

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
AUDITED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Food Helpers
D/B/A Greater Washington County Food Bank
Washington, Pennsylvania

Opinion

We have audited the accompanying financial statements of Food Helpers D/B/A Greater Washington County Food Bank (a nonprofit corporation), which comprise the statements of financial position as of September 30, 2025 and 2024, 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 Food Helpers D/B/A Greater Washington County Food Bank as of September 30, 2025 and 2024, and the changes in its net assets and its cash flow 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 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 Food Helpers D/B/A Greater Washington County Food Bank 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 these 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 Food Helpers D/B/A Greater Washington County Food Bank's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility 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 auditor's reports that include our opinions. 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 Food Helpers D/B/A Greater Washington County Food Bank's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Food Helpers D/B/A Greater Washington County Food Bank's ability to continue as a going concern for a reasonable period of time.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2026, on our consideration of Food Helpers D/B/A Greater Washington County Food Bank's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Food Helpers D/B/A Greater Washington County Food Bank's internal control over financial reporting and compliance.

Palermo/Kissinger & Assoc., P.C.

Palermo/Kissinger & Associates, P.C.
Washington, Pennsylvania

January 29, 2026

FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2025 AND 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 533,081	\$ 424,195
Investments	801,812	973,940
Accounts receivable	66,195	72,272
Contributions receivable	173,398	18,983
Prepaid expenses	7,024	25,972
Inventory	206,578	148,483
Total Current Assets	1,788,088	1,663,845
FIXED ASSETS		
Building	1,539,089	1,539,089
Building improvements	1,130,759	876,260
Property and equipment	389,707	389,707
Vehicles	701,289	689,434
	3,760,844	3,494,490
Less: accumulated depreciation	(1,465,455)	(1,267,570)
Total Fixed Assets	2,295,389	2,226,920
OTHER ASSETS		
Intangible assets	12,083	-
Right-of-use asset	-	4,417
	-	4,417
TOTAL ASSETS	\$ 4,095,560	\$ 3,895,182
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 188,546	\$ 51,287
Accrued payroll	6,606	7,299
Deferred revenue	1,500	-
Sales tax payable	-	288
Current portion of operating lease liability	-	4,417
	196,652	63,291
TOTAL LIABILITIES	196,652	63,291
NET ASSETS		
Without donor restrictions:		
Invested in fixed assets	2,307,472	2,226,920
Unrestricted	1,591,436	1,603,708
Total net assets without donor restrictions	3,898,908	3,830,628
With donor restrictions	-	1,263
Total Net Assets	3,898,908	3,831,891
TOTAL LIABILITIES AND NET ASSETS	\$ 4,095,560	\$ 3,895,182

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
STATEMENTS OF ACTIVITIES
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
SUPPORT AND REVENUE WITHOUT DONOR RESTRICTIONS		
Grants	\$ 497,701	\$ 216,333
Food purchase programs	993,517	830,302
Contributions	782,943	1,038,798
Donated inventory	211,653	364,875
Donated supplies	1,006	-
Special events, net expenses of \$53,490 and \$33,830, respectively	17,560	17,470
Rental income	15,200	-
Investment income	31,202	60,116
Unrealized gains on investments	33,847	159,714
Realized gains (losses) on investments	29,346	4,154
Other income	4,433	7,496
	<u>2,618,408</u>	<u>2,699,258</u>
TOTAL SUPPORT AND REVENUE WITHOUT DONOR RESTRICTIONS		
Net assets released from restrictions	1,263	17,720
	<u>2,619,671</u>	<u>2,716,978</u>
TOTAL SUPPORT, REVENUE AND RECLASSIFICATIONS		
EXPENSES:		
Food distribution	1,869,524	2,480,789
Healthy habits training	186,908	63,556
Thrift market	91,811	145,004
Farm	56,115	119,085
Management and general	134,922	120,087
Fundraising	212,111	168,034
	<u>2,551,391</u>	<u>3,096,555</u>
TOTAL EXPENSES		
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>68,280</u>	<u>(379,577)</u>
NET ASSETS WITH DONOR RESTRICTIONS		
Net assets released from restrictions	<u>(1,263)</u>	<u>(17,720)</u>
DECREASE IN NET ASSETS WITH DONOR RESTRICTIONS	<u>(1,263)</u>	<u>(17,720)</u>
INCREASE (DECREASE) IN NET ASSETS	67,017	(397,297)
NET ASSETS AT BEGINNING OF YEAR	<u>3,831,891</u>	<u>4,229,188</u>
NET ASSETS AT END OF YEAR	<u>\$ 3,898,908</u>	<u>\$ 3,831,891</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2025

	Program Services					Support Services			Total
	Food Distribution	Healthy Habits Training	Thrift Market	Farm	Total Program Services	Management and General	Fundraising	Total Support Services	
PERSONNEL EXPENSES									
Salaries and wages	\$ 400,076	\$ 136,292	\$ 82,201	\$ 50,731	\$ 669,300	\$ 70,482	\$ 59,146	\$ 129,628	\$ 798,928
Employee taxes and benefits	33,820	10,970	7,500	4,608	56,898	15,685	4,996	20,681	77,579
TOTAL PERSONNEL EXPENSES	433,896	147,262	89,701	55,339	726,198	86,167	64,142	150,309	876,507
OPERATING EXPENSES									
Food distribution	1,045,162	-	-	-	1,045,162	-	-	-	1,045,162
Occupancy	2,149	-	-	-	2,149	6,000	-	6,000	8,149
Utilities	22,840	14,321	-	-	37,161	2,191	1,918	4,109	41,270
Supplies	51,453	810	1,585	-	53,848	7,687	74,881	82,568	136,416
Repairs and maintenance	8,794	-	-	541	9,335	250	-	250	9,585
Insurance	1,364	744	-	-	2,108	20,980	174	21,154	23,262
Professional services	45,046	14,447	-	-	59,493	8,552	18,071	26,623	86,116
Dues & subscriptions	5,157	1,285	-	235	6,677	343	440	783	7,460
Advertising	3,533	1,816	-	-	5,349	484	48,782	49,266	54,615
Travel and meetings	49,328	6,223	105	-	55,656	1,811	2,699	4,510	60,166
Bank charges	-	-	420	-	420	457	1,004	1,461	1,881
Depreciation and amortization	200,802	-	-	-	200,802	-	-	-	200,802
TOTAL OPERATING EXPENSES	1,435,628	39,646	2,110	776	1,478,160	48,755	147,969	196,724	1,674,884
TOTAL FUNCTIONAL EXPENSES	\$ 1,869,524	\$ 186,908	\$ 91,811	\$ 56,115	\$ 2,204,358	\$ 134,922	\$ 212,111	\$ 347,033	\$ 2,551,391

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2024

	Program Services				Support Services			Total
	Food Distribution	Healthy Habits Training	Thrift Market	Farm	Total Program Services	Management and General	Fundraising	
PERSONNEL EXPENSES								
Salaries and wages	\$ 434,461	\$ 49,586	\$ 118,065	\$ 92,764	\$ 694,876	\$ 71,175	\$ 60,380	\$ 826,431
Employee taxes and benefits	36,095	4,122	9,825	7,714	57,756	5,926	5,020	68,702
TOTAL PERSONNEL EXPENSES	470,556	53,708	127,890	100,478	752,632	77,101	65,400	895,133
OPERATING EXPENSES								
Food distribution	1,594,301	-	281	968	1,595,550	-	-	1,595,550
Occupancy	19,124	688	1,801	1,799	23,412	1,985	804	26,201
Leased equipment	24,950	2,537	4,229	4,229	35,945	3,383	2,960	42,288
Supplies	24,639	1,065	1,504	1,775	28,983	11,976	47,351	88,310
Insurance	13,303	481	802	802	15,388	17,306	561	33,255
Professional services	37,796	1,328	2,214	2,484	43,822	2,970	11,488	58,280
Dues & subscriptions	7,180	296	493	788	8,757	393	1,733	10,883
Advertising	28,302	1,621	2,701	2,701	35,325	2,160	31,665	69,150
Travel and meetings	48,123	1,832	3,053	3,061	56,069	2,499	2,308	60,876
Bank charges	716	-	36	-	752	314	3,764	4,830
Depreciation	211,799	-	-	-	211,799	-	-	211,799
TOTAL OPERATING EXPENSES	2,010,233	9,848	17,114	18,607	2,055,802	42,986	102,634	2,201,422
TOTAL FUNCTIONAL EXPENSES	\$ 2,480,789	\$ 63,556	\$ 145,004	\$ 119,085	\$ 2,808,434	\$ 120,087	\$ 168,034	\$ 3,096,555

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

	2025	2024
OPERATING ACTIVITIES		
Increase (Decrease) in net assets	\$ 67,017	\$ (397,297)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	200,802	211,799
Unrealized gains on investments	(33,847)	(159,714)
Realized gains (losses) on investments	(29,346)	(4,154)
Decreases (increases) in assets:		
(Increase) decrease in accounts receivable	6,077	-
(Increase) decrease in contributions receivable	(154,415)	206,441
(Increase) decrease in inventory	(58,095)	180,424
(Increase) decrease in prepaid insurance	18,948	(13,253)
Increase (decreases) in liabilities:		
Increase (decrease) in accounts payable	137,259	(2,685)
Increase (decrease) in accrued payroll	(693)	(31,192)
Increase (decrease) in deferred revenue	1,500	-
Increase (decrease) in sales tax payable	(288)	(34)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	154,919	(9,665)
INVESTING ACTIVITIES		
Purchase of fixed assets	(281,354)	(63,600)
Purchase of investments, net proceeds	235,321	123,365
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	(46,033)	59,765
NET INCREASE IN CASH FOR THE YEAR	108,886	50,100
CASH AT BEGINNING OF YEAR	424,195	374,095
CASH AT END OF YEAR	\$ 533,081	\$ 424,195

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Food Helpers D/B/A Greater Washington County Food Bank was incorporated in February 1998 to administer food grant programs and distribute food to needy persons in Washington County, Pennsylvania.

Food Helpers D/B/A Greater Washington County Food Bank is organized under the Nonprofit Corporation Law of the Commonwealth of Pennsylvania. The Organization is exempt from federal income taxes under Section 501 (c)(3) of the Internal Revenue Code and similar provisions of the Commonwealth of Pennsylvania statute. The Organization has been determined by the Internal Revenue Service to not be a private foundation.

In March 2021, the Board of Directors approved to change the name of the Organization to Food Helpers.

Basic Programs

Food Distribution – The Organization distributes food to local food pantries as well as needy individuals within Washington County, Pennsylvania. In addition, the Organization educates the public about the nature of and solutions to the problems of hunger.

Healthy Habits Training – The Healthy Habits Training Center was established to provide nutritional, health and wellness education to residents of Washington County who are food insecure. This program also operates the LittleMoochi program which provides meals monthly to over 10,000 students in Washington County, Pennsylvania.

Thrift Market – The Thrift Market accepts gently used and new donations to provide items at a reduced cost to those in need within the community. These donations provide additional resources to enable the Organization to distribute food and promote education about nutrition and wellness. This program was discontinued during the year ended September 30, 2025.

Farm – The Farm is a community supported agricultural program that strives to provide healthy produce for those in need while promoting education, empowerment, and sustainable agriculture. This program was discontinued during the year ended September 30, 2025.

Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting, and accordingly reflect all significant receivables, payables, and other liabilities.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation

The financial statements of Food Helpers D/B/A Greater Washington County Food Bank are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Presentation of Financial Statements of Not-for-Profit Entities, dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). ASC 958-205 was effective January 1, 2018.

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Food Helpers D/B/A Greater Washington County Food Bank had \$-0- and \$1,263 of net assets with donor restrictions at September 30, 2025 or 2024, respectively.

Cash and Cash Equivalents

For the purposes of the cash flows statement, the Organization considers investments with a maturity of three months or less to be cash equivalents.

Concentration of Cash Balances

The cash and cash equivalents of the Organization are deposited in two financial institutions. Deposits in excess of the federally insured limits of \$250,000 per financial institution are subject to risk. The balances of the cash and cash equivalents fluctuate throughout the year based on the operations of the Organization.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurement

The Organization applies the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820-10 for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. ASC 820-10 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. ASC 820-10 also establishes a framework for measuring fair value and expands disclosures about fair value measurements.

Investments

The Organization reports its investments in accordance with generally accepted accounting principles for not-for-profit organizations, which establish accounting standards for investments in certain equity securities and for all debt securities. The guidance prescribes that covered investments be reported in the statement of financial position at fair value with any realized or unrealized gains or losses reported in the statement of activities.

Investment income is recognized as revenue in the period it is earned and is reported net of investment fees. Gains and losses are recognized as changes in net assets in the accounting period in which they occur.

Maintenance, Capitalization and Disposal Policies

Maintenance and repairs are charged to operations when paid. Betterments and renewals are capitalized. When property and equipment are sold or otherwise disposed of, the asset accounts and related accumulated depreciation accounts are relieved, and any gain or loss is included in operations.

Revenue and Support

The Organization derives its revenue and support primarily from grants, program service revenue, and contributions. Under ASC 606, revenue is recognized when performance obligations are satisfied, and revenue is earned for each of the major revenue categories. The Organization also applies the guidance under ASC Topic 958 Non-Profit Entities, to recognize support received that is not subject to revenue recognition under ASC 606.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Donated Materials and Services

Donated materials or services when received are reflected as contributions in the accompanying statements at their estimated fair market values at date of receipt. Donated inventories are reflected as contributions in the accompanying statements.

Contributions of services are recognized only if the services rendered (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Various programs are staffed by volunteers and board members who provided substantial hours and services at no cost to Food Helpers D/B/A Greater Washington County Food Bank.

Contributions

Under generally accepted accounting principles for not-for-profit Organizations, contributions received are recorded depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Expense Allocation

The costs of providing various program services and supporting activities of the Organization have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the program services and supporting activities benefitted in a systematic and rational manner as determined by management.

The expenses that are allocated include the following:

<u>Expenses</u>	<u>Method of Allocation</u>
Salaries and benefits	Time and effort
Utilities	Square footage

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Compensated Absences

Full-time employees of Food Helpers D/B/A Greater Washington County Food Bank are entitled up to four weeks paid vacation annually, depending on years of service. Compensated absences must be used by the end of each fiscal year. Accordingly, the costs of compensated absences are recognized when it is actually paid to employees.

Income Taxes

The Organization is recognized for federal and state income tax purposes as an Organization exempt from tax under Section 501(c)(3) of the Internal Revenue Code. The Organization has been classified as an entity that is not a private foundation within the meaning of Section 509(a). Donors are entitled to deductions from income tax for contributions made to the Organization in accordance with these regulations.

Food Helpers D/B/A Greater Washington County Food Bank has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740-10 (formerly Interpretation Number 48 (FIN 48)), *Accounting for Uncertainty in Income Taxes*, which clarifies the accounting for uncertainty in income taxes. ASC 740-10 prescribes a recognition threshold of more-likely-than-not to be sustained upon examination by the appropriate taxing authority. Measurement of the tax uncertainty occurs if the recognition threshold has been met. The standard also provides guidance on derecognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition.

Management has determined that there are no material uncertain tax positions or unrecognized tax benefits and there is no material impact on the financial statements. In addition, there were no penalties or interest recognized on the statements of activity as a result of the adoption. Food Helpers D/B/A Greater Washington County Food Bank's ASC 740-10 evaluation was performed for the tax years 2021 through 2024, which are the years that remain subject to examination by the Internal Revenue Service and various state agencies as of September 30, 2025.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Subsequent Events

In accordance with Accounting Standards Codification (ASC) 855-10, *Subsequent Events*, the Organization has evaluated subsequent events through January 29, 2026, the date financial statements were available to be issued.

NOTE 2 – INVENTORY

Inventory is held and distributed to local food pantries and other needy individuals. Purchased inventory is stated at cost determined by the first-in, first-out method. For the years ended September 30, 2025 and 2024, inventories of donated commodities are stated at \$1.74 per pound as established by the Feeding America Program guidelines. Inventory purchased with support provided by food purchase programs must be distributed according to the program guidelines.

Inventory consisted of the following at September 30:

	<u>2025</u>	<u>2024</u>
A) Food Purchase Programs:		
Pennsylvania Agricultural Surplus System Program	\$ 13,874	\$ 333
The Commodities Supplemental Food Program	<u>139,123</u>	<u>71,335</u>
Total inventory from food purchase programs	152,997	71,668
B) Donated or Purchased Inventory	<u>53,581</u>	<u>76,815</u>
Total Inventory	<u>\$206,578</u>	<u>\$148,483</u>

NOTE 3 – INVESTMENTS

Investments are recorded in the statement of financial position at fair value.

Investments at September 30, 2025 consisted of the following:

	<u>Fair Value</u>	<u>Cost Basis</u>
<u>Investment without donor restrictions</u>		
Northwest Investments – Mutual Funds	\$630,528	\$551,334
American Funds – Mutual Funds	<u>171,284</u>	<u>144,772</u>
	<u>\$801,812</u>	<u>\$696,106</u>

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 3 – INVESTMENTS (continued)

Investments at September 30, 2024 consisted of the following:

	<u>Fair Value</u>	<u>Cost Basis</u>
<u>Investment without donor restrictions</u>		
Northwest Investments – Mutual Funds	\$589,776	\$561,438
American Funds – Mutual Funds	<u>384,164</u>	<u>285,041</u>
	<u>\$973,940</u>	<u>\$846,479</u>

The cash equivalents held by Northwest Investment Funds at September 30, 2025 and 2024 totaled \$28,076 and \$11,618, respectively. Investment fees for the years ended September 30, 2025 and 2024 were \$6,916 and \$6,191, respectively.

NOTE 4 – FIXED ASSETS

Fixed assets are recorded at cost. Donated fixed assets are recorded at fair market value on the date of the donation. Depreciation is provided on the straight-line method over the estimated useful lives of the assets as follows:

Building Improvements	15 Years
Furniture and Fixtures	5 Years
Equipment	3 to 5 Years
Vehicles	5 Years

Renewals and improvements which extend the useful lives of assets are capitalized at cost. Maintenance and repairs are included as expenses as incurred. Depreciation expense for the years ended September 30, 2025 and 2024 was \$197,885 and \$211,799, respectively.

During the year ended September 30, 2025, Food Helpers D/B/A Greater Washington County completed its solar ray expansion project. The project consisted of the installation of solar panels and fencing at a cost of \$246,224. The project was partially funded by a grant from the West Penn Power Sustainable Energy Fund in the amount of \$154,000. In addition to the grant, there are federal energy credits available to help offset the cost of the project.

NOTE 5 – INTANGIBLE ASSETS

During the year ended September 30, 2025, Food Helpers D/B/A Greater Washington County Food Bank purchased the LittleMoochi app at a cost of \$15,000. Amortization expense in the amount of \$2,917 was recognized on this intangible assets for the year ended September 30, 2025.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 5 – INTANGIBLE ASSETS (continued)

Future estimated amortization expense is as follows:

for the year ended September, 30:	
2026	\$ 5,000
2027	5,000
2028	<u>2,083</u>
Total	<u>\$12,083</u>

NOTE 6 – LINE OF CREDIT

On September 16, 2022, Food Helpers D/B/A Greater Washington County Food Bank entered into a line of credit agreement with Northwest Bank. The line of credit is secured by the investments held with Northwest Investment Services and expires on September 16, 2027. The total funds available from the line of credit are \$300,000 and the interest rate will vary based on the prime rate. At the time of securing the line of credit, the interest rate was 5.50 percent. The line of credit was not accessed during the years ended September 30, 2025 or 2024.

NOTE 7 - NET ASSETS WITH DONOR RESTRICTITONS

The activity of Net Assets with Donor Restrictions consisted of the following:

Beginning balance – October 1, 2023	\$ 18,983
Less: Net assets released from restrictions	<u>(17,720)</u>
Ending balance – September 30, 2024	\$ 1,263
Less: Net assets released from restrictions	<u>(1,263)</u>
Ending balance – September 30, 2025	<u>\$ -</u>

For the years ended September 30, 2025 and 2024, \$1,263 and \$17,720 was released due to compliance with grant agreements, respectively. There were no Net Assets with Donor Restrictions at September 30, 2025. Net Assets with Donor Restrictions at September 30, 2024 were held for the cold storage project.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 8 – CONTRACT BALANCE

The following table presents the Organization’s contract balances as of September 30:

	<u>2025</u>	<u>2024</u>
Contributions receivable	<u>\$173,398</u>	<u>\$18,983</u>
Deferred revenue:		
The Taste Tour of Washington County	<u>\$ 1,500</u>	<u>\$ -</u>

There were no contract assets at September 30, 2025 or 2024.

NOTE 9 – LIQUIDITY

Food Helpers D/B/A Greater Washington County Food Bank’s financial assets available within one year of September 30, 2025 and 2024 for general expenses are as follows:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$533,081	\$ 424,195
Investments	801,812	973,940
Accounts receivables	239,593	91,255
Prepaid expenses	<u>7,024</u>	<u>25,972</u>
Total financial assets	<u>\$1,581,510</u>	<u>\$1,515,362</u>
Less: restricted for specified purpose by donor	<u>-</u>	<u>(1,263)</u>
Total financial assets available	<u>\$1,581,510</u>	<u>\$1,514,099</u>

As part of the organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenses, liabilities, and other obligations come due.

NOTE 10 – IN-KIND REVENUE AND EXPENSES

In-kind revenue consisted of the following for the year ended September 30:

	<u>2025</u>	<u>2024</u>
Program supplies	\$ 1,006	\$ -
Food inventory	<u>211,653</u>	<u>364,875</u>
Total	<u>\$212,659</u>	<u>\$364,875</u>

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 10 – IN-KIND REVENUE AND EXPENSES (continued)

In-kind expenses are presented on the accompanying statements of activities as follows:

	<u>2025</u>	<u>2024</u>
Food distribution	\$211,653	\$364,875
Management and general	<u>1,006</u>	<u>-</u>
Total	<u>\$212,659</u>	<u>\$364,875</u>

The Organization's policy related to in-kind donations is to accept only assets which are either usable by the Organization, can be sold within a reasonable period of time, or the Organization deems it appropriate to retain for the benefit of the community.

During the year ended September 30, 2025, Food Helpers D/B/A Greater Washington County Food Bank recorded an in-kind donation of its administrative office space. Prior to June 1, 2025, the Organization held a lease for the office space which required monthly rent payments of \$500. As such, the market value for the four months, June to September, was valued at \$2,000.

Food Helpers D/B/A Greater Washington County Food Bank receives donated food from various donors. These donations are distributed as soon as possible after receipt. For the years ended September 30, 2025 and 2024, donated inventories are stated at \$1.74 per pound as established by the Feeding America Program guidelines. During the years ended September 30, 2025 and 2024, the Organization recorded \$211,653 and \$364,875 in revenue from donated food, respectively.

NOTE 11 – FOOD PURCHASE PROGRAMS

Food Helpers D/B/A Greater Washington County Food Bank received support from the following food purchase programs during the year ended September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Commodities Supplemental Food Program		
Inventory	\$652,898	\$562,418
Administrative Support	159,026	125,083
Supplemental Nutrition Assistance Program	-	19,500
Pennsylvania Agricultural Surplus System		
Inventory	28,065	-
Administrative Support	98,082	123,301
Hunger Free Pennsylvania	51,946	-
Other programs	<u>3,500</u>	<u>-</u>
Total food purchase programs	<u>\$993,517</u>	<u>\$830,302</u>

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 12 – SPECIAL EVENTS

During the years ended September 30, 2025 and 2024, Food Helpers D/B/A Greater Washington County Food Bank hosted two fundraisers: The Taste Tour of Washington County and a Fashion Show. Total revenue for these fundraisers consists of the cost of direct benefit to the donors plus the contribution component of the registration fee. The Organization recognizes the contribution portion immediately and the exchange portion upon completion of the event.

The direct benefit portion of the Taste Tour of Washington County included in the price of a ticket was comprised of Washington County establishments serving appetizers, entrees, desserts, pastries, and beverages of world cuisines. Management estimated the direct benefit to be \$250 for the years ended September 30, 2025 and 2024. The estimated direct benefit of sponsorships was \$500 for the years ended September 30, 2025 and 2024.

The direct benefit portion of the Fashion Show included in the registration fee was comprised of refreshments and entertainment. Management estimated the direct benefit to be equal to the cost of the ticket price for the years ended September 30, 2025 and 2024. The estimated direct benefit of sponsorships was \$100 for the years ended September 30, 2025 and 2024.

NOTE 13 – CONCENTRATIONS OF RISK ARISING FROM REVENUE SOURCES

Food Helpers D/B/A Greater Washington County Food Bank received approximately thirty-eight percent (38%) and thirty-one percent (31%) of its total support in the form of federal and state food purchase programs for the years ended September 30, 2025 and 2024. These grants require the fulfillment of certain conditions as set forth in the grant contracts. Failure to fulfill these conditions could result in the return of funds to the grantor. Although this possibility exists, the Organization deems the likelihood remote, since by accepting the grants and their terms, the Organization has accommodated the objectives of the various programs in relation to the provisions of the grants.

NOTE 14 – CONTINGENCIES

Food Helpers D/B/A Greater Washington County Food Bank receives significant financial assistance from governmental agencies in the form of contracts, grants and other entitlements. The disbursement of funds received under such programs generally requires compliance with terms and conditions specified in the contract agreements and are subject to audit by grantor agencies. Any disallowed costs resulting from such audits could become a liability of Food Helpers D/B/A Greater Washington County Food Bank. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time. Food Helpers D/B/A Greater Washington County Food Bank's management expects such amounts, if any, to be immaterial.

**FOOD HELPERS
D/B/A GREATER WASHINGTON COUNTY FOOD BANK
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2025 AND 2024**

NOTE 15 – CONCENTRATIONS OF RISK ARISING FROM RECEIVABLES

Food Helpers D/B/A Greater Washington County Food Bank grants credit without collateral to various agencies and individuals who are deemed to be credit worthy. Management believes that its billing and collection policies are adequate to minimize potential risk.

NOTE 16 – RIGHT-OF-USE ASSETS AND OPERATING LEASE LIABILITY

Food Helpers D/B/A Greater Washington County Food Bank adopted ASU No. 2016-02, *Leases* as of October 1, 2022. ASU No. 2016-02 establishes principles that require a lessee to create a lease asset and a lease liability for those leases classified as operating leases under previous accounting principles generally accepted in the United States of America. The new lease asset and liability are called Right-of-Use Assets and Operating Lease Liabilities within the financial statements.

Food Helpers D/B/A Greater Washington County Food Bank has entered into agreements giving rise to the following Right-of-Use Assets and Operating Lease Liabilities:

In June 2023, Food Helpers D/B/A Greater Washington County Food Bank entered into a two-year lease for office space located in Canonsburg, Pennsylvania. The terms of the lease call for annual rent payments of \$6,000, in which no payment is due for the first year of occupancy and considered an in-kind contribution to the Organization. After the initial term of two years, the lease automatically continues on a year-to-year basis unless either party provides written notification to terminate the lease. Total rent expense under this lease for the years ended September 30, 2025 and 2024 was \$6,000 and \$6,000, respectively.

The following summarizes the line items in the balance sheet which include the operating leases as of September 30:

	<u>2025</u>	<u>2024</u>
Operating lease right-of-use assets	\$ -	\$4,417
Current portion of operating lease liability	\$ -	\$4,417

The weighted average remaining lease term and weighted average interest rates of the operating leases as of September 30, 2024, was 9 months and 4.5%.

**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 of
Food Helpers
D/B/A Greater Washington County Food Bank

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 Food Helpers D/B/A Greater Washington County Food Bank (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 29, 2026.

Report on Internal Control over Financial Reporting

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Food Helpers D/B/A Greater Washington County Food Bank's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement amounts. 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.

Palermo/Kissinger & Assoc., P.C.

Palermo/Kissinger & Associates, P.C.
Washington, Pennsylvania
January 29, 2026