



f/k/a GEORGIA FOOD BANK ASSOCIATION, INC.

AUDITED FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
DECEMBER 31, 2023 AND 2022**

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
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DECEMBER 31, 2023 AND 2022**

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Jones and Kolb
Certified Public Accountants
Atlanta, Georgia

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Feeding Georgia, Inc. f/k/a
Georgia Food Bank Association, Inc.
Atlanta, Georgia

Opinion

We have audited the accompanying financial statements of Feeding Georgia, Inc. f/k/a Georgia Food Bank Association, Inc. (the "Organization") (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities and net assets, 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 the Organization as of December 31, 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 audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Jones and Kolb

April 23, 2024

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2023 AND 2022**

	<u>ASSETS</u>		<u>2023</u>		<u>2022</u>
ASSETS					
Cash		\$	559,008	\$	462,763
Receivables					
Member support receivable			4,500		6,250
Grants receivable and other			195,000		2,044,519
Prepaid expenses			26,330		7,929
			<u>784,838</u>		<u>2,521,461</u>
Total assets		\$	<u>784,838</u>	\$	<u>2,521,461</u>
<u>LIABILITIES AND NET ASSETS</u>					
LIABILITIES					
Accounts payable		\$	3,352	\$	3,748
Grants payable			179,398		1,969,718
Deferred revenue			43,985		31,576
			<u>226,735</u>		<u>2,005,042</u>
Total liabilities			<u>226,735</u>		<u>2,005,042</u>
NET ASSETS					
Without donor restrictions			305,223		319,993
With donor restrictions			252,880		196,426
			<u>558,103</u>		<u>516,419</u>
Total net assets			<u>558,103</u>		<u>516,419</u>
		\$	<u>784,838</u>	\$	<u>2,521,461</u>
Total liabilities and net assets			<u>784,838</u>		<u>2,521,461</u>

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

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.**
STATEMENT OF ACTIVITIES AND NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2023

	2023			2022		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUES AND SUPPORT						
Member support	\$ 175,000	\$ -	\$ 175,000	\$ 175,000	\$ -	\$ 175,000
Contributions	271,557	130,468	402,025	300,678	314,250	614,928
Private and government grants	25,446	545,000	570,446	65,754	4,980,750	5,046,504
Total revenues and support	<u>472,003</u>	<u>675,468</u>	<u>1,147,471</u>	<u>541,432</u>	<u>5,295,000</u>	<u>5,836,432</u>
NET ASSETS RELEASED FROM RESTRICTIONS	<u>619,014</u>	<u>(619,014)</u>	<u>-</u>	<u>5,123,077</u>	<u>(5,123,077)</u>	<u>-</u>
EXPENSES						
Program services						
Food procurement	152,729	-	152,729	163,936	-	163,936
Capacity building	506,272	-	506,272	4,986,636	-	4,986,636
Childhood hunger	42,644	-	42,644	229,500	-	229,500
Advocacy/awareness and education	237,161	-	237,161	236,472	-	236,472
Supporting services						
Management and general	85,238	-	85,238	56,905	-	56,905
Fundraising	81,743	-	81,743	14,775	-	14,775
Total expenses	<u>1,105,787</u>	<u>-</u>	<u>1,105,787</u>	<u>5,688,224</u>	<u>-</u>	<u>5,688,224</u>
CHANGE IN NET ASSETS	<u>(14,770)</u>	<u>56,454</u>	<u>41,684</u>	<u>(23,715)</u>	<u>171,923</u>	<u>148,208</u>
NET ASSETS						
Beginning of year	319,993	196,426	516,419	343,708	24,503	368,211
End of year	<u>\$ 305,223</u>	<u>\$ 252,880</u>	<u>\$ 558,103</u>	<u>\$ 319,993</u>	<u>\$ 196,426</u>	<u>\$ 516,419</u>

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

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023**

Program Services

	Food Procurement	Capacity Building	Childhood Hunger	Advocacy/ Awareness and Education	Total	Management and General	Fundraising	Total
Grants to member food banks	\$ 25,000	\$ 440,073	\$ -	\$ 628	\$ 465,701	\$ -	\$ -	\$ 465,701
Salaries and benefits	58,166	46,948	26,653	107,639	239,406	27,057	13,480	279,943
Professional fees	63,539	14,194	12,453	80,680	170,866	46,871	14,460	232,197
Supplies	5,979	150	3,087	13,209	22,425	5,148	5,507	33,080
Meetings and conferences	-	2,068	-	18,307	20,375	405	47,774	68,554
Travel	-	976	151	9,111	10,238	8	58	10,304
Other expenses	-	-	300	5,490	5,790	2,986	375	9,151
Occupancy and communication	-	1,825	-	1,607	3,432	1,654	89	5,175
Insurance	-	-	-	-	-	1,109	-	1,109
Printing and postage	45	38	-	490	573	-	-	573
Total	\$ 152,729	\$ 506,272	\$ 42,644	\$ 237,161	\$ 938,806	\$ 85,238	\$ 81,743	\$ 1,105,787

The accompanying notes to financial statements
are an integral part of this statement.

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022**

Program Services

	Food Procurement	Capacity Building	Childhood Hunger	Advocacy/ Awareness and Education	Total	Management and General	Fundraising	Total
Grants to member food banks	\$ 15,000	\$ 4,880,684	\$ 145,500	\$ -	\$ 5,041,184	\$ -	\$ -	\$ 5,041,184
Salaries and benefits	115,593	59,617	71,403	121,577	368,190	16,932	13,160	398,282
Professional fees	22,383	40,596	900	76,771	140,650	20,362	1,536	162,548
Supplies	6,976	-	3,084	16,115	26,175	9,207	-	35,382
Meetings and conferences	3,302	3,399	4,200	12,860	23,761	848	-	24,609
Travel	547	1,841	2,640	6,029	11,057	8	52	11,117
Other expenses	-	385	1,510	2,932	4,827	1,269	-	6,096
Occupancy and communication	135	-	263	188	586	5,356	-	5,942
Insurance	-	-	-	-	-	2,824	-	2,824
Printing and postage	-	114	-	-	114	99	27	240
Total	\$ 163,936	\$ 4,986,636	\$ 229,500	\$ 236,472	\$ 5,616,544	\$ 56,905	\$ 14,775	\$ 5,688,224

The accompanying notes to financial statements
are an integral part of this statement.

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Contributions and grants received	\$ 2,815,998	\$ 3,701,735
Member support received	176,750	168,750
Salaries and benefits	(279,943)	(398,282)
Grants to member food banks	(2,256,021)	(3,395,841)
Professional fees	(232,197)	(162,548)
Other operating expenses	<u>(128,342)</u>	<u>(86,070)</u>
Net cash provided (used in) by operating activities	<u>96,245</u>	<u>(172,256)</u>
NET INCREASE (DECREASE) IN CASH	96,245	(172,256)
CASH, beginning of year	<u>462,763</u>	<u>635,019</u>
CASH, end of year	<u><u>\$ 559,008</u></u>	<u><u>\$ 462,763</u></u>

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

**FEEDING GEORGIA, INC. f/k/a GEORGIA
FOOD BANK ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Created in 1985, Feeding Georgia, Inc. f/k/a Georgia Food Bank Association, Inc. (the "Organization") is a membership Organization formed to serve the Feeding America food banks in Georgia. Today there are seven active food bank members of the Organization who collectively distribute more than 170 million pounds of food annually to more than 2,000 partner nonprofits in 133 counties in Georgia.

The Organization was created in a statewide effort to support the food security of low-income and needy individuals, families, and households, through their efforts and in support of their member food banks. Its role is to coordinate and maximize the efforts of member food banks in the state, enabling them to better provide a healthy and adequate food supply for people in need by:

- Identifying and facilitating the sharing of best practices.
- Advocating on behalf of the member food banks and increasing public awareness of hunger issues and the role of food banks in combating hunger.
- Seeking sources of funding, food and other resources to meet the needs of the hungry through the Organization and its member food banks.
- Building alliances and other relationships that advance the mission of the Organization and its members.

The food banks are members of Feeding America, the national network of more than 200 food banks. The Organization supports Feeding America initiatives through statewide coordination among the member food banks.

B. The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

C. The Organization classifies net assets and revenues, expenses, gains and losses based on the existence or absence of donor-imposed restrictions. The Organization records contributions of cash and other assets as net assets without donor restrictions unless specifically restricted by the donor. All other restricted contributions are recorded as an increase in net assets with donor restrictions. When restrictions expire (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 Statements of Activities and Net Assets as "net assets released from restrictions." Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations and are, therefore, available for the general operation of the Organization.

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Net assets with donor restrictions - Net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature; for example, restrictions that may or will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature; for example, stipulating that those resources be maintained in perpetuity. The donors of these assets generally permit the Organization to use all of the income earned on related investments for general or specific purposes. More specifically, items included in net assets with donor restrictions are contributions for which restrictions have not been met.

D. Contributions are recognized as revenue when the donor makes a promise to give to the Organization that is, in substance, unconditional. Unconditional pledges that are expected to be collected within one year are recorded at net realizable value. Unconditional pledges that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts, if any, is included in contributions and grants in the accompanying Statements of Activities and Net Assets. An allowance is made for uncollectible promises to give based upon management's judgment and analysis of the creditworthiness of the donors, past collection experience and other relevant factors.

Member support is billed annually at the beginning of the year. Member support is recognized as contribution revenue in the related membership year as members do not receive benefits in exchange for the support.

The Organization records non-cash contributions at their estimated fair market value at the date of the contribution. Contributed services are recognized if the services received (a) create or enhance nonfinancial assets and (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Many individuals volunteer time and perform a variety of tasks that assist the Organization with various administrative and program tasks. The value of this contributed time has not been reflected in these financial statements because it does not meet the criteria for recognition.

The Organization records private and government grants over the period of the award and the provisions of the grant determine the timing of revenue recognition. Government grants received by the Organization in the form of cost-reimbursable grants are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Private grants are unconditional

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contributions which may be restricted for a specific purpose. Amounts that have been earned but not received are included in grants receivable on the Statements of Financial Position.

As of December 31, 2023 and 2022, management believes all receivables are fully collectible. Therefore, no allowance for doubtful accounts is recorded in the accompanying financial statements.

The Organization recognizes revenues from fundraising events in the period the event occurs. Amounts received prior to the event are reported as deferred revenue on the Statements of Financial Position.

E. At times, the Organization's cash balances may be in excess of federally insured limits. However, given the strength of the financial institution, management believes such excess deposits do not create significant loss exposure.

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

G. Grants authorized and agency funds received but unpaid at year-end are reported as grants payable on the accompanying Statements of Financial Position and include grants to member food banks.

H. Deferred revenue represents ticket sales, contributions and sponsorships for the Wild Hog Supper, an annual fundraising event, held in the subsequent year.

I. The accompanying financial statements report certain categories of expenses that are attributable to one or more functions of the Organization, which are defined as program services, management and general, and fundraising. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Salaries and benefits are allocated on the basis of estimates of time and effort. The remainder of the expenses are primarily allocated through a specific identification to the functional expense category due to the nature of the expense.

J. The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization is classified as a Type 1 supporting organization, as described in Section 509(a)(3), and supports seven Georgia food banks. A representative of each member food bank comprises the Organization's Board of Directors. The Internal Revenue Service has classified the Organization as a publicly supported charitable organization as described in Section 509(a) of the Internal Revenue Code, which allows donors to take the maximum charitable contribution deduction.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

K. Subsequent events have been evaluated by management through April 23, 2024, the date these financial statements were available to be issued.

2. LIQUIDITY

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2023 and 2022, comprise the following:

	2023	2022
Cash	\$ 306,128	\$ 266,337
Receivables	199,500	2,050,769
 Total financial assets available for general expenditure	 \$ 505,628	 \$ 2,317,106

At December 31, 2023 and 2022, respectively, the Organization has \$252,880 and \$196,426 of cash available for donor restricted purposes.

3. RESTRICTIONS ON NET ASSETS

Net assets with restrictions at December 31, 2023 are summarized as follows:

Restriction	December 31, 2022	Contributions	Releases	December 31, 2023
Subject to donor restrictions for specified purpose				
Capacity building	\$ 196,426	\$ 300,000	\$ (441,925)	\$ 54,501
Childhood hunger	-	63,199	(38,199)	25,000
Military hunger	-	67,269	(53,890)	13,379
Education/awareness	-	245,000	(85,000)	160,000
 Total	 \$ 196,426	 \$ 675,468	 \$ (619,014)	 \$ 252,880

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FOOD BANK ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

Net assets with restrictions at December 31, 2022 are summarized as follows:

Restriction	December 31, 2021	Contributions	Releases	December 31, 2022
Subject to donor restrictions for specified purpose				
Capacity building	\$ 24,503	\$ 5,295,000	\$ (5,123,077)	\$ 196,426
Total	<u>\$ 24,503</u>	<u>\$ 5,295,000</u>	<u>\$ (5,123,077)</u>	<u>\$ 196,426</u>

4. CONCENTRATIONS

During the years ended December 31, 2023 and 2022, approximately 47% and 89% of revenues and support were from two donors and one donor, respectively.

At December 31, 2023 and 2022, approximately 98% of receivables were due from one donor, respectively.

5. EMPLOYEE BENEFIT PLAN

The Organization established a new Simple IRA Plan ("Plan") effective January 1, 2021 for eligible employees with the Organization providing a 3% match for employee deferrals. During the years ended December 31, 2023 and 2022, the Organization contributed approximately \$5,086 and \$6,524 to the Plan, respectively.