$ 4,113,423	\$ 3,722,279
Donated salaries	77,000	27,628
Donated professional services	<u>270</u>	<u>1,156</u>
Total	<u>\$ 4,190,693</u>	<u>\$ 3,751,063</u>

**Note 5 – Pension plan**

The Organization has a SIMPLE IRA plan, whereby eligible employees can contribute a portion of their compensation, not to exceed limits established by the Internal Revenue Code. For the years ended December 31, 2023 and December 31, 2022, the Organization’s contributions to the plan totaled \$6,735 and \$8,512, respectively.

**Note 6 – Tax status**

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the “Code”). In addition, the Organization has been determined by the Internal Revenue Service to be a publicly supported organization, and not a private foundation as described in Sections 509(a)(1) and 170(b)(1)(A)(vi) of the Code. The Organization qualifies for the maximum charitable deduction for donors.