

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)**

FINANCIAL STATEMENTS

JUNE 30, 2021 AND 2020

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Feeding America Tampa Bay, Inc. (d/b/a Feeding Tampa Bay)

Opinion

We have audited the accompanying financial statements of Feeding America Tampa Bay, Inc. (d/b/a Feeding Tampa Bay), the "Food Bank," which comprise the statement of financial position as of June 30, 2021 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Food Bank as of June 30, 2021 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.

Basis for Opinion on 2021 Financial Statements

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the 2021 Financial Statements section of our report. We are required to be independent of the Food Bank 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 Period Financial Statements

The financial statements of the Food Bank as of and for the year ended June 30, 2020 were audited by other auditors whose report dated December 14, 2021 expressed an unmodified opinion on those statements.

Responsibilities of Management for the 2021 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 Food Bank's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the 2021 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 auditors' 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 and *Government 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 and *Government 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 Food Bank'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 Food Bank '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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures

applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2022 on our consideration of the Food Bank'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 the Food Bank'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 the Food Bank's internal control over financial reporting and compliance.

Warren Averett, LLC

Tampa, Florida
September 28, 2022

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2021 AND 2020

ASSETS		
	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	\$ 13,692,469	\$ 9,202,767
Restricted cash	2,257,511	93,684
Cash, endowment	35,000	35,000
Beneficial interest in assets held by Community Foundation	516,610	449,508
USDA receivables	1,082,836	1,115,489
Grant receivables	615,689	743,608
Other receivables	197,939	137,425
Agency receivables, net	156,545	161,608
Donated food inventory	4,575,091	5,623,920
Purchased food inventory	868,697	408,655
Prepaid expenses	2,263,791	275,431
Total current assets	26,262,178	18,247,095
PROPERTY AND EQUIPMENT, NET OF ACCUMULATED DEPRECIATION	10,540,057	2,769,424
OTHER ASSETS	67,440	26,459
	<u>\$ 36,869,675</u>	<u>\$ 21,042,978</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 2,062,675	\$ 2,210,105
Agency deposits	-	224,041
Current portion of Paycheck Protection Program Loan	-	135,518
Total current liabilities	2,062,675	2,569,664
LONG-TERM LIABILITIES		
Paycheck Protection Program Loan, net of current portion	-	677,589
Deferred grant revenue	2,877,658	-
Other liabilities	39,814	73,881
Total long-term liabilities	2,917,472	751,470
NET ASSETS		
Without donor restrictions	21,660,146	15,371,657
With donor restrictions	10,229,382	2,350,187
Total net assets	31,889,528	17,721,844
	<u>\$ 36,869,675</u>	<u>\$ 21,042,978</u>

See notes to the financial statements.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions		With Donor Restrictions	
	Other	Donated Food Inventory		Total
PUBLIC SUPPORT AND REVENUE				
Public Support				
Fundraising:				
Contributions	\$ 13,789,337	\$ -	\$ 9,744,874	\$ 23,534,211
Grants	11,986,475	-	-	11,986,475
Special events	597,570	-	-	597,570
Total fundraising	26,373,382	-	9,744,874	36,118,256
Donated food received	-	151,480,620	-	151,480,620
Total public support	26,373,382	151,480,620	9,744,874	187,598,876
Revenue				
Programs	1,072,870	-	-	1,072,870
Investment income, net	69,343	-	-	69,343
Other revenues	61,734	-	-	61,734
USDA and other governmental revenue	4,856,108	-	-	4,856,108
Paycheck Protection Program loan forgiveness	813,017	-	-	813,017
Gain on sale of property and equipment	399,364	-	-	399,364
Net assets released from restriction	1,865,679	-	(1,865,679)	-
Total public support and revenue	35,511,497	151,480,620	7,879,195	194,871,312
EXPENSES				
Program services:				
Product distribution - other	20,343,282	-	-	20,343,282
Product distribution and waste - donated food	-	152,358,289	-	152,358,289
Trinity Café	3,416,910	-	-	3,416,910
Kids' Program	241,714	136,380	-	378,094
Mobile Pantry	18,658	34,780	-	53,438
Total program services	24,020,564	152,529,449	-	176,550,013
Supporting services:				
Administrative	1,891,246	-	-	1,891,246
Fundraising	2,262,369	-	-	2,262,369
Total supporting services	4,153,615	-	-	4,153,615
Total expenses	28,174,179	152,529,449	-	180,703,628
CHANGE IN NET ASSETS	7,337,318	(1,048,829)	7,879,195	14,167,684
NET ASSETS AT BEGINNING OF YEAR	9,747,737	5,623,920	2,350,187	17,721,844
NET ASSETS AT END OF YEAR	\$ 17,085,055	\$ 4,575,091	\$ 10,229,382	\$ 31,889,528

See notes to the financial statements.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Without Donor Restrictions</u>		<u>With Donor Restrictions</u>	
	<u>Other</u>	<u>Donated Food Inventory</u>		<u>Total</u>
PUBLIC SUPPORT AND REVENUE				
Public Support				
Fundraising:				
Contributions	\$ 14,193,248	\$ -	\$ 263,920	\$ 14,457,168
Grants	-	-	3,364,012	3,364,012
Special events	312,006	-	-	312,006
Total fundraising	14,505,254	-	3,627,932	18,133,186
Donated food received	-	134,532,037	-	134,532,037
Total public support	14,505,254	134,532,037	3,627,932	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 and other governmental revenue	3,387,005	-	-	3,387,005
Net assets released from restriction	2,734,923	-	(2,734,923)	-
Total public support and revenue	21,546,296	134,532,037	893,009	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' Program	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 supporting services	2,629,594	-	-	2,629,594
Total expenses	14,972,507	131,137,077	-	146,109,584
CHANGE IN NET ASSETS	6,573,789	3,394,960	893,009	10,861,758
NET ASSETS AT BEGINNING OF YEAR	3,173,948	2,228,960	1,457,178	6,860,086
NET ASSETS AT END OF YEAR	<u>\$ 9,747,737</u>	<u>\$ 5,623,920</u>	<u>\$ 2,350,187</u>	<u>\$ 17,721,844</u>

See notes to the financial statements.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

	Program Services				Total Program Services	Supporting Services			Total Expenses
	Product Distribution	Trinity Café	Kids' Programs	Mobile Pantry		Administrative	Fundraising	Total Supporting Services	
Donated food	\$ 152,358,289	\$ -	\$ 136,380	\$ 34,780	\$ 152,529,449	\$ -	\$ -	\$ -	\$ 152,529,449
Salaries and related expense	5,831,306	844,648	235,613	13,768	6,925,335	1,231,966	1,149,835	2,381,801	9,307,136
Other programs expense	7,774,298	2,062,706	-	-	9,837,004	-	-	-	9,837,004
USDA distributors	1,602,259	-	-	-	1,602,259	-	-	-	1,602,259
Transportation	2,167,001	617	-	1,271	2,168,889	-	-	-	2,168,889
Fundraising expense	-	-	-	-	-	-	438,678	438,678	438,678
Office and warehouse expense	901,276	313,049	5,286	3,619	1,223,230	152,253	142,103	294,356	1,517,586
Public relations and development	807,188	-	-	-	807,188	24,965	-	24,965	832,153
Depreciation and amortization	430,360	74,512	815	-	505,687	27,470	-	27,470	533,157
Utilities	46,781	58,995	-	-	105,776	18,304	138,307	156,611	262,387
Rent	350,048	42,674	-	-	392,722	22,343	-	22,343	415,065
Professional expense	32,230	-	-	-	32,230	322,309	290,079	612,388	644,618
Travel	42,066	-	-	-	42,066	14,023	14,022	28,045	70,111
Computer expense	304,246	10,501	-	-	314,747	64,271	59,994	124,265	439,012
Membership fees	-	-	-	-	-	-	-	-	-
Insurance	42,827	-	-	-	42,827	9,048	8,444	17,492	60,319
Postage	2,393	1,147	-	-	3,540	2,393	19,132	21,525	25,065
Telephone	9,003	8,061	-	-	17,064	1,901	1,775	3,676	20,740
Loss on sale of assets	-	-	-	-	-	-	-	-	-
	<u>\$ 172,701,571</u>	<u>\$ 3,416,910</u>	<u>\$ 378,094</u>	<u>\$ 53,438</u>	<u>\$ 176,550,013</u>	<u>\$ 1,891,246</u>	<u>\$ 2,262,369</u>	<u>\$ 4,153,615</u>	<u>\$ 180,703,628</u>

See notes to the financial statements.

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020**

	Program Services				Total Program Services	Supporting Services		Total Supporting Services	Total Expenses
	Product Distribution	Trinity Café	Kids' Programs	Mobile Pantry		Administrative	Fundraising		
Donated food	\$ 130,989,922	\$ -	\$ 117,253	\$ 29,902	\$ 131,137,077	\$ -	\$ -	\$ -	\$ 131,137,077
Salaries and related expense	3,714,087	537,975	150,067	8,769	4,410,898	784,666	732,355	1,517,021	5,927,919
Other programs expense	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 expense	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 expense	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>

See notes to the financial statements.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
OPERATING ACTIVITIES		
Increase in net assets	\$ 14,167,684	\$ 10,861,758
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Donated food contributions	(151,480,620)	(134,532,037)
Donated food distributions	152,529,449	131,137,077
Depreciation and amortization	533,157	389,750
(Gain) loss on disposal of property and equipment	(399,364)	1,908
Net investment (income) loss from beneficial interest in assets held by Community Foundation	(67,102)	9,218
Noncash Paycheck Protection Program loan forgiveness	(813,107)	-
Changes in:		
USDA receivables	32,653	(568,840)
Grant receivables	127,919	(677,723)
Other receivables	(60,514)	33,550
Agency receivables	5,063	(1,408)
Purchased food inventory	(460,042)	(353,066)
Prepaid expenses	(1,988,360)	(89,684)
Other assets	(40,981)	(1,000)
Accounts payable and accrued expenses	(147,430)	1,260,224
Agency deposits	(224,041)	119,485
Deferred grant revenue	2,877,658	-
Other liabilities	(34,067)	(9,008)
Total adjustments	390,271	(3,281,554)
Net cash provided by operating activities	14,557,955	7,580,204
INVESTING ACTIVITIES		
Purchase of property and equipment	(8,794,426)	(626,922)
Proceeds from sale of property and equipment	890,000	-
Net cash used in investing activities	(7,904,426)	(626,922)
FINANCING ACTIVITIES		
Proceeds from Paycheck Protection Program loan	-	813,107
NET INCREASE IN CASH AND CASH EQUIVALENTS	6,653,529	7,766,389
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	9,331,451	1,565,062
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 15,984,980	\$ 9,331,451

See notes to the financial statements.

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
STATEMENTS OF CASH FLOWS – CONTINUED
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION AND NONCASH INVESTING AND FINANCING ACTIVITIES		
Noncash Paycheck Protection Program loan forgiveness	<u>\$ 813,107</u>	<u>\$ -</u>

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported in the statements of financial position to the total shown in the statements of cash flows:

	<u>2021</u>	<u>2020</u>
Cash	\$ 13,692,469	\$ 9,202,767
Restricted cash	2,257,511	93,684
Cash, endowment	<u>35,000</u>	<u>35,000</u>
Total cash and cash equivalents and restricted cash	<u>\$ 15,984,980</u>	<u>\$ 9,331,451</u>

See notes to the financial statements.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

1. DESCRIPTION OF BUSINESS

Feeding America Tampa Bay, Inc. (d/b/a Feeding Tampa Bay), the “Food Bank” or “Feeding Tampa Bay,” is a non-profit organization established to collect, warehouse and distribute salvageable food to social agencies which serve those who are food insecure in their community. The Food Bank is a member of Feeding America Network. During the year ended June 30, 2019, the Food Bank acquired Trinity Café (“Trinity”). Subsequently, Trinity continues as a program of Feeding Tampa Bay providing free, hot, healthy meals for those in need, with a goal of restoring a sense of dignity to lives of those in need through nutritious meals and compassion. In addition to food distribution, Feeding Tampa Bay provides programming to the community such as food Pharmacy and FreshForce which seek to address deeper problems food insecure individuals face such as health issues stemming from a lack of healthy food options and educational opportunities through certifications leading to gainful employment opportunities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Food Bank are prepared under the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Net Assets

The net assets of the Food Bank and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing objectives of the Food Bank. These net assets may be used at the discretion of management and the Board of Directors. The Board of Directors may elect to designate a portion of these net assets for specific purposes and also has the power to remove such designation at their discretion.

Net Assets With Donor Restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature, and those restrictions will be met by the actions of the Food Bank or by the passage of time. Other donor restrictions are perpetual in nature whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Use of Estimates

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

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Cash and Cash Equivalents

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.

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.

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 for each of the years ended June 30, 2021 and 2020.

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 11) and beneficial interest in assets held by Community Foundation of Tampa Bay ("Community Foundation" or "Foundation") (see Note 5), 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.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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, 2021 and 2020 is based on the most recent Product Valuation Survey Methodology prepared by Feeding America (report as of December 31, 2020 and 2019, respectively).

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, 2021 and 2020 was \$4,575,091 and \$5,623,920, respectively.

Donated Goods and Services

Donated professional 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, 2021 and 2020. 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 each of the years ended June 30, 2021 and 2020, volunteer hours totaled approximately 140,000. 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, 2021 and 2020.

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.

Property and Equipment

Property and equipment are recorded at cost, or estimated fair value for items donated. The Food Bank has a policy to capitalize property and equipment greater than \$2,500. 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

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

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, 2021 and 2020.

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, 2021 and 2020.

U.S. GAAP requires management to evaluate tax positions taken by the Food Bank. The Food Bank has adopted the authoritative guidance relating to accounting for uncertainty in income taxes included in Financial Accounting Standards Board (FASB) Accounting Standards Codification (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 years ended June 30, 2021 and 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 years ended June 30, 2021 or 2020.

Reclassifications

Certain reclassifications have been made to the 2020 financial statements to conform to the 2021 financial statement presentation. Such reclassifications had no effect on changes in net assets as previously reported.

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.

FEEDING AMERICA TAMPA BAY, INC.
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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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 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 Food Bank is evaluating the impact on its financial statements upon adoption.

3. LIQUIDITY AND AVAILABILITY

At June 30, 2021 and 2020, the Food Bank has the following amounts available to cover general expenditures:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 15,984,980	\$ 9,331,451
Receivables	<u>2,053,009</u>	<u>2,158,130</u>
	18,037,989	11,489,581
Net assets with donor restrictions	<u>(10,229,382)</u>	<u>(2,350,187)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 7,808,607</u></u>	<u><u>\$ 9,139,394</u></u>

The Food Bank receives significant grants and contributions from donors and considers those that are designated for activities related to ongoing, major, and central operations to be available to meet cash needs for general expenditures. The Food Bank manages its liquidity and reserves to operate with a prudent range of financial soundness and stability to maintain adequate liquid assets and to fund near-term operating needs. The Food Bank strives to maintain financial assets to cover a minimum of three months of expenditures.

FEEDING AMERICA TAMPA BAY, INC.
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4. RESTRICTED CASH

Restricted cash consists of funds to be used for long term purposes as of June 30, 2021 and 2020. Restricted cash is included with cash and cash equivalents for purposes of cash flow reporting.

5. 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. The Food Bank’s investment in the Fund is stated at the fair value of the investments within the Fund. The Community Foundation 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 \$516,610 and \$449,508 at June 30, 2021 and 2020, 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 Foundation, which are included in investment income in the accompanying statement of activities and changes in net assets for the years ended June 30, 2021 and 2020 are as follows:

	2021	2020
Interest and dividends	\$ 1,986	\$ 10,220
Net realized and unrealized gains (losses)	<u>66,389</u>	<u>(14,674)</u>
	68,375	(4,454)
Less investment fees	<u>(1,273)</u>	<u>(4,764)</u>
	<u>\$ 67,102</u>	<u>\$ (9,218)</u>

6. FAIR VALUE MEASUREMENTS

Feeding Tampa Bay 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:

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.

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
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6. FAIR VALUE MEASUREMENTS – CONTINUED

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, 2021 and 2020, 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.

7. PROPERTY AND EQUIPMENT

Property and equipment, net, consist of the following:

	2021	2020
Land	\$ 7,226,070	\$ 338,382
Building	636,572	1,105,572
Automobile and trucks	2,967,208	1,822,408
Refrigeration equipment	439,988	449,443
Warehouse equipment	668,083	471,504
Furniture and fixtures	27,043	27,043
Leasehold improvements	522,193	599,477
Kitchen equipment	198,632	36,143
Other equipment	131,441	96,041
Construction-in-progress	299,789	-
	<u>13,117,019</u>	<u>4,946,013</u>
Less accumulated depreciation	<u>2,576,962</u>	<u>2,176,589</u>
	<u><u>\$ 10,540,057</u></u>	<u><u>\$ 2,769,424</u></u>

Depreciation and amortization expense was approximately \$533,000 and \$390,000 for the years ended June 30, 2021 and 2020, respectively.

Sale of Pasco County Property

In December 2020, Feeding Tampa Bay sold property and a building located in Pasco County. This property was not used for operational purposes and had been 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.

**FEEDING AMERICA TAMPA BAY, INC.
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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

7. PROPERTY AND EQUIPMENT – CONTINUED

Land Purchase

In June 2021, Feeding Tampa Bay purchased land located in Tampa, Florida 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. Construction is expected to begin in 2022.

8. 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% (3.86% and 3.16% at June 30, 2021 and 2020, respectively) and is collateralized by substantially all assets. There was no outstanding balance on the line of credit at June 30, 2021 or 2020. Subsequent to year-end, the line of credit was renewed through February 28, 2023 at the bank's prime rate.

9. PAYCHECK PROTECTION PROGRAM LOAN

On May 1, 2020, Feeding Tampa Bay received a loan (the "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 provided 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 forgiveness, as described below, the initial PPP Loan matured in two years on May 1, 2022, and bore interest at a rate of 1.00% per year. Monthly payments of principal and interest were deferred until after any application for forgiveness submitted by the Food Bank has been acted upon, as described below.

All or a portion of the initial PPP Loan was 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 purposes, as defined in the PPP loan agreement. At June 30, 2020, the outstanding balance was \$813,107, of which \$135,518 was due in the next twelve months and was classified as current on the accompanying 2020 statement of financial position. In June 2021, the Paycheck Protection Program loan was forgiven in full and is recorded as income in the accompanying 2021 statement of activities and changes in net assets.

10. COMMITMENTS

Operating Leases

The Food Bank leases its warehouse, office, and a portion of its restaurant space under noncancellable operating leases expiring at various times, with the last lease expiring in November 2024. 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.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

10. COMMITMENTS – CONTINUED

Minimum annual future lease payments on the leases noted above are as follows:

Year Ending June 30,	
2022	\$ 464,700
2023	376,200
2024	111,000
2025	43,000
2026	32,400
	<u>\$ 1,027,300</u>

Rental expense under all operating leases for the years ended June 30, 2021 and 2020 was approximately \$415,000 and \$288,000, respectively.

11. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following:

	2021	2020
Trinity Café	\$ 516,610	\$ 1,020,195
Food pharmacy	-	833,330
Other	411,574	461,662
Capital acquisitions	9,266,198	-
Endowment	35,000	35,000
Total net assets with donor restrictions	<u>\$ 10,229,382</u>	<u>\$ 2,350,187</u>

Endowment

In 2009, Feeding Tampa Bay 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 Community 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, 2021 and 2020, the balance of endowments was \$35,000, which is unavailable for general expenditure.

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

12. CONTINGENCIES

Government grants and certain debt that has been deemed forgiven require the fulfillment of certain conditions as set forth by applicable laws, rules, and regulations and in the grant agreements. Failure to fulfill the conditions could result in the return of the funds to the grantor. Any such settlements will be reflected in the year that they are determined to exist.

13. SUBSEQUENT EVENTS

Subsequent to year end through June 30, 2022, the Food Bank has raised approximately \$6,839,000 of funding related to the capital campaign for the new warehouse and office facility.

In preparing these financial statements, the Food Bank has evaluated events and transactions for potential recognition or disclosure through September 28, 2022, the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Agency / Pass-through Entity / Federal Program	Assistance Listing Number	Contract / Grant Number	Expenditures	Subrecipients
U.S. Department of Agriculture				
<u>Food Distribution Cluster:</u>				
Commodity Supplemental Food Program	10.565		\$ 107,961	\$ -
Emergency Food Assistance Program (Administrative Costs)	10.568		420,428	-
COVID-19 Emergency Food Assistance Program (Administrative Costs)	10.568		2,894,580	1,205,493
Emergency Food Assistance Program (Food Commodities)	10.569		13,723,658	-
Passed through Harry Chapin Food Bank:				
Emergency Food Assistance Program (Administrative Costs)	10.568		572,950	-
Emergency Food Assistance Program (Food Commodities)	10.569		3,254,069	-
Total Food Distribution Cluster			20,973,646	1,205,493
Summer Feeding Service Program	10.559		208,002	-
Child Care Food Program	10.558		372,765	-
Total U.S. Department of Agriculture			21,554,413	1,205,493
U.S. Department of the Treasury				
Passed through Hillsborough County, Florida:				
COVID-19 Coronavirus Relief Fund	21.019		3,470,646	-
Passed through Manatee County, Florida:				
COVID-19 Coronavirus Relief Fund	21.019	Round 1	1,268,623	-
COVID-19 Coronavirus Relief Fund	21.019	Round 3	924,307	-
COVID-19 Coronavirus Relief Fund	21.019	Round 4	542,600	-
Passed through Pasco County, Florida				
COVID-19 Coronavirus Relief Fund	21.019		853,033	-
Passed through Pinellas County, Florida				
COVID-19 Coronavirus Relief Fund	21.019		1,659,660	-
Total U.S. Department of the Treasury			8,718,869	-

See notes to schedule of expenditures of federal award.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

Federal Agency / Pass-through Entity / Federal Program	Assistance Listing Number	Contract / Grant Number	Expenditures	Subrecipients
U.S. Department of Housing and Urban Development				
Passed through City of Largo Community Development Block Grant	14.218		407	-
Passed through Pinellas County, Florida COVID-19 Community Development Block Grant - Coronavirus Response Program	14.218		<u>96,000</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development			<u>96,407</u>	<u>-</u>
U.S. Department of Homeland Security				
Passed through Pasco County, Florida: Emergency Food and Shelter Program	97.024		32,713	-
Passed through Manatee County, Florida: COVID-19 Emergency Food and Shelter Program	97.024		31,120	-
Emergency Food and Shelter Program	97.024	Phase 38	19,353	-
Passed through Hillsborough County, Florida: Emergency Food and Shelter Program	97.024	Phase 37	35,619	-
Emergency Food and Shelter Program	97.024	Phase 38	26,571	-
COVID-19 Emergency Food and Shelter Program	97.024	MP & Trinity	<u>30,716</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>176,092</u>	<u>-</u>
Total Expenditures of Federal Awards			<u><u>\$ 30,545,781</u></u>	<u><u>\$ 1,205,493</u></u>

See notes to schedule of expenditures of federal award.

FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Feeding America Tampa Bay, Inc. (d/b/a Feeding Tampa Bay), the "Food Bank," under programs of the federal government for the year ended June 30, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the Food Bank, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of the Food Bank.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity identifying numbers are presented where available.

3. INDIRECT COST RATE

The Food Bank has elected to charge a de minimis rate of 10% for all federal awards.

4. PROGRAM CLUSTERS

The U.S. Office of Management and Budget *Compliance Supplement* defines a cluster of programs as a grouping of closely related programs that share common compliance requirements. There was one program that met this criterion for the current fiscal year, Assistance Listing Number 10.565/10.568/10.569 – Food Distribution Cluster.

5. CONTINGENCIES

The programs shown in the Schedule are subject to audit by grantor agencies. If any expenditures or expenses are disallowed by the grantor agencies as a result of such audit, any claim for reimbursement to the grant agencies would become a liability of the Food Bank. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal laws and regulations.

6. SUBRECIPIENTS

The Food Bank provided federal awards to subrecipients during the year ended June 30, 2021. The total of such awards provided to subrecipients is included in the Schedule.

**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. (d/b/a 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. (d/b/a Feeding Tampa Bay), the "Food Bank," a Florida not-for-profit corporation), which comprise the statement of financial position as of June 30, 2021 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 September 28, 2022.

Report on 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 were not identified.

Report on 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.

A handwritten signature in black ink that reads "Warren Averett, LLC". The signature is written in a cursive, flowing style.

Tampa, Florida
September 28, 2022

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors
Feeding America Tampa Bay, Inc. (d/b/a Feeding Tampa Bay)

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Feeding Tampa Bay's (the "Food Bank") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Food Bank's major federal program for the year ended June 30, 2021. The Food Bank's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Food Bank complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Food Bank and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Food Bank's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Food Bank's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Food Bank's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Food Bank's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Food Bank's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Food Bank's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Food Bank's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit

we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Warren Averett, LLC

Tampa, Florida
September 28, 2022

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	Yes <u> </u>	No <u>✓</u>
Significant deficiency(ies) identified?	Yes <u> </u>	None Reported <u>✓</u>

Non-compliance material to financial statements noted? Yes No ✓

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?	Yes <u> </u>	No <u>✓</u>
Significant deficiency(ies) identified?	Yes <u> </u>	None Reported <u>✓</u>

Type of auditors’ report issued on compliance for major federal programs Unmodified

Any audit findings disclosed that are to be reported in accordance with 2 CFR 200.516(a) Yes No ✓

Identification of major programs:

<u>Assistance Listing Number</u>	<u>Name of Program</u>
10.565 / 10.568 / 10.569	Food Distribution Cluster
21.019	COVID-19 Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B major programs \$750,000

Auditee qualified as low-risk auditee? Yes No ✓

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Other Matters

See summary schedule of prior audit findings for status of prior year audit findings.

**FEEDING AMERICA TAMPA BAY, INC.
(D/B/A FEEDING TAMPA BAY)
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021**

**Finding Number SD2019-002: Non-Compliance – Failure to Submit Data Collection
Form by Prescribed Deadline Set Forth by the Uniform Guidance (Repeated)**

Condition

Feeding Tampa Bay (the “Food Bank”) is required to comply with CFR Section 200.512(a) of the Uniform Guidance, which requires the reporting package and Data Collection Form (DCF) to be submitted to the Federal Audit Clearinghouse the earlier of 30 calendar days after the reports are received from the auditor, or nine months after the Food Bank’s year-end. The Food Bank did not submit the reporting package and DCF by the due date. The Food Bank experienced unanticipated delays in facilitating the completion of the single audit within the timeframe necessary for timely submission. Failure to submit the reporting package and DCF results in the Food Bank being out of compliance with the requirements set forth in the underlying grant agreements and Uniform Guidance.

Recommendation

The Food Bank should ensure that adequate internal control procedures are in place to ensure that the SEFA is complete and accurate and submitted on a timely basis. These controls should include controls requiring the reconciliation of federal expenditures to the appropriate supporting documentation (e.g., general ledger, grant reports, etc.) and submitting the DCF by the due date.

Current Status

The Food Bank will make adjustments as needed to ensure Uniform Guidance compliance with regard to the reporting package and DCF submission to the Federal Audit Clearinghouse the earlier of 30 calendar days after the reports are received from the auditor, or nine months after the Food Bank’s year-end.

Completion Date

September 27, 2022