

ATLANTA COMMUNITY FOOD BANK, INC.

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2025



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The report accompanying this deliverable was issued by Warren Averett, LLC.

ATLANTA COMMUNITY FOOD BANK, INC.
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Atlanta Community Food Bank, Inc.

Opinion

We have audited the accompanying consolidated financial statements of Atlanta Community Food Bank, Inc. (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2025, the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Atlanta Community Food Bank, Inc. as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Atlanta Community Food Bank, Inc. 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 consolidated 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 consolidated 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 consolidated 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 Atlanta Community Food Bank, Inc.'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Atlanta Community Food Bank, Inc.'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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position as of June 30, 2025 and 2024, and consolidating statements of activities for the years ended June 30, 2025 and 2024, are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Warren Averett, LLC

Atlanta, Georgia
December 10, 2025

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

| | ASSETS | |
|---|------------------------------|------------------------------|
| | 2025 | 2024 |
| CURRENT ASSETS | | |
| Cash and cash equivalents | \$ 13,683,094 | \$ 23,230,010 |
| Restricted cash | 1,147,099 | 1,601,013 |
| Receivables | | |
| Share contributions and handling fees | 243,850 | 101,806 |
| Grants | 2,080,566 | 4,349,872 |
| Pledges | 754,295 | 681,453 |
| Pledges – capital campaign, current portion | 600,000 | 3,405,860 |
| Other | 30,423 | 58,947 |
| Current portion of notes receivable | 982,768 | - |
| Inventory – donated | 4,140,234 | 3,339,805 |
| Inventory – purchased | 2,092,718 | 215,560 |
| Prepaid expenses | 915,752 | 570,225 |
| TOTAL CURRENT ASSETS | <u>26,670,799</u> | <u>37,554,551</u> |
| PROPERTY AND EQUIPMENT | | |
| Land | 6,889,368 | 7,034,368 |
| Buildings and improvements | 34,676,950 | 34,497,538 |
| Furniture and equipment | 7,581,874 | 6,884,495 |
| Vehicles | 7,057,981 | 4,547,706 |
| TOTAL PROPERTY AND EQUIPMENT | <u>56,206,173</u> | <u>52,964,107</u> |
| Less accumulated depreciation | <u>(16,159,727)</u> | <u>(13,505,222)</u> |
| | <u>40,046,446</u> | <u>39,458,885</u> |
| Projects in progress | 1,447,696 | 154,768 |
| PROPERTY AND EQUIPMENT, NET | <u>41,494,142</u> | <u>39,613,653</u> |
| OTHER ASSETS | | |
| Investments | 57,168,752 | 51,791,054 |
| Receivables, less current portion | | |
| Pledges – capital campaign | 423,981 | 375,000 |
| Notes receivable, net of current portion | 65,331,332 | 66,314,100 |
| Operating lease right-of-use assets, net | 2,219,874 | 1,830,353 |
| TOTAL OTHER ASSETS | <u>125,143,939</u> | <u>120,310,507</u> |
| TOTAL ASSETS | <u><u>\$ 193,308,880</u></u> | <u><u>\$ 197,478,711</u></u> |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

| LIABILITIES AND NET ASSETS | | |
|--|------------------------------|------------------------------|
| | 2025 | 2024 |
| CURRENT LIABILITIES | | |
| Accounts payable | \$ 3,473,561 | \$ 4,395,015 |
| Accrued liabilities | 1,224,708 | 1,412,325 |
| Deferred revenue | 310,162 | 380,640 |
| Current portion of loans payable – NMTC | 1,057,042 | - |
| Current portion of operating lease liabilities | 308,856 | 268,890 |
| TOTAL CURRENT LIABILITIES | <u>6,374,329</u> | <u>6,456,870</u> |
| LONG-TERM LIABILITIES | | |
| Operating lease liabilities, net of current portion | 1,996,029 | 1,643,595 |
| Loans payable – NMTC, net of current portion and unamortized costs | 91,081,022 | 91,978,931 |
| TOTAL LONG-TERM LIABILITIES | <u>93,077,051</u> | <u>93,622,526</u> |
| TOTAL LIABILITIES | <u>99,451,380</u> | <u>100,079,396</u> |
| NET ASSETS | | |
| Without donor restrictions | | |
| Undesignated | 66,993,970 | 71,806,282 |
| Board designated | 13,957,805 | 12,713,603 |
| Total net assets without donor restrictions | <u>80,951,775</u> | <u>84,519,885</u> |
| With donor restrictions | | |
| Restricted by purpose or time | 12,077,725 | 12,051,430 |
| Restricted in perpetuity | 828,000 | 828,000 |
| Total net assets with donor restrictions | <u>12,905,725</u> | <u>12,879,430</u> |
| TOTAL NET ASSETS | <u>93,857,500</u> | <u>97,399,315</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u><u>\$ 193,308,880</u></u> | <u><u>\$ 197,478,711</u></u> |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025
(with comparative totals for 2024)

| | 2025 | | | 2024 |
|--|-------------------------------|----------------------------|----------------------|----------------------|
| | Without Donor Restrictions | With Donor Restrictions | Total | Total |
| PUBLIC SUPPORT AND REVENUE SUPPORT | | | | |
| AND REVENUE SUPPORT | | | | |
| Donated product | \$ 196,192,069 | \$ - | \$ 196,192,069 | \$ 204,263,466 |
| Federal grants | 15,571,136 | - | 15,571,136 | 39,241,190 |
| Contributions | 23,099,314 | 4,131,493 | 27,230,807 | 23,014,998 |
| Contributions – capital campaign | - | 3,293,123 | 3,293,123 | 10,399,607 |
| In-kind contributions | 190,382 | - | 190,382 | 291,938 |
| Special events (net of direct costs of \$9,634 in 2025 and \$23,981 in 2024) | 4,424,939 | - | 4,424,939 | 4,966,643 |
| Net assets released from restrictions | 7,699,515 | (7,699,515) | - | - |
| TOTAL SUPPORT | 247,177,355 | (274,899) | 246,902,456 | 282,177,842 |
| REVENUE | | | | |
| Share contributions and handling fees | 2,501,408 | - | 2,501,408 | 3,360,062 |
| Net investment income | 5,127,373 | 301,194 | 5,428,567 | 5,585,403 |
| Other income | 4,077,233 | - | 4,077,233 | 781,834 |
| TOTAL REVENUE | 11,706,014 | 301,194 | 12,007,208 | 9,727,299 |
| TOTAL SUPPORT AND REVENUE | 258,883,369 | 26,295 | 258,909,664 | 291,905,141 |
| EXPENSES | | | | |
| PROGRAM SERVICES | | | | |
| Collection, storage and distribution of food | 245,775,215 | - | 245,775,215 | 251,649,114 |
| Advocacy | 644,582 | - | 644,582 | 4,038,349 |
| TOTAL PROGRAM SERVICES | 246,419,797 | - | 246,419,797 | 255,687,463 |
| SUPPORTING SERVICES | | | | |
| Management and general | 9,666,770 | - | 9,666,770 | 9,533,648 |
| Fundraising | 6,364,912 | - | 6,364,912 | 6,207,915 |
| TOTAL SUPPORTING SERVICES | 16,031,682 | - | 16,031,682 | 15,741,563 |
| TOTAL EXPENSES | 262,451,479 | - | 262,451,479 | 271,429,026 |
| CHANGE IN NET ASSETS | (3,568,110) | 26,295 | (3,541,815) | 20,476,115 |
| NET ASSETS AT | | | | |
| BEGINNING OF YEAR | 84,519,885 | 12,879,430 | 97,399,315 | 76,923,200 |
| END OF YEAR | \$ 80,951,775 | \$ 12,905,725 | \$ 93,857,500 | \$ 97,399,315 |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

| | Without Donor Restrictions | With Donor Restrictions | Total |
|--|---------------------------------------|------------------------------------|-----------------------------|
| PUBLIC SUPPORT AND REVENUE SUPPORT | | | |
| Donated product | \$ 204,263,466 | \$ - | \$ 204,263,466 |
| Federal grants | 39,241,190 | - | 39,241,190 |
| Contributions | 20,668,977 | 2,346,021 | 23,014,998 |
| Contributions – capital campaign | - | 10,399,607 | 10,399,607 |
| In-kind contributions | 291,938 | - | 291,938 |
| Special events (net of direct costs of \$23,981) | 4,966,643 | - | 4,966,643 |
| Net assets released from restrictions | <u>4,680,496</u> | <u>(4,680,496)</u> | <u>-</u> |
| TOTAL SUPPORT | <u>274,112,710</u> | <u>8,065,132</u> | <u>282,177,842</u> |
| REVENUE | | | |
| Share contributions and handling fees | 3,360,062 | - | 3,360,062 |
| Net investment income | 5,317,112 | 268,291 | 5,585,403 |
| Other income | <u>781,834</u> | <u>-</u> | <u>781,834</u> |
| TOTAL REVENUE | <u>9,459,008</u> | <u>268,291</u> | <u>9,727,299</u> |
| TOTAL SUPPORT AND REVENUE | <u>283,571,718</u> | <u>8,333,423</u> | <u>291,905,141</u> |
| EXPENSES | | | |
| PROGRAM SERVICES | | | |
| Collection, storage and distribution of food | 251,649,114 | - | 251,649,114 |
| Advocacy | <u>4,038,349</u> | <u>-</u> | <u>4,038,349</u> |
| TOTAL PROGRAM SERVICES | <u>255,687,463</u> | <u>-</u> | <u>255,687,463</u> |
| SUPPORTING SERVICES | | | |
| Management and general | 9,533,648 | - | 9,533,648 |
| Fundraising | <u>6,207,915</u> | <u>-</u> | <u>6,207,915</u> |
| TOTAL SUPPORTING SERVICES | <u>15,741,563</u> | <u>-</u> | <u>15,741,563</u> |
| TOTAL EXPENSES | <u>271,429,026</u> | <u>-</u> | <u>271,429,026</u> |
| CHANGE IN NET ASSETS | <u>12,142,692</u> | <u>8,333,423</u> | <u>20,476,115</u> |
| NET ASSETS AT BEGINNING OF YEAR | <u>72,377,193</u> | <u>4,546,007</u> | <u>76,923,200</u> |
| END OF YEAR | <u>\$ 84,519,885</u> | <u>\$ 12,879,430</u> | <u>\$ 97,399,315</u> |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025
(with comparative totals for 2024)

| | Program Services | | | Supporting Services | | | 2025 Total Expenses | 2024 Total Expenses |
|---|---|-------------------|------------------------------|------------------------------|---------------------|-----------------------|---------------------------|---------------------------|
| | Collection, Storage and Distribution of Food | Advocacy | Total Program Services | Management and General | Fundraising | | | |
| Grants and other assistance | \$ 195,218,907 | \$ 394,492 | \$ 195,613,399 | \$ - | \$ - | \$ 195,613,399 | \$ 208,696,257 | |
| Purchased product distributed | 26,087,180 | - | 26,087,180 | - | - | 26,087,180 | 24,466,720 | |
| Salaries, contract labor and payroll taxes | 12,763,253 | 132,367 | 12,895,620 | 2,987,728 | 1,883,088 | 17,766,436 | 16,842,210 | |
| Employee benefits | 2,837,896 | 19,437 | 2,857,333 | 956,815 | 366,410 | 4,180,558 | 3,592,315 | |
| Professional services | 894,954 | 85,000 | 979,954 | 1,289,852 | 1,661,552 | 3,931,358 | 4,673,841 | |
| Depreciation | 2,450,011 | - | 2,450,011 | 192,018 | - | 2,642,029 | 2,319,754 | |
| Miscellaneous | 881,340 | 697 | 882,037 | 1,022,854 | 606,191 | 2,511,082 | 1,824,725 | |
| Occupancy | 676,111 | - | 676,111 | 1,121,311 | - | 1,797,422 | 1,998,383 | |
| Product shipping and transportation | 1,735,497 | - | 1,735,497 | 986 | - | 1,736,483 | 1,578,511 | |
| Information technology | 660,314 | 4,000 | 664,314 | 540,194 | 372,384 | 1,576,892 | 1,016,105 | |
| Promotional/event expenses | 342,188 | - | 342,188 | 23,934 | 866,844 | 1,232,966 | 1,367,766 | |
| Office expenses | 261,873 | 575 | 262,448 | 294,521 | 583,901 | 1,140,870 | 903,566 | |
| Project expenses | 734,443 | - | 734,443 | 24,704 | 3,151 | 762,298 | 727,399 | |
| Interest | - | - | - | 663,268 | - | 663,268 | 771,697 | |
| Insurance | - | - | - | 373,161 | 806 | 373,967 | 275,867 | |
| Travel | 170,553 | 6,006 | 176,559 | 148,367 | 10,123 | 335,049 | 290,860 | |
| Conference/education/training | 60,695 | 2,008 | 62,703 | 27,057 | 10,462 | 100,222 | 83,050 | |
| TOTAL EXPENSES | \$ 245,775,215 | \$ 644,582 | \$ 246,419,797 | \$ 9,666,770 | \$ 6,364,912 | \$ 262,451,479 | \$ 271,429,026 | |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

| | Program Services | | Supporting Services | | | Total Expenses |
|---|---|---------------------|---------------------------------------|---------------------------------------|---------------------|-----------------------|
| | Collection, Storage and Distribution of Food | Advocacy | Total Program Services | Management and General | Fundraising | |
| Grants and other assistance | \$ 204,914,920 | \$ 3,781,337 | \$ 208,696,257 | \$ - | \$ - | \$ 208,696,257 |
| Purchased product distributed | 24,466,720 | - | 24,466,720 | - | - | 24,466,720 |
| Salaries, contract labor and payroll taxes | 11,586,244 | 137,583 | 11,723,827 | 3,203,618 | 1,914,765 | 16,842,210 |
| Professional services | 1,147,460 | 89,000 | 1,236,460 | 1,459,563 | 1,977,818 | 4,673,841 |
| Employee benefits | 2,309,090 | 21,689 | 2,330,779 | 926,223 | 335,313 | 3,592,315 |
| Depreciation | 2,120,987 | - | 2,120,987 | 198,767 | - | 2,319,754 |
| Occupancy | 483,804 | - | 483,804 | 1,514,579 | - | 1,998,383 |
| Miscellaneous | 781,139 | 146 | 781,285 | 638,941 | 404,499 | 1,824,725 |
| Product shipping and transportation | 1,570,840 | - | 1,570,840 | 7,671 | - | 1,578,511 |
| Promotional/event expenses | 296,597 | 3,300 | 299,897 | 87,049 | 980,820 | 1,367,766 |
| Information technology | 675,565 | - | 675,565 | 153,471 | 187,069 | 1,016,105 |
| Office expenses | 398,547 | 295 | 398,842 | 145,430 | 359,294 | 903,566 |
| Interest | - | - | - | 771,697 | - | 771,697 |
| Project expenses | 726,507 | - | 726,507 | - | 892 | 727,399 |
| Travel | 128,155 | 4,758 | 132,913 | 130,012 | 27,935 | 290,860 |
| Insurance | 4,486 | - | 4,486 | 270,620 | 761 | 275,867 |
| Conference/education/training | 38,053 | 241 | 38,294 | 26,007 | 18,749 | 83,050 |
| TOTAL EXPENSES | \$ 251,649,114 | \$ 4,038,349 | \$ 255,687,463 | \$ 9,533,648 | \$ 6,207,915 | \$ 271,429,026 |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

| | 2025 | 2024 |
|---|--------------------|--------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Change in net assets | \$ (3,541,815) | \$ 20,476,115 |
| Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities | | |
| Depreciation | 2,642,029 | 2,319,754 |
| Loss on disposal of property and equipment | - | 273,768 |
| Gain on sale of land | (61,538) | - |
| Amortization of loan closing costs | 159,133 | 159,134 |
| Noncash operating lease expense | 280,707 | 266,256 |
| Realized gain on sale of investments | (1,888,140) | (616,262) |
| Unrealized gain on investments | (2,512,309) | (4,201,110) |
| (AIncrease) decrease in inventory – donated | (800,429) | 529,488 |
| Change in assets and liabilities | | |
| Decrease in receivables | 4,839,823 | 1,473,376 |
| (AIncrease) decrease in inventory – purchased | (1,877,158) | 2,155,045 |
| Increase in prepaid expenses | (345,527) | (290,197) |
| (Decrease) increase in accounts payable and accrued liabilities | (1,109,071) | 248,786 |
| Decrease in deferred revenue | (70,478) | (71,135) |
| Decrease in payments on operating lease liabilities | (277,828) | (253,499) |
| Net cash (used in) provided by operating activities | <u>(4,562,601)</u> | <u>22,469,519</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Additions to property and equipment | (3,219,822) | (2,418,649) |
| Proceeds from sale of land | 206,538 | - |
| Projects in progress | (1,447,696) | (154,767) |
| Net (purchases) sales of investments | (977,249) | 981,049 |
| Net cash used in investing activities | <u>(5,438,229)</u> | <u>(1,592,367)</u> |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

| | 2025 | 2024 |
|---|------------------------|----------------------|
| NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | \$ (10,000,830) | \$ 20,877,152 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | 24,831,023 | 3,953,871 |
| END OF YEAR | \$ 14,830,193 | \$ 24,831,023 |
| Cash and cash equivalents – unrestricted | \$ 13,683,094 | \$ 23,230,010 |
| Cash and cash equivalents – restricted | 1,147,099 | 1,601,013 |
| | \$ 14,830,193 | \$ 24,831,023 |
| SUPPLEMENTAL CASH FLOW DISCLOSURES | | |
| Cash paid for interest | \$ 663,268 | \$ 663,268 |
| Right-of-use assets obtained in exchange for lease liabilities | \$ 670,228 | \$ - |

See notes to the consolidated financial statements.

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

1. DESCRIPTION OF ORGANIZATION

Atlanta Community Food Bank, Inc. (ACFB) is a not-for-profit corporation whose mission is to fight hunger by engaging, educating, and empowering the community. ACFB was founded in 1979 and serves 29 counties in Metro Atlanta and North Georgia. ACFB's primary operational focus is the distribution of food and other donated grocery items. ACFB currently distributes over 123 million pounds of product each year to more than 700 not-for-profit partner agencies, including food pantries, community kitchens, shelters and other organizations that operate hunger relief programs. These partner agencies utilize the product from ACFB to provide groceries and meals for families and individuals suffering from hunger and food insecurity. In alignment with its mission, ACFB also operates several programs and initiatives that aid in education and advocacy, community building and ACFB partner agencies' capacity to provide for people in need. Among these projects and initiatives are:

- *Community Food Experience* – introduces groups of all ages to hunger and poverty issues in the U.S. and Georgia and is facilitated by ACFB's education and outreach staff.
- *Agency Capacity Building* – provides grants as well as consultation and workshops for ACFB partner agencies. This support increases an agency's ability to serve people in need in their specific location as well as to collaborate with other like-minded agencies to more fully address the impacts of poverty.
- *Community Food Center (CFC)* – local food distribution sites that provide food directly to neighbors in need in underserved communities. Located in Gwinnett, Cobb, Fulton and Clayton counties, the CFCs are operated by ACFB and volunteers. During 2025, the CFCs distributed more than 7 million pounds of food to an average of 1,980 clients per week. One new CFC was opened this year in an underserved community in Fulton county.
- *Home Delivery Program* – ACFB is operating a home delivery program from the 3400 North Desert Drive location in East Point, Georgia. Delivery partners delivered an average of 808 individual food boxes per week for a total of 1.26 million pounds, for the period July 1, 2024, through June 30, 2025.

ACFB is a member of Feeding America, the nation's leading domestic hunger relief charity, in concert with over 200 other food banks nationwide.

ACFB Support Organization, Inc. (the Corporation) was formed on June 20, 2018, for the purpose of facilitating a New Markets Tax Credit (NMTC) transaction (see Note 5) to support construction and outfitting a new facility.

ACFB Charitable Investments (CI) was formed on September 8, 2021, for the purpose of facilitating a NMTC transaction for working capital (see Note 5).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-20, *Not-for-Profit Entities – Financially Related Entities*, since ACFB has a controlling financial interest in the Corporation and CI, the entities have been consolidated and are collectively referred to herein as the Food Bank.

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

Basis of Consolidation

The accompanying consolidated financial statements include the accounts of ACFB, the Corporation and CI. All inter-organization balances and transactions were eliminated in consolidation.

Basis of Presentation

The consolidated financial statements of the Food Bank have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables and other liabilities at year end. Net assets, revenues, expenses, gains and losses are recorded based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Food Bank, and changes therein, are classified and reported as follows:

Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions.

Board Designated – Assets designated by the Board of Directors (the Board) to be held for endowment or other specified purposes. The Board can elect to remove these designations in the future.

With Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Food Bank and/or passage of time, as well as net assets subject to donor-imposed stipulations that the Food Bank maintains in perpetuity. Earnings from the Food Bank's net assets held in perpetuity are restricted by donors to provide a permanent source of income.

Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) 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 consolidated financial statements and the reported amounts of support and expenses during the reported period. Actual results could differ from those estimates.

Contributions and Unconditional Promises to Give

Contributions are recorded and presented in accordance with FASB ASC 958-605, *Not-for-Profit Entities Revenue Recognition*. Contributions are recognized when the donor makes a promise to give to the Food Bank that is, in substance, unconditional. Unconditional promises to give are recorded as received. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give due in subsequent years are recorded at the present value of their net realizable value, using risk adjusted discount rates.

The Food Bank uses the allowance method to determine the uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises received. Since all pledges receivable were deemed to be collectible, there is no allowance for doubtful pledges at June 30, 2025 and 2024.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions received that are designated by the donor for specific purposes or for

ATLANTA COMMUNITY FOOD BANK, INC.
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use in a future period are reported as an increase to net assets with donor restrictions. Restrictions on contributions expire when a purpose or time restriction is accomplished. Upon satisfaction, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the accompanying consolidated statements of activities as net assets released from restrictions. Net assets with donor restrictions include the principal amount of contributions accepted with the stipulation from the donors that the principal be maintained in perpetuity.

Restricted contributions received in the same year in which the restrictions are met are recorded as an increase in restricted support at the time of receipt and as net assets released from restrictions upon satisfaction of the donor restriction.

Noncash Contributions

Noncash contributions received and made are recorded at amounts that approximate market value at the date received or distributed.

| | 2025 | | 2024 | |
|-----------------------------|------------------------------|------------------------------|---------------|--------------------|
| | Pounds | Amount | Pounds | Amount |
| Donated product received | | | | |
| Food – federal | 14,701,179 | \$ 25,286,028 | 17,640,306 | \$ 30,694,132 |
| Food – other donations | 89,950,548 | <u>170,906,041</u> | 88,106,261 | <u>173,569,334</u> |
| | <u><u>\$ 196,192,069</u></u> | <u><u>\$ 204,263,466</u></u> | | |
| Donated product distributed | | | | |
| Food – federal | 13,719,150 | \$ 23,596,938 | 17,506,857 | \$ 30,461,931 |
| Food – other donations | 90,327,352 | <u>171,621,969</u> | 88,554,817 | <u>174,452,989</u> |
| | <u><u>\$ 195,218,907</u></u> | <u><u>\$ 204,914,920</u></u> | | |

ACFB purchased 22,379,753 pounds of product and distributed 20,226,139 pounds of purchased product in the year ended June 30, 2025. ACFB purchased 20,146,520 pounds of product and distributed 22,956,314 pounds of purchased product in the year ended June 30, 2024.

In-Kind Contributions

The Food Bank utilizes in-kind contributions to carry out its mission. All in-kind contributions received during the years ended June 30, 2025 and 2024, were considered without donor restrictions and able to be used by the Food Bank as determined by the Board of Directors and management. The Food Bank valued in-kind contributed services based on current market rates for comparable services. In-kind contributions are included in support revenue and program expenses in the accompanying consolidated statements of activities.

Contributed Services: Contributed services are recognized if the services received (1) create or enhance nonfinancial assets, or (2) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The Food Bank receives numerous volunteer hours each year that are not valued in the consolidated

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financial statements because the services do not meet the criteria. For the year ended June 30, 2025, ACFB received over 43,000 volunteer visits, resulting in 140,000 hours of service. For the year ended June 30, 2024, ACFB received over 41,000 volunteer visits, resulting in 128,000 hours of service.

Other In-Kind Contributions: The Food Bank receives various other in-kind contributions that is used to support its mission and values using estimated market values.

The Food Bank received the following in-kind contributions for the years ended June 30:

| | 2025 | 2024 |
|-----------------------|--------------------------|--------------------------|
| Professional services | \$ 22,877 | \$ 201,678 |
| Other | <u>167,505</u> | <u>90,260</u> |
| | <u>\$ 190,382</u> | <u>\$ 291,938</u> |

Cash and Cash Equivalents and Restricted Cash

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of their short maturities. Restricted cash, which is required to be held in separate bank accounts, included amounts restricted for payment of certain fees at June 30, 2025 and 2024.

Concentrations of Credit and Market Risk

The Food Bank maintains its cash in bank deposit accounts at financial institutions. Cash accounts are insured by the Federal Deposit Insurance Corporation for up to statutory limits. The Food Bank's cash balances periodically exceed the federally insured limit. At June 30, 2025 and 2024, the Food Bank's uninsured cash balance was \$13,916,707 and \$24,246,311, respectively. See Note 7 for restricted cash accounts included in the June 30, 2025 and 2024, cash balances.

Three and two donors represent 64% and 62% of the balance of pledges receivable at June 30, 2025 and 2024, respectively.

There was no concentration of donor contributions during the year ended June 30, 2025. One donor represented 12% of donor contributions during the year ended June 30, 2024.

Other Receivables

Receivables are stated as unpaid balances, less an allowance for credit losses. The Food Bank provides for losses on accounts using management's estimates of probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the receivables. Management did not believe an allowance was necessary at June 30, 2025 or 2024.

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Inventory

Inventory consists primarily of donated foods and related consumer products. Donated inventory has been valued in 2025 and 2024 at \$1.72 per pound and \$1.74 per pound, respectively, which is an approximation of the average national wholesale value of one pound of donated product. This value was derived from Feeding America, and management believes it is a fair representation of value for the purpose stated above. Feeding America engages RSM to perform annual independent procedures to determine the valuation of one pound of donated product.

Investments

Investments are carried at fair value in accordance with FASB ASC 958-320, *Investments – Debt and Equity Securities for Not-for-Profit Organizations*. Under FASB ASC 820, *Fair Value Measurements and Disclosures*, fair value measurements are disclosed by level within the fair value hierarchy.

Investments measured and reported at fair value are classified and disclosed in one of the following categories:

- Level 1 – Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant degree of judgment.
- Level 2 – Valuations based on quoted prices in markets that are not active or based on valuation models for which all significant inputs are observable, either directly or indirectly.
- Level 3 – Valuations based on inputs that are unobservable and significant to the overall fair value measurement. Level 3 investments include situations where there is little, if any, market activity for the investments. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgment or estimation.

See Note 4 for investment categories.

The Food Bank holds certain fund of fund (FOF) investments that are considered Level 2 investments. Management has determined broker reported prices are a reasonable estimation of fair value as of June 30, 2025 and 2024. Broker reported prices are determined using inputs including last trade prices, current market conditions, perceived market movements, news and other relevant information.

The fair value of money market funds is valued based on cost, which approximates fair value. The fair value of mutual funds, equities, bonds and exchange traded funds is valued at the closing price reported on an active market on which the security is traded.

These methods produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although management believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

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Property and Equipment

The Food Bank capitalizes all expenditures for property, furniture and equipment in excess of \$5,000. Property and equipment are recorded at cost or fair value, if donated, and are depreciated using the straight-line method as follows:

| | |
|----------------------------|---------------|
| Buildings and improvements | 15 – 30 years |
| Furniture and equipment | 3 – 15 years |
| Vehicles | 5 – 7 years |

Depreciation expense in the amount of \$2,642,029 and \$2,319,754 has been charged to operations for the years ended June 30, 2025 and 2024, respectively.

Right-Of-Use Assets and Lease Liabilities

The Food Bank recognizes right-of-use assets and lease liabilities in accordance with FASB ASC Topic 842, *Leases* (Topic 842). In accordance with Topic 842, at lease commencement, the Food Bank initially measures the lease liability at the present value of payments expected to be made during the lease term. The right-of-use lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs.

Key estimates and judgments related to leases include how the Food Bank determines: (1) the discount rate used to discount the expected lease payments to present value, (2) lease term, and (3) lease payments. The Food Bank uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Food Bank generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancelable period of the lease, as well as expected renewal terms. In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options are only included in the lease term if the lease is reasonably certain to be extended.

The Food Bank monitors changes in circumstances that would require a remeasurement of its leases and will remeasure right-of-use lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of any lease liability.

Compensated Absences

It is the Food Bank's policy to permit employees to accumulate earned, but unused, paid time-off (PTO) benefits. In accordance with the provisions of FASB ASC 710-10-25, *Recognition of Compensated Absences*, no liability is reported for unpaid accumulated sick leave because the benefits are paid only upon illness of an employee, the amounts of such payments cannot be reasonably estimated, nor are they paid if an employee leaves the Food Bank. All PTO is accrued when earned; a maximum of 40 hours can be carried over to the next fiscal year.

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Grant Revenue and Deferred Revenue

Grant revenue is primarily recognized on a reimbursement basis and is recognized as expenditures are made and related work progresses. Unexpended funds received under these grants and contracts are recorded as deferred revenue. At June 30, 2025 and 2024, deferred revenue also includes special event sponsorships and ticket sales that relate to an event in the subsequent year.

Share Contributions and Handling Fees

Share contributions and handling fees consist of those amounts paid to the Food Bank by agencies as a contribution to defray the costs of storage and distribution of food and other items. The food is picked up from the Food Bank by the agency or delivered by the Food Bank to agency sites for distribution to those in need. Share contributions and handling fees are reported net of cash credits to affiliated agencies. Cash credits are contributions received by the Food Bank on behalf of affiliated agencies.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the consolidated statements of activities and functional expenses. Accordingly, personnel costs have been allocated among the programs and supporting services benefited based on estimates of time and effort and occupancy costs have been allocated on the basis of the function of the personnel using the space involved.

Income Taxes

ACFB is exempt from income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code (IRC) and is classified as an organization which is not a private foundation under Section 509(a) of the IRC. ACFB qualifies for the charitable contribution deduction.

Fair Value of Financial Instruments

Financial instruments, primarily cash, receivables, accounts payable and loans payable are reported at values which the Food Bank believes are not significantly different from fair values. The Food Bank believes no significant credit risk exists with respect to any of its financial instruments.

Subsequent Events

Management has evaluated events and transactions that occurred between June 30, 2025, and December 10, 2025, which is the date that the consolidated financial statements were available to be issued, for possible recognition or disclosure in the consolidated financial statements. See Note 13.

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3. PLEDGES RECEIVABLE

The Food Bank's pledges receivable at June 30, 2025 and 2024, are comprised of the following:

| | 2025 | 2024 |
|---------------------------------------|----------------------------|----------------------------|
| Pledges receivable | \$ 754,295 | \$ 681,453 |
| Pledges receivable – capital campaign | <u>1,023,981</u> | <u>3,780,860</u> |
| Total pledges receivable | <u><u>\$ 1,778,276</u></u> | <u><u>\$ 4,462,313</u></u> |

Pledges receivable at June 30, 2025, are receivable as follows:

Years Ending June 30,

| | |
|--------------------------|----------------------------|
| 2026 | \$ 1,354,295 |
| 2027 | <u>423,981</u> |
| Total pledges receivable | <u><u>\$ 1,778,276</u></u> |

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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4. INVESTMENTS

The Food Bank's investments at June 30, 2025 and 2024, are comprised of the following:

| | 2025 | | 2024 | |
|--|----------------------|----------------------|----------------------|----------------------|
| | Fair Value | Cost | Fair Value | Cost |
| Level 1 investments | | | | |
| Money market funds | \$ 3,489,509 | \$ 3,489,509 | \$ 2,355,042 | \$ 2,355,042 |
| Mutual funds | | | | |
| Diversified Emerging Markets | 599,208 | 529,316 | 1,960,230 | 2,182,193 |
| Strategic Income | | | | |
| Enhanced Yield/Commodities | 3,067,402 | 2,860,560 | 1,503,411 | 1,352,165 |
| Small Cap | 1,097,624 | 946,434 | 1,310,347 | 1,197,024 |
| Small Cap Index | 1,178,265 | 869,719 | 1,312,383 | 1,088,048 |
| U.S. Large Cap Value | 3,685,378 | 3,014,092 | 3,637,902 | 3,134,242 |
| U.S. Large Cap Growth | 2,903,278 | 2,024,579 | 2,867,600 | 2,314,202 |
| U.S. Mid-Cap Core | - | - | 2,416,642 | 2,280,969 |
| U.S. Mid-Cap Value | 2,307,928 | 2,085,244 | - | - |
| U.S. Mid-Cap Growth | 2,468,655 | 2,084,878 | - | - |
| Individual equities | | | | |
| U.S. Large Cap Blend | 12,391,201 | 7,626,276 | 12,876,151 | 8,445,563 |
| U.S. Mid-Cap Growth | - | - | 2,817,370 | 2,078,517 |
| International American Depository Receipts | 5,723,639 | 4,081,399 | 4,345,263 | 3,608,838 |
| Individual bonds | | | | |
| U.S. Treasury and Federal Agency | 9,505,601 | 9,430,631 | 7,673,646 | 7,843,355 |
| U.S. Taxable Corporate | 5,293,677 | 5,245,480 | 3,686,823 | 3,783,300 |
| Total Level 1 investments | 53,711,365 | 44,288,117 | 48,762,810 | 41,663,458 |
| Level 2 investments – United States | | | | |
| Limited partnership alternatives | | | | |
| Non-Directional Single Strategy Hedge FOF | 409,775 | 409,775 | 443,805 | 443,805 |
| Directional Multi-Strategy Hedge FOF | 1,309,788 | 1,309,788 | 1,218,139 | 1,218,139 |
| Other fund of fund alternatives | | | | |
| Private Real Estate/Real | | | | |
| Assets Fund of Funds | 1,737,824 | 1,526,092 | 1,366,300 | 1,342,981 |
| Total Level 2 investments | 3,457,387 | 3,245,655 | 3,028,244 | 3,004,925 |
| Total investments | \$ 57,168,752 | \$ 47,533,772 | \$ 51,791,054 | \$ 44,668,383 |

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Investment income for the years ended June 30, 2025 and 2024, is composed of:

| | 2025 | 2024 |
|--------------------------------|----------------------------|----------------------------|
| Interest income | \$ 1,204,286 | \$ 933,706 |
| Brokerage fees | (176,168) | (165,675) |
| Unrealized gain on investments | 2,512,309 | 4,201,110 |
| Realized gain on investments | 1,888,140 | 616,262 |
| Net investment income | <u><u>\$ 5,428,567</u></u> | <u><u>\$ 5,585,403</u></u> |

5. NEW MARKETS TAX CREDIT TRANSACTIONS

The New Markets Tax Credit Program (NMTC Program) was established by Congress in 2000 to attract investment capital to low-income communities by permitting investors to receive tax credit incentives in exchange for making equity investments in certified Community Development Entities (CDEs). Under this program, certain commercial banks and other investors are able to subsidize eligible projects that meet the NMTC Program requirements.

ACFB's new facility is located within a census tract that is eligible for the NMTC Program. In order to benefit under the NMTC Program, in September 2018, ACFB entered into a series of agreements and transactions with four CDEs and ACFB Investment Fund, Inc. (Investment Fund) affiliated with a commercial bank. ACFB determined that financing under the NMTC program would provide an attractive source of funding for the project, ultimately providing \$12,541,222 of additional capital to the project. ACFB formed ACFB Support Organization (Corporation) to facilitate the transaction, by issuance of a \$30,501,500 note receivable (see Note 6) to the Investment Fund. A portion of the funds loaned were financed by a \$30,784,665 bridge loan agreement with the bank, proceeds of which funded construction costs. The bridge loan was repaid in 2020 using funds raised in the capital campaign.

In November 2021, ACFB entered into an additional series of agreements and transactions with two CDEs and ACFB II Investment Fund, Inc. (Investment Fund II) affiliated with a commercial bank. ACFB formed ACFB Charitable Investments (CI) to facilitate the transaction, by issuance of a \$24,723,600 note receivable (see Note 6) to the Investment Fund II. This transaction provided an additional \$5,811,174 in working capital to ACFB.

In December 2022, ACFB entered into a third series of agreements and transactions with two CDEs and ACFB III Investment Fund, Inc. (Investment Fund III) affiliated with a commercial bank. ACFB utilized CI to facilitate the transaction, by issuance of a \$11,089,000 note receivable (see Note 6) to the Investment Fund III. This transaction provided an additional \$2,360,285 in working capital to ACFB.

Also, see Note 7 for notes payable to the CDEs totaling \$92,760,000.

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6. NOTES RECEIVABLE

On September 20, 2018, ACFB executed a \$30,501,500 note receivable with the Investment Fund as part of the NMTC transaction (see Note 5). The note receivable, including all accrued interest, is due in full on September 20, 2046. The note requires quarterly interest only payments for the initial seven-year period. The note then amortizes over the remaining 21 years. Interest accrues at 1% per annum. Quarterly interest payments commenced December 15, 2018. Interest payments totaled \$305,015 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the balance of the note receivable was \$30,501,500.

On November 24, 2021, ACFB executed a \$24,723,600 note receivable with the Investment Fund II as part of the NMTC transaction (see Note 5). The note receivable, including all accrued interest, is due in full on July 31, 2049. The note requires quarterly interest only payments for the initial seven-year period. The note then amortizes over the remaining 21 years. Interest accrues at 1% per annum. Quarterly interest payments commenced December 15, 2021. Interest payments totaled \$247,236 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the balance on the note receivable was \$24,723,600.

On December 21, 2022, ACFB executed a \$11,089,000 note receivable with the Investment Fund III as part of the NMTC transaction (see Note 5). The note receivable, including all accrued interest, is due in full on July 31, 2049. The note requires quarterly interest only payments for the initial seven-year period. The note then amortizes over the remaining 21 years. Interest accrues at 1% per annum. Quarterly interest payments commenced December 21, 2022. Interest payments totaled \$110,890 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the balance on the note receivable was \$11,089,000.

7. LOANS PAYABLE

As discussed in Note 5, the Corporation received loans amounting to \$45,580,000 on September 19, 2018, through an NMTC transaction. The notes, which are due on September 20, 2053, require quarterly interest only payments for the initial seven-year period. The notes then amortize over the remaining 28 years. The notes bear interest at 1.0335% per annum. Interest payments totaled \$305,069 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the outstanding balances totaled \$45,580,000.

As discussed in Note 5, CI received loans amounting to \$32,340,000 on November 24, 2021, through an NMTC transaction. The notes, which are due on July 31, 2049, require quarterly interest only payments for the initial seven-year period. The notes then amortize over the remaining 21 years. The notes bear interest at 1.0000% per annum. Interest payments totaled \$247,291 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the outstanding balances totaled \$32,340,000.

As discussed in Note 5, CI received additional loans amounting to \$14,840,000 on December 21, 2022, through an NMTC transaction. The notes, which are due on July 31, 2049, require quarterly interest only payments for the initial seven-year period. The notes then amortize over the remaining 21 years. The notes bear interest at 1.0000% per annum. Interest payments totaled

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\$110,908 for each of the years ended June 30, 2025 and 2024. At June 30, 2025 and 2024, the outstanding balances totaled \$14,840,000.

Reserve accounts were established in connection with the NMTC transactions to provide additional security to the lenders. ACFB does not have access to withdraw funds from these accounts. The lenders have access to withdraw funds from the interest and fee reserve accounts for interest or fees. Reserve account balances at June 30 were as follows:

| | 2025 | 2024 |
|------------------------------------|----------------------------|----------------------------|
| Raza Development Fund reserve | \$ 341,379 | \$ 439,554 |
| Rural Development Partners reserve | 49,603 | 185,565 |
| BlueHub Capital reserve | 234,406 | 305,093 |
| CAHEC Fee reserve | 234,753 | 280,835 |
| Carver State Bank reserve | 228,889 | 278,889 |
| The Reinvestment Fund reserve | <u>58,069</u> | <u>111,077</u> |
| | <u><u>\$ 1,147,099</u></u> | <u><u>\$ 1,601,013</u></u> |

No prepayment is allowed on the NMTC notes during the initial seven-year period.

Total interest cost of \$663,268 was recognized during both the years ended June 30, 2025 and 2024.

Long-term debt consisted of the following as of June 30, 2025 and 2024:

| | 2025 | 2024 |
|---|-----------------------------|-----------------------------|
| Notes payable | \$ 91,702,958 | \$ 92,760,000 |
| Less unamortized loan closing costs | <u>(621,936)</u> | <u>(781,069)</u> |
| Notes payable net of unamortized loan closing costs | <u><u>\$ 91,081,022</u></u> | <u><u>\$ 91,978,931</u></u> |

The net unamortized amount of debt issuance costs as of June 30, 2025 and 2024, amounted to \$621,936 and \$781,069, respectively. The unamortized loan cost includes \$1,113,935 of loan costs at June 30, 2025 and 2024, and accumulated amortization of \$491,999 and \$332,866, respectively. Amortization expense amounted to \$159,133 and \$159,134 for 2025 and 2024, respectively.

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8. COMPOSITION OF NET ASSETS

Board Designated

The Board of the Food Bank reviews its plans for future needs and from time to time designates appropriate sums of net assets without donor restrictions to assure adequate funding for financing such activities. At June 30, 2025 and 2024, net assets without donor restrictions have been designated by the Board for future programming totaling \$13,957,805 and \$12,713,603, respectively.

Endowment

The Board of the Food Bank has interpreted the Georgia Prudent Management of Institutional Funds Act (GPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Food Bank classifies as net assets with donor restrictions the historical value of donor-restricted endowment funds, which includes: (1) the original value of gifts donated to the permanent endowment, (2) the original value of subsequent gifts to the permanent endowment, and (3) changes to the permanent endowment made in accordance with the direction of the applicable donor gift instrument. Also included in net assets with donor restrictions is accumulated appreciation on donor-restricted endowment funds that are available for expenditure in a manner consistent with the standard of prudence prescribed by GPMIFA, and deficiencies associated with funds where the value of the fund has fallen below the original value of the gift.

In accordance with GPMIFA, the Food Bank considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Food Bank, and (7) the Food Bank's investment policies.

Investment Policy

The Food Bank has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Food Bank must hold in perpetuity or for a donor-specified period as well as board-designated funds. Under this policy, the endowment assets are invested in a manner recommended by the finance committee and approved by the Board of Directors.

To satisfy its long-term rate-of-return objectives, the Food Bank relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Food Bank targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

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Spending Policy

The Food Bank has a policy of appropriating for distribution each year 4% of the average total market value of the endowment for the trailing three-year period ending June 30 unless otherwise approved by ACFB's Board of Directors. In the event the average annualized total return for the trailing three-year period fails to equal or exceed 4%, the Food Bank shall distribute only the Net Income (defined as interest, dividends and other income receipts from investments less expenses) until such time as the trailing three-year return again equals or exceeds 4%. In making distributions, the Food Bank is authorized to use both the Net Income and Net Capital Appreciation (defined as realized and unrealized appreciation in the fair market value of the investments) in excess of the fund's Historic Dollar Value (i.e., corpus).

The Food Bank's executive committee shall have discretion over whether or not distributions are appropriated. If it is determined that a distribution is not needed in a particular year, the executive committee may waive the distribution for the current year, and no appropriation will be made.

Endowment net asset composition by type of fund as of June 30, 2025, is as follows:

| With Donor Restrictions | | | |
|-------------------------------------|---------------------------------|--|--|
| | Original Gift Amount | Accumulated Gains and Other | Total with Donor Restrictions |
| William F. Shallenberger Trust Fund | \$ 738,000 | \$ 2,241,733 | \$ 2,979,733 |
| Endowment for Atlanta's Table | 90,000 | - | 90,000 |
| Total funds | \$ 828,000 | \$ 2,241,733 | \$ 3,069,733 |

Endowment net asset composition by type of fund as of June 30, 2024, is as follows:

| With Donor Restrictions | | | |
|-------------------------------------|---------------------------------|--|--|
| | Original Gift Amount | Accumulated Gains and Other | Total with Donor Restrictions |
| William F. Shallenberger Trust Fund | \$ 738,000 | \$ 1,940,539 | \$ 2,678,539 |
| Endowment for Atlanta's Table | 90,000 | - | 90,000 |
| Total funds | \$ 828,000 | \$ 1,940,539 | \$ 2,768,539 |

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

Changes in endowment net assets for the year ended June 30, 2025, are as follows:

| | With Donor Restrictions | | |
|------------------------------------|---------------------------------|--|--|
| | Original Gift Amount | Accumulated Gains and Other | Total with Donor Restrictions |
| | | | |
| Endowment net assets July 1, 2024 | \$ 828,000 | \$ 1,940,539 | \$ 2,768,539 |
| Investment income, net | - | 43,815 | 43,815 |
| Net appreciation | - | 257,379 | 257,379 |
| Appropriated for expenditure | - | - | - |
| Endowment net assets June 30, 2025 | <u>\$ 828,000</u> | <u>\$ 2,241,733</u> | <u>\$ 3,069,733</u> |

Changes in endowment net assets for the year ended June 30, 2024, are as follows:

| | With Donor Restrictions | | |
|------------------------------------|---------------------------------|---|--|
| | Original Gift Amount | Accumulated Gains (Losses) and Other | Total with Donor Restrictions |
| | | | |
| Endowment net assets July 1, 2023 | \$ 828,000 | \$ 1,672,248 | \$ 2,500,248 |
| Investment income, net | - | 35,050 | 35,050 |
| Net appreciation | - | 233,241 | 233,241 |
| Appropriated for expenditure | - | - | - |
| Endowment net assets June 30, 2024 | <u>\$ 828,000</u> | <u>\$ 1,940,539</u> | <u>\$ 2,768,539</u> |

Net Assets with Donor Restrictions

Net assets with donor restrictions were available for the following purposes at June 30, 2025 and 2024:

| | 2025 | 2024 |
|---|----------------------|----------------------|
| Subject to expenditures for specific purpose: | | |
| Healthy initiatives | \$ 1,815,373 | \$ 1,029,726 |
| Endowment earnings | 2,241,733 | 1,940,539 |
| Other programming | 306,759 | 258,856 |
| Capital campaign | <u>7,713,860</u> | <u>8,822,309</u> |
| | <u>\$ 12,077,725</u> | <u>\$ 12,051,430</u> |

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

Net assets with donor restrictions released from restrictions during the years ended June 30 were as follows:

| | 2025 | 2024 |
|---------------------|----------------------------|----------------------------|
| Healthy initiatives | \$ 2,512,258 | \$ 1,136,637 |
| Other programming | 360,885 | 275,139 |
| Capital campaign | 4,826,372 | 3,268,720 |
| | <u>\$ 7,699,515</u> | <u>\$ 4,680,496</u> |

Net assets subject to restrictions in perpetuity are restricted by donors for investment purposes with income to provide a permanent source of income.

9. RIGHT-OF-USE LEASE ASSETS AND LEASE LIABILITIES

Right-of-use assets and lease liabilities are classified as follows on the consolidated statements of financial position as of June 30, 2025 and 2024:

| | 2025 | 2024 |
|---|---------------------|---------------------|
| Operating Leases | | |
| Operating lease right-of-use assets, net | <u>\$ 2,219,874</u> | <u>\$ 1,830,353</u> |
| Current portion of operating lease liabilities | \$ 308,856 | \$ 268,890 |
| Operating lease liabilities, net of current portion | <u>1,996,029</u> | <u>1,643,595</u> |
| Total operating lease liabilities | <u>\$ 2,304,885</u> | <u>\$ 1,912,485</u> |

The following summarizes the weighted average remaining lease term and discount rate as of June 30, 2025 and 2024:

| | 2025 | 2024 |
|--|-------------|-------------|
| Weighted Average Remaining Lease Term | | |
| Operating leases | 6.96 years | 8.17 years |
| Weighted Average Discount Rate | | |
| Operating leases | 4.35% | 4.06% |

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

Future maturities of lease liabilities as of June 30, 2025, were as follows:

| <u>Years Ending June 30,</u> | |
|--|-------------------------|
| 2026 | \$ 401,951 |
| 2027 | 372,392 |
| 2028 | 374,328 |
| 2029 | 384,335 |
| 2030 | 389,314 |
| Thereafter | <u>752,864</u> |
| Total lease payments | 2,675,184 |
| Less interest | <u>(370,299)</u> |
| Present value of lease liabilities | <u>\$ 2,304,885</u> |

The following is a summary of lease expense recorded in the consolidated statements of activities for the years ended June 30, 2025 and 2024:

| | 2025 | 2024 |
|--|-------------------|-------------------|
| Operating lease expense included in: | | |
| Collection, storage and distribution of food | \$ 360,429 | \$ 300,482 |
| Management and general | 8,900 | 10,181 |
| Fundraising | <u>3,903</u> | <u>21,498</u> |
| | <u>\$ 373,232</u> | <u>\$ 332,161</u> |

Not included in the amounts above are leases with an initial term of 12 months or less. Expense for these such leases is insignificant for the years ended June 30, 2025 and 2024.

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

10. COMMITMENTS

ACFB entered into a contract on March 5, 2018, with the Georgia Mountain Food Bank (GMFB), another 501(c) (3) organization to act as a PDO (Partner Distribution Organization) on behalf of ACFB and Feeding America. Under the terms of the agreement the GMFB acts as a limited agent for the delivery of certain food services within a selected and assigned service area that has specifically been delegated by ACFB and agreed to by both parties.

Key terms of the agreement are as follows:

- 1) The two organizations will remain separately organized, independent entities maintaining separate facilities and equipment. Each of the entities will maintain their own independent records and financial statements; however, they will share this information with each other. They will each maintain their own separate marketing and donor relations as well as other operations and will work together to ensure that they resolve any conflicts as to service area and local contacts.
- 2) GMFB provides ACFB the option of having one of their board members or another representative of the ACFB to serve as an ex-officio member of the GMFB's Board of Directors.

ACFB contributed \$263,565 and \$114,089 to GMFB for operations during the years ended June 30, 2025 and 2024, respectively.

11. RETIREMENT EXPENSE

The Food Bank has a defined contribution pension plan covering all employees, 21 years of age or older, who have completed one year of service. The Food Bank presently contributes 7.5% of an employee's annual gross salary. The amount contributed to the plan for the years ended June 30, 2025 and 2024, was \$1,015,881 and \$1,068,295, respectively.

ATLANTA COMMUNITY FOOD BANK, INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025

12. LIQUIDITY AND FUNDS AVAILABLE

The following table reflects ACFB's financial assets as of June 30, 2025 and 2024, reduced by amounts not available for expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash, perpetual endowments, and accumulated earnings net of appropriations, within one year.

| | 2025 | 2024 |
|--|-----------------------------|-----------------------------|
| Financial assets: | | |
| Cash and cash equivalents | \$ 13,683,094 | \$ 23,230,010 |
| Receivables | | |
| Share contributions and handling fees | 243,850 | 101,806 |
| Grants | 2,080,566 | 4,349,872 |
| Pledges | 754,295 | 681,453 |
| Pledges – capital campaign | 600,000 | 3,405,860 |
| Other | 30,423 | 58,947 |
| Investments | <u>57,168,752</u> | <u>51,791,054</u> |
| Financial assets, at year end | 74,560,980 | 83,619,002 |
| Less: assets unavailable for general expenditures within one year: | | |
| Net assets with donor purpose or time restrictions | 12,077,725 | 12,051,430 |
| Net assets restricted in perpetuity | 828,000 | 828,000 |
| Board designations | 13,957,805 | 12,713,603 |
| Adjusted for: long-term pledges | <u>423,981</u> | <u>375,000</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u><u>\$ 47,273,469</u></u> | <u><u>\$ 57,650,969</u></u> |

ACFB is substantially supported by contributions and federal grants. Because a donor's restrictions require resources to be used in a particular manner or in a future period, ACFB must maintain sufficient resources to meet those responsibilities to donors. ACFB's endowment funds consist of donor-restricted endowments. Income from the donor-restricted endowment is restricted for investment purposes with income to provide a permanent source of income. Therefore, certain financial assets may not be available for general expenditures within one year. As part of ACFB'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. Board designated amounts could be made available if necessary.

13. SUBSEQUENT EVENT

In November 2025, as a result of the unwinding of the first NMTC, the \$45,580,000 note payable balance was extinguished per the terms of the transaction, and the \$30,501,500 note was forgiven. ACFB recognized a gain on forgiveness of debt of \$15,078,500.

SUPPLEMENTARY INFORMATION

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Entries | Consolidated Total |
|--|---|--|---|------------------------|-----------------------|
| CURRENT ASSETS | | | | | |
| Cash and cash equivalents | \$ 13,452,360 | \$ 30,353 | \$ 200,381 | \$ - | \$ 13,683,094 |
| Restricted cash | 1,039,427 | 107,672 | - | - | 1,147,099 |
| Receivables | | | | | |
| Share contributions and handling fees | 243,850 | - | - | - | 243,850 |
| Grants | 2,080,566 | - | - | - | 2,080,566 |
| Pledges | 754,295 | - | - | - | 754,295 |
| Pledges – capital campaign | 600,000 | - | - | - | 600,000 |
| Other | 30,423 | - | - | - | 30,423 |
| Current portion of notes receivable | - | - | 982,768 | - | 982,768 |
| Due from Corporation | 476,336 | - | - | (476,336) | - |
| Inventory – donated | 4,140,234 | - | - | - | 4,140,234 |
| Inventory – purchased | 2,092,718 | - | - | - | 2,092,718 |
| Prepaid expenses | 915,752 | - | - | - | 915,752 |
| TOTAL CURRENT ASSETS | 25,825,961 | 138,025 | 1,183,149 | (476,336) | 26,670,799 |
| PROPERTY AND EQUIPMENT | | | | | |
| Land | - | 6,889,368 | - | - | 6,889,368 |
| Buildings and improvements | 1,649,841 | 33,027,109 | - | - | 34,676,950 |
| Furniture and equipment | 5,414,361 | 2,167,513 | - | - | 7,581,874 |
| Vehicles | 4,990,831 | 2,067,150 | - | - | 7,057,981 |
| TOTAL PROPERTY AND EQUIPMENT | 12,055,033 | 44,151,140 | - | - | 56,206,173 |
| Less accumulated depreciation | (6,109,333) | (10,050,394) | - | - | (16,159,727) |
| | 5,945,700 | 34,100,746 | - | - | 40,046,446 |
| Projects in progress | 1,447,696 | - | - | - | 1,447,696 |
| PROPERTY AND EQUIPMENT, NET | 7,393,396 | 34,100,746 | - | - | 41,494,142 |
| OTHER ASSETS | | | | | |
| Investments | 29,178,572 | - | 27,990,180 | - | 57,168,752 |
| Receivables, less current portion | | | | | |
| Pledges – capital campaign | 423,981 | - | - | - | 423,981 |
| Notes receivable, net of current portion | - | - | 65,331,332 | - | 65,331,332 |
| Operating lease | | | | | |
| right-of-use assets, net | 2,219,874 | - | - | - | 2,219,874 |
| TOTAL OTHER ASSETS | 31,822,427 | - | 93,321,512 | - | 125,143,939 |
| TOTAL ASSETS | \$ 65,041,784 | \$ 34,238,771 | \$ 94,504,661 | \$ (476,336) | \$ 193,308,880 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Entries | Consolidated Total |
|--|---|--|---|--------------------------------|-------------------------------|
| CURRENT LIABILITIES | | | | | |
| Accounts payable | \$ 3,473,561 | \$ - | \$ - | \$ - | \$ 3,473,561 |
| Accrued liabilities | 1,224,708 | - - | - - | - - | 1,224,708 |
| Deferred revenue | 310,162 | - - | - - | - - | 310,162 |
| Current portion of loans payable – NMTC | - - | 1,057,042 | - - | - - | 1,057,042 |
| Current portion of operating lease liabilities | 308,856 | - - | - - | - - | 308,856 |
| Due to ACFB | - - | 476,336 | - - | (476,336) | - - |
| TOTAL CURRENT LIABILITIES | 5,317,287 | 1,533,378 | - - | (476,336) | 6,374,329 |
| LONG-TERM LIABILITIES | | | | | |
| Operating lease liabilities, net of current portion | 1,996,029 | - - | - - | - - | 1,996,029 |
| Loans payable – NMTC, net of current portion and unamortized costs | 46,558,064 | 44,522,958 | - - | - - | 91,081,022 |
| TOTAL LONG-TERM LIABILITIES | 48,554,093 | 44,522,958 | - - | - - | 93,077,051 |
| TOTAL LIABILITIES | 53,871,380 | 46,056,336 | - - | (476,336) | 99,451,380 |
| NET ASSETS | | | | | |
| Without donor restrictions | | | | | |
| Undesignated | (14,865,126) | (11,817,565) | 93,676,661 | - - | 66,993,970 |
| Board designated | 13,957,805 | - - | - - | - - | 13,957,805 |
| Total net assets without donor restrictions | (907,321) | (11,817,565) | 93,676,661 | - - | 80,951,775 |
| With donor restrictions | | | | | |
| Restricted by purpose or time | 12,077,725 | - - | - - | - - | 12,077,725 |
| Restricted in perpetuity | - - | - - | 828,000 | - - | 828,000 |
| Total net assets with donor restrictions | 12,077,725 | - - | 828,000 | - - | 12,905,725 |
| TOTAL NET ASSETS | 11,170,404 | (11,817,565) | 94,504,661 | - - | 93,857,500 |
| TOTAL LIABILITIES AND NET ASSETS | | | | | |
| | \$ 65,041,784 | \$ 34,238,771 | \$ 94,504,661 | \$ (476,336) | \$ 193,308,880 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2024

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Entries | Consolidated Total |
|--|---|--|---|------------------------|-----------------------|
| CURRENT ASSETS | | | | | |
| Cash and cash equivalents | \$ 23,099,269 | \$ 29,987 | \$ 100,754 | \$ - | \$ 23,230,010 |
| Restricted cash | 1,304,371 | 296,642 | - | - | 1,601,013 |
| Receivables | | | | | |
| Share contributions and handling fees | 101,806 | - | - | - | 101,806 |
| Grants | 4,349,872 | - | - | - | 4,349,872 |
| Pledges | 681,453 | - | - | - | 681,453 |
| Pledges – capital campaign | 3,405,860 | - | - | - | 3,405,860 |
| Other | 58,947 | - | - | - | 58,947 |
| Due from Corporation | 1,119,903 | - | - | (1,119,903) | - |
| Inventory – donated | 3,339,805 | - | - | - | 3,339,805 |
| Inventory – purchased | 215,560 | - | - | - | 215,560 |
| Prepaid expenses | 570,225 | - | - | - | 570,225 |
| TOTAL CURRENT ASSETS | 38,247,071 | 326,629 | 100,754 | (1,119,903) | 37,554,551 |
| PROPERTY AND EQUIPMENT | | | | | |
| Land | 145,000 | 6,889,368 | - | - | 7,034,368 |
| Buildings and improvements | 1,470,429 | 33,027,109 | - | - | 34,497,538 |
| Furniture and equipment | 4,190,149 | 2,694,346 | - | - | 6,884,495 |
| Vehicles | 2,473,695 | 2,074,011 | - | - | 4,547,706 |
| TOTAL PROPERTY AND EQUIPMENT | 8,279,273 | 44,684,834 | - | - | 52,964,107 |
| Less accumulated depreciation | <u>(5,060,365)</u> | <u>(8,444,857)</u> | <u>-</u> | <u>-</u> | <u>(13,505,222)</u> |
| | 3,218,908 | 36,239,977 | - | - | 39,458,885 |
| Projects in progress | 154,768 | - | - | - | 154,768 |
| PROPERTY AND EQUIPMENT, NET | 3,373,676 | 36,239,977 | - | - | 39,613,653 |
| OTHER ASSETS | | | | | |
| Investments | 26,376,889 | - | 25,414,165 | - | 51,791,054 |
| Receivables, less current portion | | | | | |
| Pledges - capital campaign | 375,000 | - | - | - | 375,000 |
| Notes receivable, net of current portion | - | - | 66,314,100 | - | 66,314,100 |
| Operating lease | | | | | |
| right-of-use assets, net | 1,830,353 | - | - | - | 1,830,353 |
| TOTAL OTHER ASSETS | 28,582,242 | - | 91,728,265 | - | 120,310,507 |
| TOTAL ASSETS | \$ 70,202,989 | \$ 36,566,606 | \$ 91,829,019 | \$ (1,119,903) | \$ 197,478,711 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2024

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Entries | Consolidated Total |
|--|---|---|---|------------------------|-----------------------|
| CURRENT LIABILITIES | | | | | |
| Accounts payable | \$ 4,395,015 | \$ - | \$ - | \$ - | \$ 4,395,015 |
| Accrued liabilities | 1,412,325 | - - | - - | - - | 1,412,325 |
| Deferred revenue | 380,640 | - - | - - | - - | 380,640 |
| Current portion of operating lease liabilities | 268,890 | - - | - - | - - | 268,890 |
| Due to ACFB | - - | 1,119,903 | - - | (1,119,903) | - - |
| TOTAL CURRENT LIABILITIES | 6,456,870 | 1,119,903 | - - | (1,119,903) | 6,456,870 |
| LONG-TERM LIABILITIES | | | | | |
| Operating lease liabilities, net of current portion | 1,643,595 | - - | - - | - - | 1,643,595 |
| Loans payable – NMTC | 46,398,931 | 45,580,000 | - - | - - | 91,978,931 |
| TOTAL LONG-TERM LIABILITIES | 48,042,526 | 45,580,000 | - - | - - | 93,622,526 |
| TOTAL LIABILITIES | 54,499,396 | 46,699,903 | - - | (1,119,903) | 100,079,396 |
| NET ASSETS | | | | | |
| Without donor restrictions | | | | | |
| Undesignated | (9,061,440) | (10,133,297) | 91,001,019 | - - | 71,806,282 |
| Board designated | 12,713,603 | - - | - - | - - | 12,713,603 |
| Total net assets without donor restrictions | 3,652,163 | (10,133,297) | 91,001,019 | - - | 84,519,885 |
| With donor restrictions | | | | | |
| Restricted by purpose or time | 12,051,430 | - - | - - | - - | 12,051,430 |
| Restricted in perpetuity | - - | - - | 828,000 | - - | 828,000 |
| Total net assets with donor restrictions | 12,051,430 | - - | 828,000 | - - | 12,879,430 |
| TOTAL NET ASSETS | 15,703,593 | (10,133,297) | 91,829,019 | - - | 97,399,315 |
| TOTAL LIABILITIES AND NET ASSETS | | | | | |
| | \$ 70,202,989 | \$ 36,566,606 | \$ 91,829,019 | \$ (1,119,903) | \$ 197,478,711 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Total | Total |
|--|---|--|---|----------------------|--------------------|
| PUBLIC SUPPORT AND REVENUE | | | | | |
| SUPPORT | | | | | |
| Donated product | \$ 196,192,069 | \$ - | \$ - | \$ - | \$ 196,192,069 |
| Federal grants | 15,571,136 | - | - | - | 15,571,136 |
| Contributions – ACFB | 27,230,807 | - | - | - | 27,230,807 |
| Contributions – capital campaign | 3,293,123 | - | - | - | 3,293,123 |
| In-kind contributions | 190,382 | - | - | - | 190,382 |
| Special events (net of direct costs of \$9,634) | 4,424,939 | - | - | - | 4,424,939 |
| TOTAL SUPPORT | 246,902,456 | - | - | - | 246,902,456 |
| REVENUE | | | | | |
| Share contributions and handling fees | 2,501,408 | - | - | - | 2,501,408 |
| Net investment income | 2,779,828 | - | 2,648,739 | - | 5,428,567 |
| Other income – ACFB | 3,722,701 | - | - | - | 3,722,701 |
| Other income – Corporation | - | 442,406 | - | (446,000) | (3,594) |
| Other income – CI | - | - | 358,126 | - | 358,126 |
| TOTAL REVENUE | 9,003,937 | 442,406 | 3,006,865 | (446,000) | 12,007,208 |
| TOTAL SUPPORT AND REVENUE | 255,906,393 | 442,406 | 3,006,865 | (446,000) | 258,909,664 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Total | Total |
|---|---|--|---|----------------------|----------------------|
| EXPENSES | | | | | |
| PROGRAM SERVICES | | | | | |
| Collection, storage and distribution of food – ACFB | \$ 245,775,215 | \$ - | \$ - | \$ - | \$ 245,775,215 |
| Advocacy | 644,582 | - - | - - | - - | 644,582 |
| TOTAL PROGRAM SERVICES | 246,419,797 | - | - | - | 246,419,797 |
| SUPPORTING SERVICES | | | | | |
| Management and general – ACFB | 7,654,873 | - - | - - | (446,000) | 7,208,873 |
| Management and general – Corporation | - - | 2,126,674 | - - | - - | 2,126,674 |
| Management and general – CI | - - | - - | 72,723 | - - | 72,723 |
| Fundraising | 6,364,912 | - - | - - | - - | 6,364,912 |
| Transfers | - - | - - | 258,500 | - - | 258,500 |
| TOTAL SUPPORTING SERVICES | 14,019,785 | 2,126,674 | 331,223 | (446,000) | 16,031,682 |
| TOTAL EXPENSES | 260,439,582 | 2,126,674 | 331,223 | (446,000) | 262,451,479 |
| CHANGE IN NET ASSETS | (4,533,189) | (1,684,268) | 2,675,642 | - - | (3,541,815) |
| NET ASSETS AT: | | | | | |
| BEGINNING OF YEAR – ACFB | 15,703,593 | - - | - - | - - | 15,703,593 |
| BEGINNING OF YEAR – CORPORATION | - - | (10,133,297) | - - | - - | (10,133,297) |
| BEGINNING OF YEAR – CI | - - | - - | 91,829,019 | - - | 91,829,019 |
| NET ASSETS AT END OF YEAR | \$ 11,170,404 | \$ (11,817,565) | \$ 94,504,661 | \$ - - | \$ 93,857,500 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Total | Total |
|--|---|--|---|----------------------|--------------------|
| PUBLIC SUPPORT AND REVENUE | | | | | |
| SUPPORT | | | | | |
| Donated product | \$ 204,263,466 | \$ - | \$ - | \$ - | \$ 204,263,466 |
| Federal grants | 39,241,190 | - - | - - | - - | 39,241,190 |
| Contributions – ACFB | 23,014,998 | - - | - - | - - | 23,014,998 |
| Contributions – capital campaign | 10,399,607 | - - | - - | - - | 10,399,607 |
| In-kind contributions | 291,938 | - - | - - | - - | 291,938 |
| Special events | | | | | |
| (net of direct costs of \$23,981) | 4,966,643 | - - | - - | - - | 4,966,643 |
| TOTAL SUPPORT | 282,177,842 | - - | - - | - - | 282,177,842 |
| REVENUE | | | | | |
| Share contributions and handling fees | 3,360,062 | - - | - - | - - | 3,360,062 |
| Net investment income | 2,749,474 | - - | 2,835,929 | - - | 5,585,403 |
| Other income – ACFB | 423,590 | - - | - - | - - | 423,590 |
| Other income – Corporation | - - | 446,121 | - - | (446,000) | 121 |
| Other income – CI | - - | - - | 358,123 | - - | 358,123 |
| TOTAL REVENUE | 6,533,126 | 446,121 | 3,194,052 | (446,000) | 9,727,299 |
| TOTAL SUPPORT AND REVENUE | | | | | |
| EXPENSES | | | | | |
| PROGRAM SERVICES | | | | | |
| Collection, storage and distribution of food – ACFB | 251,649,114 | - - | - - | - - | 251,649,114 |
| Advocacy | 4,038,349 | - - | - - | - - | 4,038,349 |
| TOTAL PROGRAM SERVICES | 255,687,463 | - - | - - | - - | 255,687,463 |

See independent auditors' report.

ATLANTA COMMUNITY FOOD BANK, INC.
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

| | Atlanta Community Food Bank (ACFB) | ACFB Support Organization (Corporation) | ACFB Charitable Investments (CI) | Eliminating Total | Total |
|--|---|--|---|----------------------|----------------------|
| SUPPORTING SERVICES | | | | | |
| Management and general – ACFB | \$ 8,088,394 | \$ - | \$ - | \$ (446,000) | \$ 7,642,394 |
| Management and general – Corporation | - | 2,277,481 | - | - | 2,277,481 |
| Management and general – CI | - | - | 88,502 | - | 88,502 |
| Fundraising | 6,207,915 | - | - | - | 6,207,915 |
| Transfers | 88,697 | (88,697) | (474,729) | - | (474,729) |
| TOTAL SUPPORTING SERVICES | 14,385,006 | 2,188,784 | (386,227) | (446,000) | 15,741,563 |
| TOTAL EXPENSES | 270,072,469 | 2,188,784 | (386,227) | (446,000) | 271,429,026 |
| CHANGE IN NET ASSETS | 18,638,499 | (1,742,663) | 3,580,279 | - | 20,476,115 |
| NET ASSETS AT: | | | | | |
| BEGINNING OF YEAR – ACFB | (2,934,906) | - | - | - | (2,934,906) |
| BEGINNING OF YEAR – Corporation | - | (8,390,634) | - | - | (8,390,634) |
| BEGINNING OF YEAR – CI | - | - | 88,248,740 | - | 88,248,740 |
| NET ASSETS AT END OF YEAR | \$ 15,703,593 | \$ (10,133,297) | \$ 91,829,019 | \$ - | \$ 97,399,315 |

See independent auditors' report.