

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

CONTENTS

Independent Auditors' Report	1-2
---	-----

Financial Statements

Statements of Financial Position.....	3
Statements of Activities and Changes in Net Assets	4-5
Statements of Functional Expenses	6-7
Statements of Cash Flows.....	8

Notes to the Financial Statements	9-22
--	------

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	23-24
--	-------

INDEPENDENT AUDITORS' REPORT

Board of Directors

Feeding America Tampa Bay, Inc. dba Feeding Tampa Bay

Report on the Financial Statements

We have audited the accompanying financial statements of Feeding America of Tampa Bay, Inc. dba Feeding Tampa Bay (the "Food Bank"), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we 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 auditors' 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the 2020 financial statements referred to above present fairly, in all material respects, the financial position of Feeding America of Tampa Bay, Inc. dba Feeding Tampa Bay as of June 30, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Financial Statements

The 2019 financial statements of Feeding America of Tampa Bay, Inc. dba Feeding Tampa Bay, as of and for the year ended June 30, 2019, were audited by Skoda Minotti & Co., whose practice combined with Marcum LLP as of December 1, 2019, and whose report dated March 31, 2020, expressed an unmodified opinion on those statements.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2021 on our consideration of Feeding America of Tampa Bay, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Feeding America of Tampa Bay, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Feeding America of Tampa Bay, Inc.'s internal control over financial reporting and compliance.

Marcum LLP

Tampa, FL
December 14, 2021

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2020 AND 2019

	2020	2019
Assets		
Current Assets		
Cash and cash equivalents	\$ 9,202,767	\$ 1,348,768
Cash, with restrictions	93,684	181,294
Cash, endowment	35,000	35,000
Beneficial interest in assets held by Community Foundation	449,508	458,726
USDA receivables	1,115,489	546,649
Grant receivables	743,608	65,885
Other receivables	137,425	170,975
Agency receivables, net	161,608	160,200
Donated food inventory	5,623,920	2,228,960
Purchased food inventory	408,655	55,589
Prepaid expenses	<u>275,431</u>	<u>185,747</u>
Total Current Assets	<u>18,247,095</u>	<u>5,437,793</u>
Property and Equipment, Net	2,769,424	2,534,160
Other Assets	<u>26,459</u>	<u>25,459</u>
Total Assets	<u>\$ 21,042,978</u>	<u>\$ 7,997,412</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued expenses	\$ 2,210,105	\$ 949,881
Agency deposits	224,041	104,556
Current portion of Paycheck Protection Program Loan	<u>135,518</u>	<u>--</u>
Total Current Liabilities	<u>2,569,664</u>	<u>1,054,437</u>
Non-Current Liabilities		
Paycheck Protection Program Loan, net of current portion	677,589	--
Other liabilities	<u>73,881</u>	<u>82,889</u>
Total Non-Current Liabilities	<u>751,470</u>	<u>82,889</u>
Total Liabilities	<u>3,321,134</u>	<u>1,137,326</u>
Net Assets		
Without donor restrictions	15,371,657	5,402,908
With donor restrictions	<u>2,350,187</u>	<u>1,457,178</u>
Total Net Assets	<u>17,721,844</u>	<u>6,860,086</u>
Total Liabilities and Net Assets	<u>\$ 21,042,978</u>	<u>\$ 7,997,412</u>

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2020

	WITHOUT DONOR RESTRICTIONS		WITH DONOR RESTRICTIONS					Total
	Other	Donated Food Inventory	Trinity Café	Kids' Programs	Mobile Pantry	Other	Endowment	
Public Support and Revenue								
Public Support								
Fundraising								
Contributions	\$ 14,193,248	\$ --	\$ --	\$ 253,920	\$ 10,000	\$ --	\$ --	\$ 14,457,168
Grants	--	--	--	--	--	3,364,012	--	3,364,012
Special events	312,006	--	--	--	--	--	--	312,006
Total fundraising	14,505,254	--	--	253,920	10,000	3,364,012	--	18,133,186
Donated food received	--	134,532,037	--	--	--	--	--	134,532,037
Total Public Support	14,505,254	134,532,037	--	253,920	10,000	3,364,012	--	152,665,223
Revenue								
Shared maintenance fees	795,264	--	--	--	--	--	--	795,264
Membership fees	23,200	--	--	--	--	--	--	23,200
Investment income, net	897	--	--	--	--	--	--	897
Other revenues	99,753	--	--	--	--	--	--	99,753
USDA & other governmental revenue	3,387,005	--	--	--	--	--	--	3,387,005
Net assets released from restriction - satisfied by payments	2,734,923	--	(96,828)	(271,768)	(42,000)	(2,324,327)	--	--
Total Public Support and Revenue	21,546,296	134,532,037	(96,828)	(17,848)	(32,000)	1,039,685	--	156,971,342
Expenses								
Program services								
Product distribution - other	10,471,170	--	--	--	--	--	--	10,471,170
Product distribution and waste - donated food	--	130,989,922	--	--	--	--	--	130,989,922
Trinity Café	1,705,130	--	--	--	--	--	--	1,705,130
Kids' Programs	154,515	117,253	--	--	--	--	--	271,768
Mobile Pantry	12,098	29,902	--	--	--	--	--	42,000
Total program services	12,342,913	131,137,077	--	--	--	--	--	143,479,990
Supporting services								
Administrative	1,102,640	--	--	--	--	--	--	1,102,640
Fundraising	1,526,954	--	--	--	--	--	--	1,526,954
Total Expenses	14,972,507	131,137,077	--	--	--	--	--	146,109,584
Change in Net Assets	6,573,789	3,394,960	(96,828)	(17,848)	(32,000)	1,039,685	--	10,861,758
Net Assets, July 1, 2019	3,173,948	2,228,960	640,020	36,242	48,000	697,916	35,000	6,860,086
Net Assets, June 30, 2020	\$ 9,747,737	\$ 5,623,920	\$ 543,192	\$ 18,394	\$ 16,000	\$ 1,737,601	\$ 35,000	\$ 17,721,844

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2019

	WITHOUT DONOR RESTRICTIONS		WITH DONOR RESTRICTIONS				Total
	Other	Donated Food Inventory	Trinity Café	Kids' Programs	Mobile Pantry	Other	
Public Support and Revenue							
Public Support							
Fundraising							
Contributions	\$ 4,724,178	\$ --	\$ --	\$ 155,329	\$ 65,000	\$ --	\$ --
Contributions - Trinity Café acquisition	937,934	--	659,243	--	--	--	--
Grants	--	--	--	--	--	1,251,904	--
Special events	608,169	--	--	--	--	--	--
Total fundraising	6,270,281	--	659,243	155,329	65,000	1,251,904	--
Donated food received	--	108,087,182	--	--	--	--	--
Total Public Support	6,270,281	108,087,182	659,243	155,329	65,000	1,251,904	--
Revenue							
Shared maintenance fees	968,414	--	--	--	--	--	--
Membership fees	21,073	--	--	--	--	--	--
Investment income, net	55,864	--	--	--	--	--	--
Other revenues	98,817	--	--	--	--	--	--
USDA & other governmental revenue	2,262,704	--	--	--	--	--	--
Net assets released from restriction - satisfied by payments	1,196,464	--	(19,223)	(261,540)	(46,500)	(869,201)	--
Total Public Support and Revenue	10,873,617	108,087,182	640,020	(106,211)	18,500	382,703	--
Expenses							
Program services							
Product distribution - other	7,431,569	--	--	--	--	--	--
Product distribution and waste - donated food	--	106,687,028	--	--	--	--	--
Trinity Café	602,656	--	--	--	--	--	--
Kids' Programs	148,700	112,840	--	--	--	--	--
Mobile Pantry	13,395	33,105	--	--	--	--	--
Total program services	8,196,320	106,832,973	--	--	--	--	--
Supporting services							
Administrative	921,573	--	--	--	--	--	--
Fundraising	1,395,367	--	--	--	--	--	--
Total Expenses	10,513,260	106,832,973	--	--	--	--	--
Change in Net Assets	360,357	1,254,209	640,020	(106,211)	18,500	382,703	--
Net Assets, July 1, 2018	2,813,591	974,751	--	142,453	29,500	315,213	35,000
Net Assets, June 30, 2019	\$ 3,173,948	\$ 2,228,960	\$ 640,020	\$ 36,242	\$ 48,000	\$ 697,916	\$ 35,000

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2020

	PROGRAM SERVICES					SUPPORTING SERVICES			Total Expenses
	Product Distribution	Trinity Café	Kids' Programs	Mobile Pantry	Total	Administrative	Fundraising	Total	
Donated food	\$ 130,989,922	\$ --	\$ 117,253	\$ 29,902	\$ 131,137,077	\$ --	\$ --	\$ --	\$ 131,137,077
Salaries and related expenses	3,714,087	537,975	150,067	8,769	4,410,898	784,666	732,355	1,517,021	5,927,919
Food purchasing	2,985,737	792,187	--	--	3,777,924	--	--	--	3,777,924
USDA distributors	693,112	--	--	--	693,112	--	--	--	693,112
Transportation	1,179,660	336	--	692	1,180,688	--	--	--	1,180,688
Fundraising expense	--	--	--	--	--	--	428,486	428,486	428,486
Office and warehouse expenses	658,901	228,132	3,852	2,637	893,522	110,953	103,556	214,509	1,108,031
Public relations and development	376,968	--	--	--	376,968	11,659	--	11,659	388,627
Depreciation and amortization	314,603	54,470	596	--	369,669	20,081	--	20,081	389,750
Utilities	40,841	51,504	--	--	92,345	15,980	120,746	136,726	229,071
Rent	243,217	29,650	--	--	272,867	15,524	--	15,524	288,391
Professional expenses	8,318	--	--	--	8,318	83,182	74,864	158,046	166,364
Travel	48,616	--	--	--	48,616	16,206	16,205	32,411	81,027
Computer expense	122,993	4,245	--	--	127,238	25,982	24,253	50,235	177,473
Membership fees	26,801	--	--	--	26,801	5,662	5,285	10,947	37,748
Insurance	47,390	--	--	--	47,390	10,012	9,344	19,356	66,746
Postage	1,318	632	--	--	1,950	1,318	10,539	11,857	13,807
Telephone	6,700	5,999	--	--	12,699	1,415	1,321	2,736	15,435
Loss on sale of assets	1,908	--	--	--	1,908	--	--	--	1,908
	<u>\$ 141,461,092</u>	<u>\$ 1,705,130</u>	<u>\$ 271,768</u>	<u>\$ 42,000</u>	<u>\$ 143,479,990</u>	<u>\$ 1,102,640</u>	<u>\$ 1,526,954</u>	<u>\$ 2,629,594</u>	<u>\$ 146,109,584</u>

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2019

	PROGRAM SERVICES					SUPPORTING SERVICES			Total Expenses
	Product Distribution	Trinity Café	Kids' Programs	Mobile Pantry	Total	Administrative	Fundraising	Total	
Donated food	\$ 106,687,028	\$ --	\$ 112,840	\$ 33,105	\$ 106,832,973	\$ --	\$ --	\$ --	\$ 106,832,973
Salaries and related expenses	2,629,736	310,905	144,419	9,709	3,094,769	588,128	672,146	1,260,274	4,355,043
Food purchasing	1,962,548	168,334	--	--	2,130,882	--	--	--	2,130,882
Other program expenses	--	--	--	--	--	--	--	--	--
USDA distributors	508,424	--	--	--	508,424	--	--	--	508,424
Transportation	907,530	148	--	766	908,444	--	--	--	908,444
Fundraising expense	--	--	--	--	--	--	459,809	459,809	459,809
Office and warehouse expenses	431,939	45,738	3,707	2,920	484,304	85,225	31,960	117,185	601,489
Public relations and development	189,248	--	--	--	189,248	5,853	--	5,853	195,101
Depreciation and amortization	316,177	27,139	574	--	343,890	21,915	--	21,915	365,805
Utilities	18,916	24,034	--	--	42,950	16,806	126,980	143,786	186,736
Rent	262,807	4,800	--	--	267,607	17,081	--	17,081	284,688
Professional expenses	28,860	4,971	--	--	33,831	36,537	64,956	101,493	135,324
Travel	--	--	--	--	--	105,039	--	105,039	105,039
Computer expense	81,835	12,279	--	--	94,114	23,187	19,095	42,282	136,396
Membership fees	38,931	--	--	--	38,931	7,786	1,947	9,733	48,664
Insurance	49,720	1,110	--	--	50,830	10,166	2,542	12,708	63,538
Postage	833	893	--	--	1,726	1,726	13,808	15,534	17,260
Telephone	4,065	2,305	--	--	6,370	2,124	2,124	4,248	10,618
	<u>\$ 114,118,597</u>	<u>\$ 602,656</u>	<u>\$ 261,540</u>	<u>\$ 46,500</u>	<u>\$ 115,029,293</u>	<u>\$ 921,573</u>	<u>\$ 1,395,367</u>	<u>\$ 2,316,940</u>	<u>\$ 117,346,233</u>

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
Cash Flows From Operating Activities		
Net income	\$ 10,861,758	\$ 2,549,578
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Donated food contributions	(134,532,037)	(108,087,182)
Donated food distributions	131,137,077	106,832,973
Depreciation and amortization	389,750	365,805
Loss on disposal of property and equipment	1,908	--
Net assets contributed in acquisition, net of cash (see note 2)	--	(1,532,887)
Net investment loss (income) from beneficial interest in assets held by Community Foundation	9,218	(49,159)
(Increase) decrease in operating assets, net of acquisition		
USDA receivables	(568,840)	(303,586)
Grant receivables	(677,723)	(65,885)
Other receivables	33,550	(43,723)
Agency receivables	(1,408)	(72,135)
Purchased food inventory	(353,066)	(24,994)
Prepaid expenses	(89,684)	(42,448)
Other assets	(1,000)	1,462
Increase (decrease) in operating liabilities, net of acquisition		
Accounts payable and accrued expenses	1,260,224	396,773
Agency deposits	119,485	11,803
Other liabilities	(9,008)	49,281
Net Cash Provided by (Used in) Operating Activities	<u>7,580,204</u>	<u>(14,324)</u>
Cash Flows From Investing Activities		
Purchases of property and equipment	(626,922)	(437,227)
Withdrawals from beneficial interest in assets held by Community Foundation	--	220,000
Net Cash Used in Investing Activities	<u>(626,922)</u>	<u>(217,227)</u>
Cash Flows From Financing Activities		
Proceeds from Paycheck Protection Program Loan	813,107	--
Net Cash Provided by Financing Activities	<u>813,107</u>	<u>--</u>
Net Change in Cash and Restricted Cash	7,766,389	(231,551)
Cash and Cash Equivalents and Restricted Cash - Beginning	<u>1,565,062</u>	<u>1,796,613</u>
Cash and Cash Equivalents and Restricted Cash - Ending	<u>\$ 9,331,451</u>	<u>\$ 1,565,062</u>
Reconciliation of Cash and Cash Equivalents and Restricted Cash		
Cash	\$ 9,202,767	\$ 1,348,768
Cash, with restrictions	93,684	181,294
Cash, endowment	35,000	35,000
Total Cash and Cash Equivalents and Restricted Cash - Ending	<u>\$ 9,331,451</u>	<u>\$ 1,565,062</u>

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

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF BUSINESS

Feeding America Tampa Bay, Inc. dba Feeding Tampa Bay is a non-profit organization established to collect, warehouse and distribute salvageable food to social agencies which serve the needy. The organization (the “Food Bank” or “Feeding Tampa Bay”) is a member of Feeding America Network. During the year ended June 30, 2019, the Food Bank acquired Trinity Café (“Trinity”) (See Note 2). Subsequently, Trinity continues as a program of Feeding Tampa Bay providing free, hot, healthy meals for those in need of a healthy meal, with a goal of restoring a sense of dignity to lives of those in need through nutritious meals and compassion.

BASIS OF ACCOUNTING

The Food Bank’s financial statements have been prepared using the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when incurred.

BASIS OF PRESENTATION

The Food Bank has presented its financial statements in accordance with accounting principles generally accepted in the United States of America (“GAAP”) for not-for-profit organizations. Under this guidance, the Food Bank is required to report 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.

- Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed stipulations.
- Net Assets With Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met by actions of the Food Bank and/or the passage of time or that must be maintained by the Food Bank in perpetuity.

REVENUE RECOGNITION

Unconditional contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions are reported as an increase in net assets with donor restrictions. 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 and changes in net assets as net assets released from restriction.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

REVENUE RECOGNITION (CONTINUED)

The Food Bank charges a small handling fee for donated food distributed to its network of agencies and records this revenue as shared maintenance fees at the point in time the performance obligation is completed. The Food Bank receives and distributes food under contractual agreements with the U.S. Department of Agriculture (“USDA”) and receives a fee from the USDA based on pounds distributed. Agency receivables are presented net of an allowance for doubtful accounts of \$6,904 and \$1,904 for the years ended June 30, 2020 and 2019, respectively.

The Food Bank reports gifts of goods and equipment as support without restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with restrictions. Absent explicit donor stipulation about how long those long-lived assets must be maintained, the Food Bank reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Income earned on the Food Bank’s endowment (see Note 9) and beneficial interest in assets held by Community Foundation of Tampa Bay (“Community Foundation” or “Foundation”)(see Note 3), which includes interest, dividends, unrealized gains and losses, and realized gains and losses, is recognized in the statements of activities and changes in net assets and reported as an increase or decrease in net assets without donor restrictions, unless their use is restricted by a donor to a specified purpose, future period, or by law that extends donor restrictions.

CASH

The Food Bank considers all highly-liquid instrument purchases with a maturity of three months or less to be cash equivalents. The Food Bank maintains cash balances at various financial institutions and each is insured by the Federal Deposit Insurance Corporation’s general deposit insurance coverage of up to \$250,000 per depositor. From time to time, cash balances in these accounts could exceed federally insured limits. The Food Bank has not experienced any losses on its deposits with financial institutions.

DONATED FOOD INVENTORY

Donated food inventory is recorded at estimated fair value as net assets without donor restrictions in the accompanying statements of financial position. Estimated fair value of donated food inventory as of June 30, 2020 and 2019 is based on the most recent Product Valuation Survey Methodology prepared by Feeding America (report as of December 31, 2019 and 2018, respectively).

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DONATED FOOD INVENTORY (CONTINUED)

The Product Valuation Survey Methodology calculates the estimated fair value of donated food inventory utilizing the average wholesale price as determined by the *Spartan Nash Electronic Reference Catalogs* for *Grocery, Bakery, Frozen, Dairy, General Merchandise, Health and Beauty, Processed Meat, Non-Department, and Produce* price catalogs for identical or similar food items. The value of donated food inventory as of June 30, 2020 and 2019 was \$5,623,920 and \$2,228,960, respectively.

DONATED GOODS AND SERVICES

Donated professional services (which include accounting and legal services) are reflected in the statements of activities and changes in net assets at their fair value, if material. There were no significant professional services donations reflected in the accompanying financial statements for the years ended June 30, 2020 and 2019. Volunteer services not requiring specialized skills are not reflected in the financial statements since no objective basis exists for assigning values to many of these services. For the years ended June 30, 2020 and 2019, volunteer hours totaled approximately 140,000 and 84,000, respectively. Materials and other assets received as donations are recorded and reflected in the accompanying financial statements at their fair values at the date of receipt. There were no donations of materials and other assets for the years ended June 30, 2020 and 2019.

AGENCY DEPOSITS

Funds received by the Food Bank on behalf of other agencies for handling charges on future distributions of salvageable food are recorded as agency deposits.

USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosures of contingent assets and liabilities, at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

IMPAIRMENT OF LONG-LIVED ASSETS

The Food Bank reviews its long-lived assets for impairment as events or changes in circumstances indicate that the carrying amount of such assets may not be fully recoverable. The Food Bank evaluates the recoverability of long-lived assets by measuring the carrying amounts of assets against their estimated undiscounted future cash flows. If such evaluations indicate that future undiscounted cash flows of certain long-lived assets are not sufficient to recover the carrying value of such assets, the assets are adjusted to their fair values. No impairment losses were recorded for the years ended June 30, 2020 and 2019.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost, or estimated fair value for items donated. Maintenance and repairs, which do not improve efficiency or extend useful lives, are charged to operations as incurred. Depreciation and amortization is computed on the straight-line basis over the following estimated useful lives of the assets:

Building	39 years
Automobiles and trucks	5 years
Refrigeration equipment	7 years
Warehouse equipment	3 – 7 years
Furniture and fixtures	3 – 7 years
Kitchen equipment	7 years
Other equipment	3 – 7 years

Leasehold improvements are amortized over the lesser of the useful life of the asset or the remaining life of the lease.

INCOME TAXES

The Food Bank qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue code and therefore has no provision for federal or state income taxes on tax-exempt activities. There were no significant non-exempt business activities during the years ended June 30, 2020 and 2019.

GAAP requires management to evaluate tax positions taken by the Organization. The Organization has adopted the authoritative guidance relating to accounting for uncertainty in income taxes included in FASB ASC Topic 740, *Income Taxes*. These provisions provide consistent guidance for the accounting for uncertainty in income taxes recognized in an entity's financial statements and prescribe a threshold of "more likely than not" for recognition and derecognition of tax positions taken or expected to be taken in a tax return. Management has analyzed its uncertainty in income taxes for the year ended June 30, 2020, and concluded that there was no uncertainty in income taxes that would require recognition in the financial statements or that may have any effect on its tax-exempt status, and no provision for income taxes is required for the year ended June 30, 2020.

RECLASSIFICATION

Certain reclassifications have been made to the 2019 financial statements to conform to the 2020 financial statement presentation. Such reclassifications had no effect on changes in net assets as previously reported.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

EXPENSE CLASSIFICATION

The financial statements report certain categories of expenses that are attributable to program services, administrative, and fundraising. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses include salaries and related expenses and public relations and development, which are allocated on the basis of estimated time each department and job classification spent in each category. Expenses associated with office and warehouse supplies, rent, and utilities have been allocated to the respective functional area based on square footage utilized by each department and job classification.

NEW ACCOUNTING PRONOUNCEMENTS

In February 2016, the FASB issued Accounting Standards Update (ASU) 2016-02, *Leases*. The ASU requires all leases with lease terms greater than 12 months to be capitalized as a right-of-use asset and lease liability on the statement of financial position at the date of lease commencement. Leases will be classified as either finance leases or operating leases. This distinction will be relevant for the pattern of expense recognition in the statement of activities and changes in net assets. This ASU will be effective for the Food Bank for the year ending June 30, 2023. The Food Bank is currently in the process of evaluating the impact of adoption of this ASU on the financial statements.

In June 2016, FASB issued ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. The standard's main goal is to improve financial reporting by requiring earlier recognition of credit losses on financing receivables and other financial assets in scope. The standard is effective for fiscal years beginning after December 31, 2022. The Organization is evaluating the impact this will have on financial statements for the fiscal year ending June 30, 2024, the first year in which the standard is effective.

In September 2020, the FASB issued ASU 2020-07, "*Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958)*". This ASU requires nonprofits to change their financial statement presentation and disclosure of contributed nonfinancial assets, or gifts-in-kind. The FASB issued the update in an effort to improve transparency in reporting nonprofit gifts-in-kind. This ASU requires the new standard to be applied retrospectively, with amendments taking effect for annual reporting periods beginning after June 15, 2021, and interim periods within annual reporting periods beginning after June 15, 2022. This ASU does allow for early adoption. The Organization is evaluating the impact on its financial statements upon adoption.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 2 – ACQUISITION OF TRINITY

Effective January 1, 2019, the Food Bank acquired Trinity, as described in Note 1. As of the date of the acquisition, the Food Bank became the surviving organization and acquired certain assets and assumed certain liabilities for no consideration. The Food Bank recorded the fair value of the assets and liabilities of Trinity as an inherent contribution in the accompanying statement of activities and changes in net assets

In accordance with the agreement, the Food Bank was initially required to reserve \$659,243, which was the amount of Trinity’s cash plus liquid, marketable assets, plus receivables less all liabilities as of the effective date of the acquisition, for the purpose of purchasing or leasing of assets to operate new Trinity Cafés, funding pre-opening and start-up operating costs, and funding costs incurred to maintain existing Trinity Cafés.

The following table summarizes the estimated fair values of the assets contributed and liabilities assumed and the calculation of net assets reported in the accompanying statements of financial position.

Assets Contributed	
Cash	\$ 64,290
Beneficial interest in assets held by Community Foundation of Tampa Bay	629,567
Accounts receivable	60,079
Property and equipment	<u>937,934</u>
Total Assets Contributed	<u>1,691,870</u>
Liabilities Assumed	
Accounts payable	67,347
Accrued expenses	<u>27,346</u>
Total Liabilities Assumed	<u>94,693</u>
Net assets contributed	1,597,177
Contributions with donor restrictions	<u>(659,243)</u>
Contributions Without Donor Restrictions	<u>\$ 937,934</u>

NOTE 3 – BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION OF TAMPA BAY

The Food Bank holds an interest in the Trinity Café Reserve Fund (the “Fund”) with Community Foundation of Tampa Bay. When Trinity Café merged with the Food Bank on January 1, 2019, this fund had a balance of \$629,567.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 3 – BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION OF TAMPA BAY (CONTINUED)

The Food Bank's investment in the Fund is stated at the fair value of the investments within the Fund. The Community Foundation of Tampa Bay holds the Fund unless and until a withdrawal is made by the Food Bank for purposes allowed for in the acquisition agreement. The Food Bank holds a beneficial interest in assets held by the Community Foundation of Tampa Bay of \$449,508 and \$458,726 at June 30, 2020 and 2019, respectively, all of which are classified as net assets with donor restrictions in the accompanying statements of financial position.

Returns on beneficial interest in assets held by Community Fund of Tampa Bay, which are included in investment income in the accompanying statement of activities and changes in net assets for the year ended June 30, 2020, are as follows:

Interest and dividends	\$ 10,220
Net realized and unrealized losses	(14,673)
Less: investment fees	<u>(4,764)</u>
	<u>\$ (9,217)</u>

Returns on beneficial interest in assets held by Community Fund of Tampa Bay, which are included in investment income in the accompanying statement of activities and changes in net assets for the year ended June 30, 2019, are as follows:

Interest and dividends	\$ 3,519
Net realized and unrealized gains	47,656
Less: investment fees	<u>(2,016)</u>
	<u>\$ 49,159</u>

NOTE 4 – FAIR VALUE MEASUREMENTS

FAIR VALUE HIERARCHY

Feeding America follows the guidance of ASC Topic 820 for fair value measurements of financial assets and financial liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements on a recurring basis. ASC Topic 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 4 – FAIR VALUE MEASUREMENTS (CONTINUED)

FAIR VALUE HIERARCHY (CONTINUED)

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that Feeding Tampa Bay has the ability to access at the measurement date.
- Level 2: Inputs are observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3: Inputs are unobservable and significant to the fair value measurement of the asset or liability.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

At June 30, 2020 and 2019, fair value for beneficial interest in assets held by Community Foundation are classified as Level 2 because fair value is readily determinable from statements published by the Community Foundation.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 5 – PROPERTY AND EQUIPMENT, NET

Property and equipment, net, consisted of the following at June 30:

	<u>2020</u>	<u>2019</u>
Land	\$ 338,382	\$ 338,382
Building	1,105,572	1,105,572
Automobiles and trucks	1,822,408	1,560,718
Refrigeration equipment	449,443	449,443
Warehouse equipment	471,504	312,654
Furniture and fixtures	27,043	21,043
Leasehold improvements	599,477	454,048
Kitchen equipment	46,143	46,784
Other equipment	<u>86,041</u>	<u>86,928</u>
	4,946,013	4,375,572
Less: Accumulated depreciation and amortization	<u>(2,176,589)</u>	<u>(1,841,412)</u>
	<u>\$2,769,424</u>	<u>\$2,534,160</u>

Depreciation and amortization expense was \$389,750 and \$365,805 for the years ended June 30, 2020 and 2019, respectively.

NOTE 6 – LINE OF CREDIT

The Food Bank maintains an agreement for a revolving line of credit in the amount of \$500,000 with a financial institution, which bears interest at one-month LIBOR plus 3.00% (3.16% and 5.40% at June 30, 2020 and 2019, respectively) and is collateralized by substantially all assets. There was no outstanding balance on the line of credit at June 30, 2020 and 2019.

NOTE 7 – PAYCHECK PROTECTION PROGRAM LOAN

On May 1, 2020, the Food Bank received a loan (the “initial PPP Loan”) from a financial institution in the amount of \$813,107 under the Paycheck Protection Program (“PPP”) established by the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”). The PPP provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. Subject to potential

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 7 – PAYCHECK PROTECTION PROGRAM LOAN (CONTINUED)

forgiveness, as described below, the initial PPP Loan matures in two years on May 1, 2022, bears interest at a rate of 1.00% per year. Monthly payments of principal and interest are deferred until after any application for forgiveness submitted by the Food Bank has been acted upon, as described below.

The initial PPP Loan is unsecured, federally guaranteed and contains customary events of default relating to, among other things, failure to make payments of principal and interest and breaches of representations and warranties. The Food Bank may prepay the initial PPP Loan at any time prior to maturity with no penalty.

All or a portion of the initial PPP Loan is eligible to be forgiven by the U.S. Small Business Administration (“SBA”) and the lender upon application by the Food Bank, provided that the Food Bank shall have used the loan proceeds for eligible purpose, including the payment of payroll, benefits, rent, mortgage interest and utilities, during the 24 week covered period beginning on the date of funding of the loan (the “covered period”). Not more than 40% of the amount forgiven may be for non-payroll costs. The Food Bank will be eligible to submit an application for forgiveness of the initial PPP Loan for a period of up to ten months after the end of the covered period. Consistent with the requirements for loan forgiveness, the Food Bank has been using the loan proceeds solely for payment of payroll and otherwise in a manner which it believes satisfy the requirements for loan forgiveness. At June 30, 2020, the outstanding balance was \$813,107, of which \$135,518 is due in the next twelve months and is classified as current in the accompanying 2020 statement of financial position. In June 2021, the Paycheck Protection Program loan was forgiven in full.

NOTE 8 – COMMITMENTS

OPERATING LEASES

The Food Bank leases its warehouse, office, and a portion of its restaurant space under non-cancellable operating leases expiring at various times, with the last lease expiring in January 2024. In May 2020, one of the leases was modified to extend the lease term, expand the amount of leased space, and increase the minimum annual future lease payments. Tenant improvements are recorded by the Food Bank when funded by the landlord, recorded as deferred rent liability, and amortized over the life of the lease as a reduction in rent expense. The Food Bank records rent expense on a straight-line basis over the lease term.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 8 – COMMITMENTS (CONTINUED)

OPERATING LEASES (CONTINUED)

Minimum annual future lease payments (including sales tax) on the leases noted above are as follows:

<u>Year Ending June 30,</u>	
2021	\$ 366,147
2022	284,304
2023	10,272
2024	<u>5,992</u>
Total	<u>\$ 666,715</u>

Rental expense under all operating leases for the years ended June 30, 2020 and 2019 was approximately \$288,400 and \$284,700, respectively.

The Food Bank leases two buildings under a non-cancellable operating lease expiring in December 2021 to an unrelated third-party. Minimum annual future lease rentals (including sales tax) on the leases noted above is \$46,500 for the year ending June 30, 2022. Rental income under this operating lease for the years ended June 30, 2020 and 2019 was \$93,000.

PINELLAS COUNTY EXPANSION

In 2020, the Food Bank expanded services in Pinellas County through the opening of an Empowerment Center with a third Trinity Café location, a leased premise (“Project”). As of June 30, 2020, the Organization incurred approximately \$84,000 in build-out costs. These costs are included within property and equipment, net, in the accompanying statement of financial position. At June 30, 2020, estimated remaining costs of the Project are approximately \$305,000. The Organization expects to fund the Project through donations received to begin and operate the program.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 9 – NET ASSETS WITH RESTRICTIONS

Net assets with donor restrictions consisted of the following at June 30, 2020:

	<u>2020</u>	<u>2019</u>
With donor restrictions - Trinity Café	\$ 543,192	\$ 640,020
With donor restrictions - Kids' Programs	18,394	36,242
With donor restrictions - Mobile Pantry	16,000	48,000
With donor restrictions - other	1,737,601	697,916
With donor restrictions - endowment	35,000	35,000
With donor restrictions - total	<u>\$ 2,350,187</u>	<u>\$ 1,457,178</u>

TRINITY CAFÉ

At June 30, 2020 and 2019, net assets restricted for the Trinity Café were \$543,192 and \$640,020, respectively. This balance is restricted for costs relating to improvements at the cafes, expanding operations at current café locations, and/or operating and adding new café locations.

KIDS' PROGRAMS

At June 30, 2020 and 2019, net assets restricted for the Kids' Programs were \$18,394 and \$36,242, respectively. This balance is restricted for salaries and wages and direct costs for operating the Kids' Programs portion of the Food Bank. Expenses included for Kids' Programs were the cost of food and salaries for associates to assemble packages of food for distribution.

MOBILE PANTRIES

At June 30, 2020 and 2019, net assets restricted for the Mobile Pantries were \$16,000 and \$48,000, respectively. This balance is restricted for costs relating to operating mobile pantries, such as cost of food and delivery and distribution services.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 9 – NET ASSETS WITH RESTRICTIONS (CONTINUED)

OTHER

As of June 30, 2020 and 2019, other net assets with restrictions consisted of:

	<u>2020</u>	<u>2019</u>
Agency capacity building	\$ 9,958	\$ 65,720
Employee salary and benefits	39,801	40,000
Employee training	--	4,000
Epic Chef program	--	26,600
Fleet expansion	--	6,000
Food pharmacy	833,330	--
Food procurement	94,142	204,570
Fork Fight program	61,830	--
Hunger relief	--	21,393
Mobile Pantry support	2,000	7,475
Nutrition research	48,945	--
Other	48,363	1,200
Senior grocery delivery	--	127,486
Trailers for food collection	--	193,472
Trinity 3	477,003	--
Warehouse equipment	20,000	--
Workforce Training	<u>102,229</u>	<u>--</u>
	<u>\$ 1,737,601</u>	<u>\$ 697,916</u>

ENDOWMENT

In 2009, the Food Bank received a \$15,000 restricted endowment from the Ted Fyffe Endowment Fund (the “Fund”). Proceeds from the endowment are to be held and administered by the Community Foundation. The Foundation shall make annual grants from the Fund to the Food Bank equal to the actual earnings on the Fund during the current year up to 5%. These funds are to be used only for direct service delivery activities, such as direct distribution of food to agencies or to needy individuals. During 2010, the Food Bank received a payment from the donor for an additional permanent endowment of \$20,000. As of June 30, 2020 and 2019, the balance was \$35,000, which is unavailable for general expenditure.

FEEDING AMERICA TAMPA BAY, INC. dba FEEDING TAMPA BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

NOTE 10 – SUBSEQUENT EVENTS

SALE OF PASCO COUNTY PROPERTY

In December 2020, the Food Bank sold the property and building located in Pasco County. This property was not used for operational purposes and was leased to a third party. Proceeds from the sale of the property and building were approximately \$890,000. In 2021, the Food Bank recognized approximately \$413,000 in gain from the sale.

LAND PURCHASE

In June 2021, the Food Bank purchased land located in Tampa, FL for \$6,996,000. The land was funded entirely through capital campaign funds raised during the year. The Food Bank intends to use the land to ultimately build a new warehouse and office facility. Timing of the beginning of the construction is not yet known.

COVID-19

The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings of businesses across the country for non-essential services. While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of closings.

The Food Bank considers itself to be a first responder and as a result has continued operations including operating its food distribution warehouse under a modified structure to provide food to its partners and families. In response to the COVID-19 crisis that impacted the Food Bank's community during the fiscal year ended June 30, 2020, the Food Bank was the beneficiary of an increased level of donations and grants to mitigate the increased level of expense necessary to provide increased services to the community. Additionally, the PPP loan funding had a direct impact on the year over year increase in net assets and cash as of and for the year ended June 30, 2020. As the Food Bank's response to the COVID-19 crisis continues, the Food Bank expects to expend funds raised in subsequent periods at a rate greater than that of new contributions being received. However, at this point, the extent to which COVID-19 may impact the Food Bank's financial condition or results of operations cannot be predicted.

In preparing these financial statements, the Food Bank has evaluated events and transactions for potential recognition or disclosure through December 14, 2021, the date the financial statements were issued. Except for the forgiveness of PPP loan (Note 7) and matters described above, there were no subsequent events that require recognition or disclosure in these financial statements.

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors

Feeding America Tampa Bay, Inc. dba Feeding Tampa Bay

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Feeding America Tampa Bay, Inc. dba Feeding Tampa Bay (the "Food Bank," a Florida not-for-profit corporation), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 14, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Food Bank's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Food Bank's internal control. Accordingly, we do not express an opinion on the effectiveness of the Food Bank's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Food Bank's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Food Bank's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Food Bank's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Food Bank's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Marcum LLP

Tampa, FL
December 14, 2021