

**MID-OHIO FOODBANK**  
**CONSOLIDATED**  
**FINANCIAL STATEMENTS**  
**For the Years Ended June 30, 2023 and 2022**  
  
(With Independent Auditor's Report Thereon)

# MID-OHIO FOODBANK

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Mid-Ohio Foodbank  
Grove City, Ohio

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of Mid-Ohio Foodbank (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years 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 Mid-Ohio Foodbank as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Mid-Ohio Foodbank and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Mid-Ohio Foodbank's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 Mid-Ohio Foodbank'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 Mid-Ohio Foodbank'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.





**INDEPENDENT AUDITOR'S REPORT  
(CONTINUED)**

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 3, 2024, on our consideration of Mid-Ohio Foodbank'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 solely 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 Mid-Ohio Foodbank'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 Mid-Ohio Foodbank's internal control over financial reporting and compliance.

*HWA Alliance of CPA Firms, Inc*

Westerville, Ohio  
January 3, 2024



**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**June 30, 2023 and 2022**

	<b>2023</b>	<b>2022</b>
<b>ASSETS</b>		
Cash and Cash Equivalents (Note 3)	\$ 3,749,503	\$ 5,227,841
Investments (Note 4)	22,117,360	31,026,005
Pledges Receivable (Note 5)	3,486,793	6,920,320
Accounts Receivable, Net	374,242	416,635
Accounts Receivable-Government	2,863,506	800,753
Inventory (Note 6)	3,357,951	2,722,016
Prepaid Expenses	100,467	100,659
Assets Held by Others (Note 7)	498,682	465,090
Property, Plant and Equipment, Net (Note 8)	27,609,985	19,143,374
<b>TOTAL ASSETS</b>	<b>\$ 64,158,489</b>	<b>\$ 66,822,693</b>
 <b>LIABILITIES AND NET ASSETS</b>		
Accounts Payable	\$ 710,322	\$ 996,972
Accounts Payable - Pension	196,065	202,483
Accrued Salaries and Other Payroll Liabilities	884,468	764,103
Other Liabilities	571,555	597,527
Deferred Revenue	4,008,781	3,450,340
<b>TOTAL LIABILITIES</b>	<b>6,371,191</b>	<b>6,011,425</b>
 <b>NET ASSETS</b>		
Without Donor Restrictions:		
Board Designated	484,500	451,204
Operating Reserve - Board Designated	11,669,691	10,517,336
Capital Fund	3,620,136	2,308,308
Undesignated	24,654,380	22,339,866
Total Without Donor Restrictions	40,428,707	35,616,714
With Donor Restrictions (Note 14)	17,358,591	25,194,554
<b>TOTAL NET ASSETS</b>	<b>\$ 57,787,298</b>	<b>\$ 60,811,268</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 64,158,489</b>	<b>\$ 66,822,693</b>

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2023**

	<b>WITHOUT DONOR RESTRICTIONS</b>	<b>WITH DONOR RESTRICTIONS</b>	<b>TOTAL</b>
<b>REVENUE AND PUBLIC SUPPORT</b>			
Food Contributions (Note 6)	\$ 85,157,621	\$ -	\$ 85,157,621
Donations and Grants - Non-Campaign	19,812,212	2,553,370	22,365,582
Donations and Grants - Campaign	5,257,742	(130,152)	5,127,590
Shared Maintenance Fees	3,699,382	-	3,699,382
Program Earned Income	850,916	-	850,916
The Emergency Food Assistance Program (USDA TEFAP)	1,335,788	-	1,335,788
Ohio Food Purchase and Agricultural Clearance Program (OFPACP)	597,452	430,652	1,028,104
Commodity Supplemental Food Program (CSFP)	549,133	-	549,133
Child and Adult Care Food Program (CACFP)	103,514	36,313	139,827
Investment Income (Loss)	1,381,386	-	1,381,386
Rental and Other Income	128,659	-	128,659
Net Assets Released from Restrictions - Non-Campaign (Note 15)	1,336,855	(1,336,855)	-
Net Assets Released from Restrictions - Campaign (Note 15)	9,389,291	(9,389,291)	-
<b>TOTAL REVENUE AND PUBLIC SUPPORT</b>	<b>129,599,951</b>	<b>(7,835,963)</b>	<b>121,763,988</b>
<b>EXPENSES</b>			
Program Services			
Collection Storage and Distribution of Food and Nonfood Items	115,034,064	-	115,034,064
Total Program Services	115,034,064	-	115,034,064
Supporting Services			
Management and General	6,362,388	-	6,362,388
Fundraising	3,391,506	-	3,391,506
Total Supporting Services	9,753,894	-	9,753,894
<b>TOTAL EXPENSES</b>	<b>124,787,958</b>	<b>-</b>	<b>124,787,958</b>
Change in Net Assets	4,811,993	(7,835,963)	(3,023,970)
Net Assets at Beginning of Year	35,616,714	25,194,554	60,811,268
<b>Net Assets at End of Year</b>	<b>\$ 40,428,707</b>	<b>\$ 17,358,591</b>	<b>\$ 57,787,298</b>

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2022**

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
<b>REVENUE AND PUBLIC SUPPORT</b>			
Food Contributions (Note 6)	\$ 83,015,952	\$ -	\$83,015,952
Donations and Grants - Non-Campaign	20,546,199	1,798,294	22,344,493
Donations and Grants - Campaign	2,427,325	2,527,326	4,954,651
Shared Maintenance Fees	2,243,697	-	2,243,697
Program Earned Income	812,534	-	812,534
The Emergency Food Assistance Program (USDA TEFAP)	2,310,669	-	2,310,669
Ohio Food Purchase and Agricultural Clearance Program (OFPACP)	675,668	177,016	852,684
Commodity Supplemental Food Program (CSFP)	519,049	-	519,049
Child and Adult Care Food Program (CACFP)	121,556	20,539	142,095
Investment Income (Loss)	(2,272,381)	-	(2,272,381)
Rental and Other Income	247,137	-	247,137
Net Assets Released from Restrictions - Non-Campaign (Note 15)	693,147	(693,147)	-
Net Assets Released from Restrictions – Campaign (Note 15)	3,419,676	(3,419,676)	-
<b>TOTAL REVENUE AND PUBLIC SUPPORT</b>	<u>114,760,228</u>	<u>410,352</u>	<u>115,170,580</u>
<b>EXPENSES</b>			
Program Services			
Collection Storage and Distribution of Food and Nonfood Items	109,038,870	-	109,038,870
Total Program Services	<u>109,038,870</u>	<u>-</u>	<u>109,038,870</u>
Supporting Services			
Management and General	6,413,813	-	6,413,813
Fundraising	3,446,874	-	3,446,874
Total Supporting Services	<u>9,860,687</u>	<u>-</u>	<u>9,860,687</u>
<b>TOTAL EXPENSES</b>	<u>118,899,557</u>	<u>-</u>	<u>118,899,557</u>
Change in Net Assets	(4,139,329)	410,352	(3,728,977)
Net Assets at Beginning of Year	<u>39,756,043</u>	<u>24,784,202</u>	<u>64,540,245</u>
<b>Net Assets at End of Year</b>	<u>\$ 35,616,714</u>	<u>\$ 25,194,554</u>	<u>\$60,811,268</u>

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended June 30, 2023**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising Expense</u>	<u>Total Expenses</u>
<b>Food</b>	\$ 98,804,335	\$ -	\$ -	\$ 98,804,335
<b>Labor Costs</b>				
Salaries and Wages	7,569,320	2,952,249	1,187,563	11,709,132
Payroll Taxes	551,390	236,488	95,442	883,320
Employee Benefits	1,466,441	628,947	253,832	2,349,220
<b>Total Labor Costs</b>	<u>9,587,151</u>	<u>3,817,684</u>	<u>1,536,837</u>	<u>14,941,672</u>
<b>Fees for Services</b>				
Professional Fees	164,609	410,033	-	574,642.00
Accounting/Payroll	-	87,348	-	87,348
Data Analytics	-	753,551	-	753,551
ReadySkill	642,633	-	-	642,633
Other	99,132	24,479	156,474	280,085
<b>Total Fees for Services</b>	<u>906,374</u>	<u>1,275,411</u>	<u>156,474</u>	<u>2,338,259</u>
<b>Other Expenses</b>				
Advertising and Promotion	-	21,838	98,748	120,586
Office Expenses	90,047	40,749	4,818	135,614
Information Technology	198,714	243,230	153,272	595,216
Occupancy	1,608,006	93,802	10,422	1,712,230
Travel	100,779	3,082	2,441	106,302
Conferences and Development	139,299	123,338	14,366	277,003
Insurance	42,342	-	-	42,342
Transportation	930,254	-	-	930,254
Fundraising	-	-	1,392,980	1,392,980
Service Delivery	1,496,376	-	-	1,496,376
Marketing and Communication	-	512,831	-	512,831
Events	2,447	12,692	-	15,139
Bad Debts	-	175,000	-	175,000
<b>Total Other Expenses</b>	<u>4,608,264</u>	<u>1,226,562</u>	<u>1,677,047</u>	<u>7,511,873</u>
Depreciation	<u>1,127,940</u>	<u>42,731</u>	<u>21,148</u>	<u>1,191,819</u>
<b>TOTAL EXPENSES</b>	<u>\$ 115,034,064</u>	<u>\$ 6,362,388</u>	<u>\$ 3,391,506</u>	<u>\$ 124,787,958</u>

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended June 30, 2022**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising Expense</u>	<u>Total Expenses</u>
<b>Food</b>	\$ 94,074,670	\$ -	\$ -	\$ 94,074,670
<b>Labor Costs</b>				
Salaries and Wages	6,953,508	3,192,962	1,256,766	11,403,236
Payroll Taxes	461,933	256,570	103,677	822,180
Employee Benefits	1,259,711	699,677	282,731	2,242,119
<b>Total Labor Costs</b>	<u>8,675,152</u>	<u>4,149,209</u>	<u>1,643,174</u>	<u>14,467,535</u>
<b>Fees for Services</b>				
Professional Fees	150,531	592,804	141,606	884,941
Accounting/Payroll	-	80,591	-	80,591
FreshTrak	596	-	-	596
Data Analytics	-	518,360	-	518,360
ReadySkill	1,141,182	-	-	1,141,182
Other	256,745	2,995	-	259,740
<b>Total Fees for Services</b>	<u>1,549,054</u>	<u>1,194,750</u>	<u>141,606</u>	<u>2,885,410</u>
<b>Other Expenses</b>				
Advertising and Promotion	-	29,487	165,620	195,107
Office Expenses	97,682	32,393	7,730	137,805
Information Technology	213,459	335,981	137,037	686,477
Occupancy	1,182,311	68,205	7,576	1,258,092
Travel	61,082	1,599	1,253	63,934
Conferences and Development	135,564	77,242	15,927	228,733
Insurance	97,221	4,625	514	102,360
Transportation	774,370	-	-	774,370
Fundraising	-	-	1,320,668	1,320,668
Service Delivery	1,124,347	9,240	-	1,133,587
Marketing and Communication	-	458,694	-	458,694
Events	9,772	465	-	10,237
Bad Debts	3,913	-	-	3,913
<b>Total Other Expenses</b>	<u>3,699,721</u>	<u>1,017,931</u>	<u>1,656,325</u>	<u>6,373,977</u>
Depreciation	<u>1,040,273</u>	<u>51,923</u>	<u>5,769</u>	<u>1,097,965</u>
<b>TOTAL EXPENSES</b>	<u>\$ 109,038,870</u>	<u>\$ 6,413,813</u>	<u>\$ 3,446,874</u>	<u>\$ 118,899,557</u>

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
For the Years Ended June 30, 2023 and 2022

	<b>2023</b>	<b>2022</b>
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ (3,023,970)	\$ (3,728,977)
<b>Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities</b>		
Depreciation Expense	1,191,819	1,097,965
Loss on Disposal of Asset	-	399,223
Realized (Gains)/Losses on Investment	773,821	(265,410)
Unrealized (Gains)/Losses on Investments	(1,419,329)	2,801,705
Stock Donations	(344,345)	(287,255)
Gain on Extinguishment of Debt	-	-
Changes in Assets:		
(Increase) Decrease in Pledges Receivable	3,433,527	5,342,264
(Increase) Decrease in Accounts Receivable	42,393	(388,894)
(Increase) Decrease in Accounts Receivable - Government	(2,062,753)	(210,765)
(Increase) Decrease in Inventory	(635,935)	1,950,713
(Increase) Decrease in Prepaid Expenses	187	7,030
(Increase) Decrease in Assets Held by Others	(33,592)	101,247
Changes in Liabilities:		
Increase (Decrease) in Accounts Payable	(286,650)	111,909
Increase (Decrease) in Accounts Payable - Pension	(6,418)	28,943
Increase in Accrued Salaries and Other Payroll Liabilities	120,365	49,739
Increase (Decrease) in Other Liabilities	(25,972)	364,784
Increase (Decrease) in Deferred Revenue	558,441	3,256,741
<b>Net Cash (Used In) Provided by Operating Activities</b>	<b>(1,718,411)</b>	<b>10,630,962</b>
<b>Cash Flows from Investing Activities</b>		
Payments for the Purchase of Investments	(1,329,506)	(8,000,000)
Proceeds from the Sale of Investments	12,000,000	3,821,943
Reinvested Investment Income	(771,996)	(439,611)
Acquisition of Property, Plant and Equipment	(9,658,425)	(4,017,154)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>240,073</b>	<b>(8,634,822)</b>
<b>Cash Flows from Financing Activities</b>		
Payments on Note Payable	-	-
<b>Net Cash Used in Financing Activities</b>	<b>-</b>	<b>-</b>
Net (Decrease) Increase in Cash and Cash Equivalents	(1,478,338)	1,996,140
Cash and Cash Equivalents Balance at Beginning of Year	5,227,841	3,231,701
<b>Cash and Cash Equivalents Balance at End of Year</b>	<b>\$ 3,749,503</b>	<b>\$ 5,227,841</b>
<b>Income Taxes Paid</b>	\$ -	\$ -
<b>Interest Paid</b>	\$ -	\$ -

See Accompanying Notes to Financial Statements

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 1 - Background</b>
----------------------------

**Organization**

Mid-Ohio Foodbank is a nonprofit corporation (the Organization) that collects, stores, and distributes food and nonfood items to organizations feeding the needy. The Organization's mission is to end hunger one nourishing meal at a time and co-create a sustainable community where everyone thrives. The Mid-Ohio Food Collective was organized in 1976 and began operations in April 1980. On March 12, 1987, the Organization officially changed its name from Operation Feed, Inc. to Mid-Ohio Foodbank. In 2019 the name Mid-Ohio Food Collective was adopted as the DBA.

The Organization's revenues are primarily derived from various governmental and charitable grants and donations. Amounts due from various funding sources are accrued as of the date a qualified service has been provided or qualified reimbursable cost has been incurred.

<b>Note 2 - Summary of Significant Accounting Policies</b>
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**Basis of Accounting**

The Organization uses the accrual basis of accounting.

**Basis of Presentation**

Donated food is recognized as a contribution and resulting inventory. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

- 1) Net assets without donor restrictions represent the portion of expendable funds that is available for support of the operations of the Organization. Since the endowment fund is board/management restricted and not donor restricted, it is included in net assets without donor restrictions.
- 2) Net assets with donor restrictions consist of contributions that are restricted for use in specified programs. These include some government funds receivable. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resources were restricted has been fulfilled, or both. Net assets with donor restrictions released during the periods 2023 and 2022 can be found in Note 14.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 2 - Summary of Significant Accounting Policies (Continued)</b>
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The Organization obtains donations from the following contracts with governmental agencies:

- 1) The Emergency Food and Shelter Program (EFSP) represents Federal funds that have been distributed to the Organization through the United Way acting as fiscal agent for the Emergency Food and Shelter National Board Program. The funds are designated for the purchase of food for distribution to qualified agencies.
- 2) The USDA-TEFAP Program provides temporary emergency food assistance to its twenty county footprint and is funded through the State of Ohio Department of Human Services, acting for the United States Department of Agriculture (USDA). The information on pounds and the dollar amount of donated food contributions received and disbursed in 2023 and 2022 can be found in Note 6.
- 3) The Commodity Supplemental Food Program (CSFP) is a federal USDA food and nutrition program serving nutritionally at-risk, income-eligible participants. It is administered in Ohio by the Department of Job and Family Services and program services are provided locally by designated food banks. The targeted participant population in Ohio is the elderly, ages 60 and older. The information on pounds and the dollar amount of donated food contributions received and disbursed in 2023 and 2022 can be found in Note 6.
- 4) The Child and Adult Care Food Program (CACFP) provides payments for eligible meals served to participants who meet age and income requirements. Mid-Ohio Foodbank serves meals to eligible children through the Mid-Ohio Foodbank Kids' Cafe Program.
- 5) The Summer Food Service Program (SFSP) provides payments for eligible meals served to participants who meet age and income requirements. Mid-Ohio Foodbank serves meals to eligible children through the Mid-Ohio Foodbank Kids' Cafe Program.
- 6) The Temporary Assistance to Needy Families (TANF) program provides time-limited assistance to needy families with children. Funding from the Department of Health and Human Services is passed through the Ohio Association of Foodbanks.
- 7) The Social Services Block Grant (SSBG) is a flexible funding source that allows states and territories to tailor social service programming to their population's needs. Funding from the Department of Health and Human Services is passed through the Ohio Association of Foodbanks.
- 8) The Supplemental Nutrition Assistance Program (SNAP) provides federal funding for part of the administrative costs incurred by state and local agencies to operate the SNAP program. Funding is from the United States Department of Agriculture and is passed through the Ohio Association of Foodbanks.
- 9) The Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges (Navigator) program provides funding to assist helping eligible individuals in obtaining insurance through the Marketplace or Medicaid. Funding from the Department of Health and Human Services is passed through the Ohio Association of Foodbanks.
- 10) The Coronavirus State and Local Fiscal Recovery Funds provided funds to construct a 19,000-square-foot addition to our warehouse. Funding from the Department of the Treasury is passed through to the Franklin County Board of Commissioners.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 2 - Summary of Significant Accounting Policies (Continued)**

- 11) The Community Development Block Grants/Entitlement Grants (CDBG) provided funds to construct the Wheatland Farm Market Building and/or site work including utility infrastructure to and from the Market Building, sidewalks leading to and from the Market Building and the Market Building's parking lot.
- 12) The Department of Health and Human Services provided funds for the Connecting Kids to Coverage (CKC). These funds support activities aimed at identifying and enrolling children who are eligible for Medicaid and the Children's Health Insurance Program (CHIP).
- 13) The City of Columbus, Department of Development provided funding for the emergency purchase of shelf stable and fresh food.
- 14) The Franklin County Board of Commissioners authorized a COVID-19 Recovery Grant to fund emergency food needs and support of the local food system infrastructure across the county.

**Tax Exempt Status**

Mid-Ohio Foodbank is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1954. It has been classified as an organization that is not a private foundation under Section 509(a)(1) of the Internal Revenue Code and qualifies as a tax-deductible charitable contribution for individual donors. Mid-Ohio Foodbank's federal exempt organization tax returns are subject to examination by the Internal Revenue Service, generally for three years after they are filed. The Foodbank is also exempt from property tax and state income taxes.

The Organization follows guidance that clarifies the accounting for uncertainty in tax positions taken or expected to be taken in a tax return, including issues relating to financial statement recognition and measurement. This guidance provides that the tax effects from an uncertain tax position can only be recognized in the financial statements if the position is "more-likely-than-not" to be sustained if the position were to be challenged by a taxing authority. The assessment of the tax position is based solely on the technical merits of the position, without regard to the likelihood that the tax position may be challenged. The Organization has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. In addition, the Organization has not recorded a provision for income taxes as it has no material tax liability from unrelated business income activities.

**Cash and Cash Equivalents**

For purposes of the consolidated statements of cash flows, the Organization considers all bank accounts and cash positions of investment accounts to be cash equivalents.

**Fair Value of Financial Instruments**

The Accounting Standards Codification ("ASC") No. 820 formerly Statement of Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements" defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. SFAS No. 157 established a three-level fair value hierarchy that prioritizes the inputs used to measure fair value. This hierarchy requires entities to maximize the use of observable inputs and minimize the use of unobservable inputs.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 2 - Summary of Significant Accounting Policies (Continued)**

**Fair Value of Financial Instruments (Continued)**

The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices in active markets for identical assets or liabilities.

Level 2 – Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. This includes certain pricing models, discounted cash flow methodologies and similar techniques that use significant unobservable inputs.

As of June 30, 2023, the Organization's investments are all classified under Level 1 (See Note 4).

The Organization's financial instruments consist primarily of cash, pledges receivables, accounts receivable, accounts payable, and accrued expenses. The carrying amount of these assets and liabilities approximates fair value due to their short-term nature.

**Allowance for Doubtful Accounts**

The Organization uses the allowance method to account for uncollected accounts receivable. The allowance is based upon prior experience and management's assessment of the collectability of existing specific accounts. An allowance for doubtful accounts amounting to \$175,000 as of June 30, 2023 was recognized. There was no allowance for doubtful account recognized as of June 30, 2022.

**Inventories**

The Organization values its inventory at the lower of cost or net realizable value in accordance with Generally Accepted Accounting Principles (GAAP).

**Property and Equipment**

The organization capitalized the cost of all expenditures with a useful life of greater than one year for purchased property and equipment and the estimated fair value of all significant donated property and equipment over \$5,000 up until May, 2023. At this time the organization changed the capitalization policy amount to \$10,000. This change had no material impact on the current year financial statements. Depreciation is provided over the estimated useful lives of the assets or the life of the lease; whichever is shorter, for leasehold improvements, using the straight-line method.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 2 - Summary of Significant Accounting Policies (Continued)**

**Current Liabilities**

Current liabilities include obligations that are expected to be settled within one year from the reporting date. These comprise accounts payable, accrued salaries and other payables maturing within the next twelve months.

**Public Support and Revenue Recognition**

**Contributions**

Mid-Ohio Foodbank recognizes unconditional contributions when cash, securities, or other assets; or a promise (pledge) to give are received. Unconditional promises to give that are expected to be collected in more than 12 months are recorded at the present value of their estimated future cash flows if deemed material to the consolidated financial statements. Conditional promises to give that is, those with a measurable performance or other barrier and right of return, are not recognized until the conditions on which they depend have been met.

Contributions received are recorded as with or without donor restriction, depending on the existence and nature of any donor restrictions. When the applicable restriction is satisfied or time passes, whichever the case may be, the net assets with donor restriction are reclassified as net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. If the restriction is satisfied in the period of contribution, the contribution is recorded as revenue without donor restriction.

Revenue from cost reimbursement-based government contracts is recognized when reimbursable costs are incurred under the terms of the contracts. Funds are received in either predetermined installments or increments based on estimated or actual expenditures for the period. Accordingly, income under these awards is recognized in amounts equal to the lesser of actual expenditures incurred or the awarded contract amount. Contract payments received in advance of the qualified cost are accounted for as deferred revenue.

**Revenue from Contracts with Customer**

In May 2014, the FASB issued Accounting Standards Update (“ASU”) 2014-09, Revenue from Contracts with Customer (Topic 606). Under this standard, a company recognizes revenue when it transfers promised goods or services to customers in an amount that reflects the consideration to which the company expects to be entitled in exchange for those goods or services. The standard implements a five-step process for customer contract revenue recognition that focuses on transfer of control. The standard is effective for annual reporting periods beginning after December 15, 2019. Entities can transition to the standard either retrospectively or as a cumulative-effect adjustment as of the date of adoption.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 2 - Summary of Significant Accounting Policies (Continued)</b>
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**Public Support and Revenue Recognition (Continuation)**

*Revenue from Contracts with Customer (Continuation)*

As of June 30, 2023, the Organization adopted ASC 606 using the full retrospective method. As a result, the Organization evaluated the impact of the new revenue recognition model on their operations to determine if changes were required to comply with these requirements. The conclusion is that there is no change to the amount and timing of revenue recognition. The majority of the Organization's revenues are from grants and contributions, which the FASB has scoped out of ASC 606. Due to the nature of these revenue streams, they are considered non-reciprocal transactions and there is no customer.

**Shared Maintenance Fees**

To cover distribution costs, the organization assesses member agencies a \$0.08 per pound charge on certain food distributed to them, although fresh food is available at no charge to agencies. USDA TEFAP food is distributed at \$0.08 per pound, while food procured through food drives is distributed free of charge. These fees are recognized as revenues as the related food distribution services are provided to member agencies. The organization also charges \$.03 per pound for freight charges on all non-produce products we deliver to partner agencies.

Shared Maintenance Fees were waived for the fiscal years 2023 and 2022.

**Donated Services**

The Organization has many volunteers who donate their time to the organization's activities. It is the policy of the Organization not to record the value of these donated services since they do not meet the criteria of generally accepted accounting principles (GAAP) which state, "Contributions of services shall be recognized if the services received 1) create or enhance nonfinancial assets, or 2) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation."

**Compensated Absences**

Employees of the Organization are entitled to paid vacation depending on their length of service. Vacation is earned and accrued on a bi-weekly basis; hours accrued beyond 20 days (160 hours) are forfeited. Employees may be paid up to five (5) days (40 hours) for any unused accrued vacation days within any fiscal year. No vested rights or interests are accrued for sick days.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 2 - Summary of Significant Accounting Policies (Continued)**

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, labor costs are based on salaries and wages paid and allocated based on the nature of the service or activity performed. Building costs are allocated based on square footage and the remaining costs are allocated according to asset usage.

<b>Expense Classification</b>	<b>Allocation Base</b>
Personnel	Actual Time Allocations
Occupancy	Square footage, usage
Depreciation	Asset use, square footage

**Use of Estimates**

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

**New Accounting Pronouncements**

In 2016, the FASB issued ASU No. 2016-02, Leases (Topic 842), which is intended to improve financial reporting on leasing transactions. ASU No. 2016-02 will require lessees to recognize right of use assets and lease obligations for operating and finance leases under terms greater than 12 months. ASU No. 2016-02 is effective for fiscal years beginning after December 15, 2021, with early adoption permitted. ASU No. 2016-02 must be applied modified retrospectively. Lessor accounting remains largely unchanged from ASC 840 to 842, and there are no significant modifications to the requirements for balance sheet recognition within the lessor's financial records.

The Organization has elected to apply practical expedients provided in Accounting Standards Codification (ASC) 842 for leases that are considered immaterial in the context of the financial statements and short-term leases. Immaterial leases are those leases for which the recognition of lease receivables, right-of-use (ROU) assets and lease liabilities would not have a material impact on the financial statements. The Organization has elected not to recognize immaterial lease receivables, ROU assets and lease liabilities on the statement of financial position. Instead, expense and revenue related to immaterial leases are recognized as lease expense and lease income, respectively, on a straight-line basis over the lease term. Additional information regarding the aggregate amount of lease receivables, ROU assets and lease liabilities considered immaterial can be found in Note 13. A short-term lease is a lease that, at the commencement date, has a lease term of 12 months or less and does not include an option to purchase the underlying asset that the lessee is reasonably certain to exercise. Lease payments are recognized on a straight-line basis over the lease term. The Organization currently has no short-term lease agreements.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 2 - Summary of Significant Accounting Policies (Continued)</b>
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**New Accounting Pronouncements (Continued)**

In September 2020, FASB issued ASU No. 2020-07, Not-for-Profit Entities (Topic 958), Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. This ASU addresses the presentation and disclosure of contributed nonfinancial assets and will require contributed nonfinancial assets to be presented as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. The ASU also requires certain specific disclosures related to these nonfinancial assets, including a description of any donor-imposed restrictions associated with the contributed nonfinancial asset, if the asset was monetized or utilized during the period and the valuation technique used to arrive at the fair value of the asset. The Organization has adopted and implemented this standard for the year ending June 30, 2023.

**Subsequent Events**

Generally accepted accounting principles define subsequent events as events or transactions that occur after the statement of financial position date, but before the financial statements are issued or are available to be issued. Management has evaluated subsequent events through January 3, 2024, the date on which the financial statements were available to be issued.

No other events occurred during the subsequent period that should be disclosed.

<b>Note 3 – Cash and Cash Equivalents</b>
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Cash and cash equivalents consisted of money on deposit at five different financial institutions as well as cash that was contained in the Foodbank’s investment account with Huntington. Cash and cash equivalents consisted of the following:

	June 30, 2023	June 30, 2022
Cash - Checking and Money Market Accounts	\$ 3,169,696	\$ 3,248,835
Cash - Investment Portfolio	579,807	1,979,006
Total	\$ 3,749,503	\$ 5,227,841

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 4 - Investments**

The Organization maintains investments in cash, equities, and equity funds. Investments are carried at fair value and realized, and unrealized gains and losses are reflected within investment return in the statement of activities.

All investments are classified as Level 1 (Quoted Prices in Active Markets for Identical Assets/Liabilities) investments.

The investments consisted of the following at June 30, 2023:

Description	2023		
	Fair Value	Cost	Unrealized Gain (Loss)
Equities	\$ 4,854,746	\$ 3,731,566	\$ 1,123,180
Fixed Income	5,616,624	5,811,405	(194,781)
Mutual Funds	11,645,990	12,183,680	(537,690)
<b>Total</b>	<b>\$ 22,117,360</b>	<b>\$ 21,726,651</b>	<b>\$ 390,709</b>

The investments consisted of the following at June 30, 2022:

Description	2022		
	Fair Value	Cost	Unrealized Gain (Loss)
Equities	\$ 4,461,394	\$ 4,021,884	\$ 439,510
Fixed Income	4,048,244	4,191,820	(143,576)
Mutual Funds	22,516,367	24,064,160	(1,547,793)
<b>Total</b>	<b>\$31,026,005</b>	<b>\$ 32,277,864</b>	<b>\$ (1,251,859)</b>

Investment income consisted of the following for the years ended June 30:

	2023	2022
Interest and Dividend Income	\$ 793,339	\$ 465,181
Realized (Loss) Gain on Investments	(758,377)	142,672
Unrealized Gain (Loss) on Investments	1,419,329	(2,801,705)
Brokerage Fees	(72,905)	(78,529)
<b>Net Investment Income (Loss)</b>	<b>\$ 1,381,386</b>	<b>\$ (2,272,381)</b>

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 5 – Pledges Receivable**

Pledges receivable consisted of the following at June 30, 2023:

<b>Description</b>	<b>&lt; 1 Year</b>	<b>1 to 5 Years</b>	<b>&gt; 5 Years</b>	<b>Total</b>
Rooted in You Campaign	\$ 2,701,216	\$ 930,676	\$ -	\$ 3,631,892
Discount of Pledges	-	(145,099)	-	(145,099)
Net Pledge	<u>\$ 2,701,216</u>	<u>\$ 785,577</u>	<u>\$ -</u>	<u>\$ 3,486,793</u>

Pledges receivable consisted of the following at June 30, 2022:

<b>Description</b>	<b>&lt; 1 Year</b>	<b>1 to 5 Years</b>	<b>&gt; 5 Years</b>	<b>Total</b>
Rooted in You Campaign	\$ 4,384,300	\$ 2,863,166	\$ -	\$7,247,466
Discount of Pledges	-	(327,146)	-	(327,146)
Net Pledge	<u>\$ 4,384,300</u>	<u>\$ 2,536,020</u>	<u>\$ -</u>	<u>\$6,920,320</u>

**Note 6 – Inventory**

**Donated Food Contributions**

Food donated to the Organization is capitalized as inventory and recorded as an unrestricted contribution. Upon distribution, the food is recorded as a decrease in net assets without restrictions.

Activities of donated food inventory for June 30, 2023 are summarized as follows:

The estimated value of donated food is \$1.93 per pound for 2023, which was based on the 2022 Feeding America Product Valuation Survey. The fluctuation in the dollar value of inventory received and distributed may not correlate to the fluctuation in pounds; for example, government commodities may be comprised of fewer pounds with higher unit cost.



**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 6 – Inventory (Continued)</b>
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**Donated Food Contributions (Continued)**

The total donated food contributions received in 2023 and 2022, amounting to \$85,157,621 and \$83,015,952, respectively, are recognized as revenue in the statements of activities under Food Contributions account.

The estimated value of donated food is \$1.92 per pound for 2022, which was based on the 2021 Feeding America Product Valuation Survey. The fluctuation in the dollar value of inventory received and distributed may not correlate to the fluctuation in pounds; for example, government commodities may be comprised of fewer pounds with higher unit cost.

**Purchased Food**

In addition to donated food, the Organization also maintains an inventory of purchased food as follows:

	June 30, 2023	
	Pounds	Dollar Value
Beginning Inventory	606,048	\$ 572,944
Purchases	25,426,661	13,314,299
Food Distributed	(25,252,327)	(13,120,674)
Ending Inventory - Purchased	780,382	\$ 766,569
	June 30, 2022	
	Pounds	Dollar Value
Beginning Inventory	1,203,113	\$ 1,184,434
Purchases	18,655,320	8,552,979
Food Distributed	(19,252,385)	(9,164,469)
Ending Inventory - Purchased	606,048	\$ 572,944

As of June 30, the inventory presented in the statements of financial position consisted of the following:

	2023	2022
Donated Food Contributions	\$ 2,591,382	\$ 2,149,072
Purchased Food	766,569	572,944
<b>Ending Inventory</b>	<b>\$ 3,357,951</b>	<b>\$ 2,722,016</b>

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 7 - Assets Held by Others</b>
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Endowment Fund- In December 2004, Mid-Ohio Foodbank established a fund with the Columbus Foundation. All income from this fund is to be reinvested into the fund principal. Mid-Ohio Foodbank is the beneficiary of this fund and may direct Columbus Foundation as to the distribution of the funds. A specified beneficiary recognizes its rights to the assets held by a recipient organization as an asset unless the donor has explicitly granted the recipient organization variance power. At the time of transfer, Mid-Ohio Foodbank granted variance power to the Columbus Foundation to distribute the funds to other recipients. Therefore, generally accepted accounting principles require that assets transferred in which variance power was granted be omitted from the beneficiary's statement of financial position.

However, management believes it is highly unlikely that the Columbus Foundation would ever exercise its variance power and that the funds will be distributed only as directed by Mid-Ohio Foodbank. Therefore, management has chosen to report these funds on its statement of financial position as Assets Held by Others and to include in the statement of activities the earnings and gains (losses) generated by the fund. The funds are reflected in the financial statement at the current fair market value.

The endowment fund is reported as a board designated net asset without donor restrictions. As the fund and earnings continue to grow long-term, they may be utilized for future operating expenses as determined by the board and management.

Catholic Foundation- In March 2016, Mid-Ohio Foodbank transferred \$5,000 of operating funds to establish a donor advised fund with the Catholic Foundation as a new opportunity for engaging existing and prospective donors. The President & CEO and CFO are named as advisors to the fund and can, at their discretion, request that donations be disbursed to the organization.

Long-term investment activity is reflected in the table below:

	June 30, 2023		June 30, 2022	
	Columbus Foundation	Catholic Foundation	Columbus Foundation	Catholic Foundation
Beginning	\$ 451,204	\$ 13,886	\$ 552,680	\$ 13,657
Contributions	-	20	-	220
Investment Return (net)	33,296	276	(101,476)	9
Ending	\$ 484,500	\$ 14,182	\$ 451,204	\$ 13,886

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**Note 8 - Property, Plant and Equipment-net**

Property, plant and equipment consisted of the following:

	<u>June 30, 2023</u>	<u>June 30, 2023</u>
Building	\$ 18,309,129	\$ 18,309,129
Building Improvements	2,055,438	1,987,077
Vehicles	2,915,199	2,704,521
Machinery & Equipment	1,612,055	1,435,357
Office Fixtures and Equipment	1,255,250	1,121,024
Land	2,440,955	1,773,885
Parking Lot	746,885	746,885
Fixed Assets in Progress	10,039,404	1,642,207
Total, Property, Plant & Equipment	<u>39,374,315</u>	<u>29,720,085</u>
Accumulated Depreciation	<u>(11,764,330)</u>	<u>(10,576,711)</u>
Net Property, Plant & Equipment	<u>\$ 27,609,985</u>	<u>\$ 19,143,374</u>

Depreciation expenses for the years ended June 30, 2023 and 2022 was \$1,191,819 and \$1,097,965, respectively.

Certain fully depreciated building improvements with a cost of \$4,200 were removed from the books because they are no longer in use.

**Note 9 – Deferred Revenue**

Deferred revenue primarily includes donations received in advance of being recognized as revenue. These include American Rescue Plan Act (ARPA) funds received from Franklin County for freezer expansion, emergency funds from Franklin County, and Readyskill funds from Humana and IGS. These funds were received in the current year and have not been earned as of June 30, 2023.

**Note 10 - Retirement and Tax-Sheltered Annuity Plan**

The Organization maintains a defined contribution pension plan for all full-time employees who have completed at least one year of service. Contributions of \$838,526 and \$749,821 were made for the years ended June 30, 2023, and 2022, respectively. Pension plan contributions consist of safe harbor and employer match contributions, along with a discretionary amount based upon a percentage of the annual compensation of eligible employees; discretionary contributions are set by the Board of Trustees according to the availability of funds. During the year ended June 30, 2013, the Organization began a Private Section 457(b) deferred compensation plan for executive management. Contributions of \$20,500 and \$26,000 were made for the year ended June 30, 2023, and 2022, respectively. Discretionary contributions are set by the Board of Directors.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

**Note 11 - Contingencies**

Contracts and grants with various Local, State and Federal agencies are subject to audits and final settlements under the terms and conditions contained therein. Until such audits and final settlements have been reached, there exists a contingency to refund any amount received in excess of expended allowable costs.

Management believes that no material liability would result from such audits and final settlements. The Foodbank had complied, in all material respects, with the provisions of each grant and contract, and no provision for possible loss and or assessment had been recorded.

**Note 12 - Concentration of Credit Risk**

The Organization’s funds contained in its cash balance on June 30, 2023, were held in a total of four different financial institutions. Each of these institutions provides insurance coverage up to \$250,000 through the Federal Deposit Insurance Corporation. On June 30, 2023, the cash on deposit at Huntington National Bank (HNB) and JP Morgan Chase exceeded this \$250,000 limit by \$4,239,877 and \$781,709, respectively.

On June 30, 2022, the cash on deposit at Huntington National Bank (HNB) and JP Morgan Chase exceeded this \$250,000 limit by \$2,601,890 and \$385,473, respectively.

**Note 13 - Leases**

As a Lessee

The Organization’s Reeb Avenue Center rents a portion of a building on Reeb Avenue from the City of Columbus, Ohio. On August 15, 2021, Mid-Ohio Foodbank renewed its sublease agreement with the Reeb Avenue Center to operate South Side Roots Café. The lease is for the period September 1, 2021, through August 31, 2024. Rent expense of \$21,867 and \$22,801 are recognized in 2023 and 2022, respectively, and are presented under Occupancy in the Statements of Functional Expenses.

In addition to the Reeb Avenue facility, the organization leases office equipment which is included in the summary below.

Future lease payments are:

FY 2024	\$ 28,047
FY 2025	11,193
FY 2026	20,599
Future Lease Payments	<u>\$ 59,839</u>

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 13 – Leases (Continued)</b>
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The lease agreement has no provisions, terms, or conditions related to options for extending or terminating the lease. Additionally, it does not involve variable lease payments.

The Organization's management assesses the right-of-use (ROU) liabilities resulting from these agreements as immaterial, and therefore, they are not recognized in the statement of financial position.

*As a Lessor*

Operating Lease

The Organization acts as a lessor for certain assets under operating lease. The following is a summary of the operating lease assets and related income recognized in the statement of activities for year ended June 30, 2023.

In March of 2023, Kroger Co. sold their vacant retail complex at 4485 Refugee Road to the Organization. As part of this agreement the organization assumed the role of lessor for two existing tenants. This resulted in the organization receiving rental income, which is recognized in the statement of activities. The amount of rental income for the year ended June 30, 2023 was \$42,598.

The two tenants occupy approximately 19% of the total leasable space. Currently the former Kroger store on this property is vacant.

The carrying amount of the lease assets associated with the tenants' operating leases is \$96,444 and is included in the Building Improvements and Land accounts listed in Note 8.

Lease Income

Lease income from operating leases is recognized on a straight-line basis over the lease term. The following is a summary of future minimum lease payments to be received under non-cancelable operating leases as of June 30, 2023:

FY 2024	\$ 95,704
FY 2025	67,064
FY 2026	100,596
Future Lease Payments	\$ 263,364

The Organization has elected to apply the practical expedient to not separate non-lease components from lease components in its operating lease arrangements.

The Organization has not recognized any variable lease income or sublease income for operating leases as of June 30, 2023.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**Note 14 – Net Assets With Donor Restrictions**

Net assets with donor restrictions are available for the following purposes:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Rooted in You Campaign	\$ 13,655,265	\$ 23,174,708
CDBG Billing	1,643,476	-
Humana	528,608	1,089,295
OAS	415,413	224,059
TEFAP	285,191	-
CSFP	154,221	-
Elevance Food as Medicine	150,000	-
Reinberger Foundation	120,000	160,000
SNAP	56,237	22,160
Kids' Meals CACFP/SFSP	6,230	20,539
NRCS	-	226,930
Others with Donor Restrictions	343,950	276,863
	<u>\$ 17,358,591</u>	<u>\$ 25,194,554</u>

**Note 15 – Net Assets Released from Restrictions**

Net assets that were released from restrictions are the following:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Campaign	\$ 9,571,336	\$ 3,618,267
Humana	560,686	78,204
Government - CFDA - Restricted	471,528	173,967
Grant or Donor Restricted	257,307	-
Costco	25,175	22,340
SNAP Support - Restricted	22,160	14,866
Discounts - Pledges	(182,046)	(198,590)
TEFAP - Restricted	-	252,918
CSFP - Restricted	-	48,922
Government Restricted - non CFDA	-	10,941
Government Restricted - non CFDA - Farm	-	50,000
CAFCP - Restricted	-	38,373
FA-Walmart	-	2,615
Total Assets Released from Restrictions	<u>\$ 10,726,146</u>	<u>\$ 4,112,823</u>

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
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**Note 16 – Related Party Transactions**

In 2023, the Organization hired ZoCo Design to provide design services. ZoCo Design is a related party since its CEO, Lacey Picazo, is a member of the Organization’s Board of Trustees. The total amount paid by the Organization to ZoCo Design for the provided design services amounted to \$97,500 in 2023. The related party transactions involving this board member and her company were disclosed to the board and management, in accordance with policy.

There were no transactions entered into with any related party in 2022.

**Note 17 – Liquidity**

The Organization’s financial assets available within one year of the balance sheet date for general expenditure are as follows.

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Cash and Cash Equivalents	\$ 3,749,503	\$ 5,227,841
Investments	22,117,360	31,026,005
Accounts Receivable	374,242	416,635
Accounts Receivable-Government	2,863,506	800,753
Less: Restricted Cash	(14,495,085)	(24,493,800)
Less: Capital Reserve	(3,620,136)	(2,308,308)
Less: Accounts Payable	(710,322)	(996,972)
Less: Accounts Payable-Pension	(196,065)	(202,483)
Less: Accrued Salaries and Other Payroll Liabilities	(884,468)	(764,103)
Less: Deferred Revenue	(4,008,781)	(3,450,000)
Less: Other Liabilities	(571,555)	(597,528)
Total	<u>\$ 4,618,199</u>	<u>\$ 4,658,040</u>

Liquidity is calculated by subtracting from financial assets any restricted revenues remaining to be expended, Capital Fund, and all financial liabilities. Fiscal year 2022 amounts have been revised from the prior year presentation to be consistent with the fiscal year 2023 values.

This liquidity can be achieved by utilizing the \$11,669,691 balance of the Operating Reserve. The Organization holds at least 25% of annual operating expenses in reserve as part of its liquidity management. This reserve is held in various investments that can be liquidated in the event of an unanticipated need, subject to approval and review by the Board of Directors.

**MID-OHIO FOODBANK**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

<b>Note 17 – Rooted in You: The Campaign to Re-Imagine Ending Hunger</b>
--

The Organization launched the Rooted in You campaign in fiscal year 2020. Through the end of fiscal year 2023 we have recognized \$36.7 million and expect to end at just under \$44 million when all performance requirements have been met As of June 30, 2023, \$22.7M of funds received have been assigned.

The campaign goals are to invest in the following initiative that will better meet the needs of customers:

1. Mid-Ohio Markets
2. Mid-Ohio Farm on the Hilltop
3. Data and insights platform
4. Mid-Ohio Facility
5. Freezer expansion project
6. Operating funds to support the above initiatives

**MID-OHIO FOODBANK**  
**UNIFORM GUIDANCE**  
**SUPPLEMENTAL FINANCIAL REPORT**  
**For the Year Ended June 30, 2023**

# MID-OHIO FOODBANK

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**CONSOLIDATED FINANCIALS OF MID-OHIO FOODBANK**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Number	Assistance Listing Number	Expenditures
<b>Food Distribution Programs</b>			
<b>United States Department of Agriculture Pass-Through Programs</b>			
<b>Passed through Ohio Department of Jobs &amp; Family Services</b>			
Commodity Supplemental Food Program (Administrative Costs)	G-2223-17-0729	10.565	\$ 167,429
	G-2223-17-1219	10.565	381,704
Commodity Supplemental Food Program (Food Commodities) (Note B)	G-2223-17-0729	10.565	476,512
	G-2223-17-1219	10.565	1,442,715
Total Commodity Supplemental Food Program			<u>2,468,360</u>
Emergency Food Assistance Program (Administrative Costs)	G-2223-17-0742	10.568	586,023
	G-2223-17-1231	10.568	670,593
Emergency Food Assistance Program (Food Commodities) (Note B)	G-2223-17-0742	10.569	1,896,581
	G-2223-17-1231	10.569	4,681,393
Emergency Food Assistance Program (Commodity Credit Corporation) (Administrative Costs)	G-2223-17-1314	10.187	79,172
Emergency Food Assistance Program (Commodity Credit Corporation) (Note B)	G-2223-17-1314	10.187	1,615,920
Emergency Food Assistance Program (Disaster Assistance Food Commodities) (Note B)	G - 2223 - 17 - 0742	10.569	24,126
Emergency Food Assistance Program (Build Back Better Food Commodities) (Note B)	G - 2223 - 17 - 0742	10.569	1,010,412
Total Emergency Food Assistance Program			<u>10,564,220</u>
Total Passed through Ohio Department of Jobs & Family Services			<u>13,032,580</u>
<b>Passed through Ohio Department of Education - Office for Child Nutrition</b>			
Summer Food Service Program for Children		10.559	<u>68,141</u>
Total Summer Food Service Program for Children			<u>68,141</u>
Child and Adult Care Food Program		10.558	<u>71,686</u>
Total Child and Adult Care Food Program			<u>71,686</u>
Total Passed through Ohio Department of Education - Office for Child Nutrition			<u>139,827</u>
Total United States Department of Agriculture			<u>13,172,407</u>
<b>Total Food Distribution Programs</b>			<u>13,172,407</u>
<b>Other Programs</b>			
<b>United States Department of Agriculture Pass-Through Programs</b>			
<b>Passed through Ohio Association of Foodbanks</b>			
Supplemental Nutrition Assistance Program, Process and Technology Improvement Grants	SNAPFY23Q1MOFB	10.561	80,277
Supplemental Nutrition Assistance Program, Process and Technology Improvement Grants	SNAPFY23MOFC	10.561	244,380
Total Supplemental Nutrition Assistance Program, Process and Technology Improvement Grants			<u>324,657</u>
Local Food Purchase Assistance Cooperative Agreement Grant (Administrative Costs)	G-2223-17-1063	10.182	58,264
Local Food Purchase Assistance Cooperative Agreement Grant (Food Commodities)	G-2223-17-1063	10.182	277,250
Total Local Food Purchase Assistance Cooperative Agreement			<u>335,514</u>
Total Passed through Ohio Association of Foodbanks			<u>660,171</u>
Total United States Department of Agriculture			<u>660,171</u>
<b>Department of Health and Human Services Pass-Through Programs</b>			
<b>Passed through The Ohio State University</b>			
Diabetes, Digestive, and Kidney Diseases Extramural Research	R01DK132403	93.847	8,400
Total Diabetes, Digestive, and Kidney Diseases Extramural Research			<u>8,400</u>
Total Passed through The Ohio State University			<u>8,400</u>
<b>Passed through Ohio Community Action Training Organization</b>			
Community Services Block Grant (Food Purchase)		93.569	<u>100,000</u>
Total Community Services Block Grant			<u>100,000</u>
Total Passed through Ohio Community Action Training Organization			<u>100,000</u>
<b>Passed through Franklin County Job &amp; Family Services</b>			
Temporary Assistance to Needy Families (Food Purchase & Distribution Costs)	25-23-5713	93.667	89,450
Total Temporary Assistance for Needy Families			<u>89,450</u>
Total Passed through Franklin County Job & Family Services			<u>89,450</u>
<b>Passed through Ohio Association of Foodbanks</b>			
Social Services Block Grant (Food Commodities)	G-2223-17-0382	93.667	408,468
Total Social Services Block Grant			<u>408,468</u>
Temporary Assistance to Needy Families (Administrative Costs)	G-2223-17-0382	93.558	632,305
Temporary Assistance to Needy Families (Food Commodities)	G-2223-17-0382	93.558	3,825,391
Total Temporary Assistance to Needy Families			<u>4,457,696</u>
Children's Health Insurance Program	2Y2CMS331852-01-00	93.767	65,085
Total Children's Health Insurance Grants			<u>65,085</u>
Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges	NAVCA210422-01-00	93.332	37,130
Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges	NAVCA210422-02-00	93.332	131,810
Total Navigator Grants			<u>168,940</u>
Total Passed through Ohio Association of Foodbanks			<u>5,100,189</u>
Total Department of Health and Human Services			<u>5,298,039</u>
<b>Department of the Treasury Pass-Through Programs</b>			
<b>Passed through Franklin County Board of Commissioners</b>			
Coronavirus State and Local Fiscal Recovery Funds	0572-21	21.027	400,697
Total Coronavirus State and Local Fiscal Recovery Funds			<u>400,697</u>
Total Passed through Franklin County Board of Commissioners			<u>400,697</u>
<b>Passed through Ohio Association of Foodbanks</b>			
Coronavirus State and Local Fiscal Recovery Funds (Food Commodities)	G-2223-17-1173	21.027	3,577,375
Total Coronavirus State and Local Fiscal Recovery Funds			<u>3,577,375</u>
Total Passed through Ohio Association of Foodbanks			<u>3,577,375</u>
Total Department of Treasury			<u>3,978,072</u>
<b>Department of Housing and Urban Development Pass-Through Programs</b>			
<b>Passed through City of Columbus Department of Neighborhoods</b>			
Community Development Block Grants/Entitlement Grants	2021 CDBG	14.218	4,500,000
Total Community Development Block Grants/Entitlement Grants			<u>4,500,000</u>
Total Passed through City of Columbus Department of Neighborhoods			<u>4,500,000</u>
Total Department of Housing and Urban Development			<u>4,500,000</u>
<b>Federal Emergency Management Agency Pass-Through Programs</b>			
<b>Passed through United Way of Franklin County</b>			
Emergency Food and Shelter National Board Program (Phase 39)	39-6672-00 LRO 002	97.024	51,441
Emergency Food and Shelter National Board Program (ARPAR)	ARPAR-6672-00 LRO 002	97.024	146,707
Total Emergency Food and Shelter National Board Program			<u>198,148</u>
Total Passed-through United Way of Franklin County			<u>198,148</u>
Total Federal Emergency Management Agency			<u>198,148</u>
<b>Total Other Programs</b>			<u>14,634,430</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 27,806,837</u>

**MID-OHIO FOODBANK  
NOTES TO THE CONSOLIDATED SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2023**

**NOTE A – BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of Mid-Ohio Foodbank under programs of the federal government for the year ended June 30, 2023. The information in this 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* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization.

**NOTE B – 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

**NOTE C – FOOD DONATION PROGRAM**

The Organization reports commodities consumed on the Schedule at the entitlement value. At June 30, 2023, the organization had food commodities totaling \$1,156,084 in ending inventory, comprised of CFDA 10.565 - \$660,773 and CFDA 10.569 - \$495,311 therefore are excluded from this schedule.

**NOTE D – SUBRECIPIENTS**

The Organization passes certain federal awards (commodities) received to other not-for-profit agencies (subrecipients). As a subrecipient, the Organization has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these sub-awards/commodities as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award’s performance goals.

These distributions were included in the schedule of federal expenditures of federal awards under CFDA Numbers 93.558, 93.667, 10.182, and 21.027. The distribution of commodities to subrecipients is reflected below:

Subrecipients > \$200k	Assistance Listing Number 93.558	Assistance Listing Number 93.667	Assistance Listing Number 10.182	Assistance Listing Number 21.027	Total
Total	\$3,438,925	\$367,202	\$249,240	\$2,672,290	\$6,727,657

**MID-OHIO FOODBANK**  
**NOTES TO THE CONSOLIDATED SCHEDULE OF**  
**EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

<b>NOTE E – INDIRECT COST RATE ELECTION</b>
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The Organization has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.



**INDEPENDENT AUDITOR'S 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***

To the Board of Directors  
Mid-Ohio Foodbank  
Grove City, Ohio

We have audited, in accordance with the 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 Mid-Ohio Foodbank (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 3, 2024.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Mid-Ohio Foodbank'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 Mid-Ohio Foodbank's internal control. Accordingly, we do not express an opinion on the effectiveness of Mid-Ohio Foodbank'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 entity'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 or significant deficiencies may exist that were not identified.





**INDEPENDENT AUDITOR'S 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***  
(Continued)

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Mid-Ohio Foodbank'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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*HWA Alliance of CPA Firms, Inc*

Westerville, Ohio  
January 3, 2024





**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors of  
Mid-Ohio Foodbank  
Grove City, Ohio

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Mid-Ohio Foodbank’s 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 each of Mid-Ohio Foodbank’s major federal programs for the year ended June 30, 2023. Mid-Ohio Foodbank’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mid-Ohio Foodbank complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***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 Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Mid-Ohio Foodbank 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 Mid-Ohio Foodbank’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 Mid-Ohio Foodbank’s federal programs.



**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE- (continued)**

***Auditor’s 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 Mid-Ohio Foodbank’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 Mid-Ohio Foodbank’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 Mid-Ohio Foodbank’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 Mid-Ohio Foodbank’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 Mid-Ohio Foodbank’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.



**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE- (continued)**

**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 Auditor’s 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.





**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE- (continued)**

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of Mid-Ohio Foodbank as of and for the year ended June 30, 2023, and have issued our report thereon dated January 3, 2024, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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.

*HWA Alliance of CPA Firms, Inc*

Westerville, Ohio  
January 3, 2024



**MID-OHIO FOODBANK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2023**

<b>Section I — Summary of Auditors' Results</b>
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***Financial Statements***

Type of auditor's report issued: **Unmodified**

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ yes   X   no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes   X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes   X   no

***Federal Awards***

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ yes   X   no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes   X   none reported

Type of auditor's report issued on compliance for major programs: **Unmodified**

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance [2 CFR 200.516(a)]? \_\_\_\_\_ yes   X   no

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grants/Entitlement Grants
21.027	Coronavirus State and Local Fiscal Recovery Funds
Dollar threshold used to distinguish between type A and type B programs:	\$ 834,205
Auditee qualified as low-risk auditee?	<span style="float: right;"><u>  X  </u> yes <span style="margin-left: 100px;">_____ no</span></span>

**MID-OHIO FOODBANK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2023**

<b>Section II — Financial Statement Findings</b>
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None

<b>Section III — Federal Award Findings and Questioned Costs</b>
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None