



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2765

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

March 1, 2023

Board of Directors
Food Bank of Northwest Indiana, Inc.
6490 Broadway
Merrillville, IN 46410

We have reviewed the audit report of Food Bank of Northwest Indiana, Inc., which was opined upon by McMahon & Associates CPAs, PC, Independent Public Accountants, for the period January 1, 2020 to December 31, 2020. Per the *Independent Auditors' Report* the financial statements included in the report present fairly the financial condition of Food Bank of Northwest Indiana, Inc. as of December 31, 2020 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, McMahon & Associates CPAs, PC prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

The audit report is filed with this letter in our office as a matter of public record.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

FOOD BANK OF
NORTHWEST INDIANA, INC.

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED DECEMBER 31, 2020
(With comparative totals for 2019)

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT	PAGES 3 - 4
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	PAGES 5 - 6
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	PAGES 7 - 8
STATEMENT OF FINANCIAL POSITION	PAGE 9
STATEMENT OF ACTIVITIES	PAGE 10
STATEMENT OF FUNCTIONAL EXPENSES	PAGE 11
STATEMENT OF CASH FLOWS	PAGE 12
NOTES TO FINANCIAL STATEMENTS	PAGES 13 - 21
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	PAGE 22
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	PAGES 23 - 24
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	PAGE 25
EXIT CONFERENCE	PAGE 26

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Food Bank of Northwest Indiana, Inc.
Merrillville, Indiana

Report on the Financial Statements

We have audited the accompanying financial statements of Food Bank of Northwest Indiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility 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: this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Food Bank of Northwest Indiana, Inc., as of December 31, 2020, 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.

Report on Summarized Comparative Information

We have previously audited the Food Bank of Northwest Indiana, Inc.'s 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 10, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 19, 2021, on our consideration of Food Bank of Northwest Indiana, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Food Bank of Northwest Indiana, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Food Bank of Northwest Indiana, Inc.'s internal control over financial reporting and compliance.

McMahon & Associates CPAs P.C.

McMahon and Associates Certified Public Accountants, P.C.
Munster, Indiana

July 19, 2021

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Food Bank of Northwest Indiana, Inc.
Merrillville, Indiana

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 Bank of Northwest Indiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated July 19, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Food Bank of Northwest Indiana, Inc.'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 Bank of Northwest Indiana, Inc.'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 may exist that have not been identified.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether Food Bank of Northwest Indiana, Inc.'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 determination of 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.

McMahon & Associates CPAs P.C.

McMahon and Associates Certified Public Accountants, P.C.
Munster, Indiana

July 19, 2021

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

To the Board of Directors
Food Bank of Northwest Indiana, Inc.
Merrillville, Indiana

Report on Compliance for Each Major Federal Program

We have audited Food Bank of Northwest Indiana, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Food Bank of Northwest Indiana, Inc.'s major federal programs for the year ended December 31, 2020. Food Bank of Northwest Indiana, Inc.'s major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Food Bank of Northwest Indiana, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Food Bank of Northwest Indiana, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Food Bank of Northwest Indiana, Inc.'s compliance.



Opinion on Each Major Federal Program

In our opinion, Food Bank of Northwest Indiana, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control of Compliance

Management of Food Bank of Northwest Indiana, Inc is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Food Bank of Northwest Indiana, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Food Bank of Northwest Indiana, Inc.'s internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

McMahon & Associates CPAs P.C.

McMahon and Associates Certified Public Accountants, P.C.
Munster, Indiana

July 19, 2021

FOOD BANK OF NORTHWEST INDIANA, INC.

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2020

(With comparative totals for December 31, 2019)

ASSETS

	<u>2020</u>	<u>2019</u>
<u>CURRENT ASSETS:</u>		
Cash and cash equivalents	\$ 3,993,152	\$ 512,237
Restricted cash	672,606	250,625
Investment - CD	0	51,394
Accounts receivable	198,256	243,865
Pledges receivable - current portion, net of discount and allowance	84,656	144,495
Prepaid expenses	63,964	23,439
Inventory	1,295,004	1,258,857
Total current assets	<u>6,307,638</u>	<u>2,484,912</u>
<u>FIXED ASSETS (NET)</u>	2,920,128	2,517,708
<u>OTHER NON-CURRENT ASSETS</u> - Pledges receivable, less current portion, net of discount and allowance	<u>38,139</u>	<u>125,804</u>
<u>TOTAL ASSETS</u>	<u>\$ 9,265,905</u>	<u>\$ 5,128,424</u>

LIABILITIES AND NET ASSETS

<u>CURRENT LIABILITIES:</u>		
Accounts payable	\$ 149,581	\$ 66,039
Notes payable - current portion	84,490	143,585
Capital leases - current portion	7,127	10,398
Accrued payroll and payroll taxes	46,214	31,384
Deferred revenue	86,996	0
Security deposits	0	2,250
Total current liabilities	<u>374,408</u>	<u>253,656</u>
<u>LONG-TERM LIABILITIES:</u>		
Notes payable - net of current portion (less unamortized loan issuance costs)	112,982	293,895
Capital leases - net of current portion	11,548	16,827
Total long-term liabilities	<u>124,530</u>	<u>310,722</u>
Total liabilities	<u>498,938</u>	<u>564,378</u>
<u>NET ASSETS:</u>		
Without donor restrictions:		
Undesignated	7,862,915	3,974,628
Designated by the Board	186,721	186,721
Total net assets without donor restrictions	<u>8,049,636</u>	<u>4,161,349</u>
Net assets with donor restrictions		
Purpose restrictions	717,331	402,697
Total net assets	<u>8,766,967</u>	<u>4,564,046</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 9,265,905</u>	<u>\$ 5,128,424</u>

See notes to financial statements.

FOOD BANK OF NORTHWEST INDIANA, INC.

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020
(With comparative totals for the year ended December 31, 2019)

	2020			2019
	Net assets without donor restrictions	Net assets with donor restrictions	Total	Total
<u>REVENUE, GAINS AND OTHER SUPPORT:</u>				
Contributions - food	\$ 4,873,422	\$ 0	\$ 4,873,422	\$ 3,897,281
Contributions - commodities	11,315,099	0	11,315,099	6,934,963
Contributions	3,319,066	0	3,319,066	1,065,379
Capital Campaign	0	3,832	3,832	97,885
Purchased food program	6,104	0	6,104	35,138
Program revenue	62,989	0	62,989	64,908
Grant revenue	1,948,163	782,659	2,730,822	869,675
Special events	219,771	58,448	278,219	288,660
Interest income	1,379	0	1,379	3,488
In-kind donations	89,947	0	89,947	64,419
Miscellaneous income	228,399	0	228,399	9,907
Rental income	24,130	0	24,130	9,270
Gain on disposal of assets	250	0	250	2,266
	<u>22,088,719</u>	<u>844,939</u>	<u>22,933,658</u>	<u>13,343,239</u>
Total revenues, gains and other support prior to release from restrictions:				
Net assets released from restrictions:				
Satisfaction of program restrictions	530,305	(530,305)	0	0
Total revenues, gains and other support	<u>22,619,024</u>	<u>314,634</u>	<u>22,933,658</u>	<u>13,343,239</u>
<u>EXPENSES:</u>				
Program expenses	17,864,805	0	17,864,805	11,475,726
Management and general expenses	608,316	0	608,316	537,593
Fundraising	257,616	0	257,616	244,663
	<u>18,730,737</u>	<u>0</u>	<u>18,730,737</u>	<u>12,257,982</u>
Total expenses				
CHANGE IN NET ASSETS	3,888,287	314,634	4,202,921	1,085,257
NET ASSETS - BEGINNING OF YEAR	<u>4,161,349</u>	<u>402,697</u>	<u>4,564,046</u>	<u>3,478,789</u>
NET ASSETS - END OF YEAR	\$ <u>8,049,636</u>	\$ <u>717,331</u>	\$ <u>8,766,967</u>	\$ <u>4,564,046</u>

FOOD BANK OF NORTHWEST INDIANA, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020

(With comparative totals for the year ended December 31, 2019)

	Program Services		Supporting Services			Total 2020	Total 2019
		Fundraising Expenses	Mgmt and Genl Expenses	Sub Total			
Salaries and Related Expenses							
Salaries	\$ 711,939	\$ 0	\$ 189,249	\$ 189,249	\$ 901,188	\$ 879,570	
Employee benefits	41,575	0	11,052	11,052	52,627	51,611	
Payroll taxes	62,107	0	16,510	16,510	78,617	71,708	
Total salaries and related expenses	815,621	0	216,811	216,811	1,032,432	1,002,889	
Advertising	0	33,835	57,611	91,446	91,446	68,054	
Training and development of agencies	0	0	0	0	0	3,465	
Auto and truck expense	81,209	0	0	0	81,209	87,573	
Bank fees	0	0	2,801	2,801	2,801	2,479	
Conferences and workshops	0	0	8,089	8,089	8,089	7,267	
Computer support	2,670	0	8,009	8,009	10,679	10,847	
Disposal services	8,357	0	0	0	8,357	11,610	
Dues and subscriptions	5,026	0	24,541	24,541	29,567	31,181	
Food costs	16,635,973	0	0	0	16,635,973	10,292,753	
Fundraising events	0	22,820	0	22,820	22,820	12,382	
Insurance	25,038	0	4,418	4,418	29,456	25,541	
Interest expense	0	0	20,540	20,540	20,540	19,610	
Office and operating expenses	0	39,920	93,148	133,068	133,068	46,023	
Pest control	6,237	0	0	0	6,237	3,013	
Postage and shipping	5,691	0	8,537	8,537	14,228	16,360	
Professional fees / temporary salaries	2,917	161,041	113,757	274,798	277,715	312,297	
Program supplies	20,371	0	0	0	20,371	13,020	
Repairs and maintenance	31,384	0	0	0	31,384	41,721	
Security	695	0	0	0	695	1,063	
Telephone	11,842	0	5,832	5,832	17,674	16,738	
Travel	0	0	3,352	3,352	3,352	5,760	
Unemployment benefits	0	0	(600)	(600)	(600)	1,213	
Utilities	64,807	0	4,728	4,728	69,535	63,484	
Total expenses before depreciation	17,717,838	257,616	571,574	829,190	18,547,028	12,096,343	
Depreciation	146,967	0	36,742	36,742	183,709	161,639	
TOTAL EXPENSES	\$ 17,864,805	\$ 257,616	\$ 608,316	\$ 865,932	\$ 18,730,737	\$ 12,257,982	

See notes to financial statements.

FOOD BANK OF NORTHWEST INDIANA, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With comparative totals for the year ended December 31, 2019)

	2020	2019
<u>OPERATING ACTIVITIES:</u>		
Contributions received	\$ 3,319,066	\$ 1,065,379
Program revenue	62,989	64,908
Grant revenue	2,730,822	869,675
Special events	278,219	288,660
Interest income	1,379	3,488
Interest expense	(20,540)	(19,610)
Other income	228,399	9,907
Cash paid for expenses	(2,116,394)	(1,682,915)
Net cash provided by operating activities	4,483,940	599,492
<u>INVESTING ACTIVITIES:</u>		
Purchase of investments - CD	0	(1,350)
Proceeds from CD	51,394	0
Proceeds from sales of assets	250	2,500
Purchase of fixed assets	(586,130)	(151,959)
Net cash used by investing activities	(534,486)	(150,809)
<u>FINANCING ACTIVITIES:</u>		
Capital lease	(8,550)	(11,157)
Proceeds from PPP loan	202,000	0
Repayment of borrowings	(240,008)	(300,551)
Net cash provided (used) by financing activities	(46,558)	(311,708)
NET INCREASE IN CASH	3,902,896	136,975
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - Beginning of Year	762,862	625,887
<u>CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - End of Year</u>	\$ 4,665,758	\$ 762,862
<u>RECONCILIATION OF CHANGES IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
<u>OPERATING ACTIVITIES:</u>		
Change in net assets	\$ 4,202,921	\$ 1,085,257
Add non-cash items		
Depreciation	183,709	161,639
Gain on sale of assets	(250)	(2,266)
Allocation of expenses to PPP funds	(202,000)	0
Decrease (increase) in assets:		
Accounts receivable	45,609	(54,627)
Pledges receivable	147,504	282,143
Prepaid expenses	(40,525)	(8,153)
Inventory	(36,147)	(856,625)
Increase (decrease) in liabilities:		
Accounts payable	83,543	34,871
Accrued payroll and payroll taxes	14,830	(42,747)
Deferred revenue	86,996	0
Security deposits	(2,250)	0
<u>NET CASH PROVIDED BY OPERATING ACTIVITIES</u>	\$ 4,483,940	\$ 599,492
Supplemental information - non-cash food income	\$ 16,188,521	\$ (10,832,244)

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Food Bank of Northwest Indiana, Inc. (the Organization) is a not-for-profit organization for the purpose of providing food to various charitable organizations and needy individuals located in Northwest Indiana. The majority of the Organization's revenues are derived from contributions. The Organization distributes food commodities to approximately 110 agencies in Northwest Indiana.

Use of Estimates in Preparation of Financial Statements

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 and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Newly Adopted Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*, requires entities to recognize revenue when control of the promised goods or services is transferred to customers at an amount that reflects the consideration to which the entity expects to be entitled to in exchange for those goods or services. The Organization adopted this standard on January 1, 2019 using the cumulative catch up adjustment method. Due to the short-term nature of the products within the Organization's revenue streams, the adoption of this standard did not have a material impact on the amount and timing of revenue recognition for revenue. The Organization's revenue streams are mainly from Contributions, Contracts including Federal Government, Investment Income, and Other Revenue are not within the scope of Topic 606 Revenue Recognition. The adoption of this standard did not materially affect changes in net assets, financial position, or cash flow.

In June 2018, the FASB issued ASU No. 2018-08- Not-for Profit Entities (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The new guidance applies to all entities that receive or make contributions. This ASU includes specific criteria to consider when determining whether a contract or agreement should be accounted for as a contribution or as an exchange transaction. ASU No. 2018-08 also provides a framework to determine whether a contribution is conditional or unconditional, which may impact the timing of revenue recognition. Under the new guidance, if a transaction is considered an exchange transaction, it is accounted for under the applicable revenue recognition standards. The Organization adopted this standard prospectively for contributions received for the fiscal year ended December 31, 2020. The adoption of this standard resulted in most grants being accounted for as contributions than were under previous guidance. The Organization does not make significant contributions and the impact of ASU No. 2018-08 related to contributions made is not expected to be material to the financial statement or disclosures.

Net Assets - Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Contributions whose restrictions are met in the same period as the recognition of the contribution are considered net assets without donor restrictions for reporting purposes. Accordingly, net assets and changes therein are classified and reported as follows:

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Net Assets Without Donor Restrictions - Net Assets available for use in general operations and not subject to donor (or certain grantor) restrictions. Included in net assets without donor restrictions is \$186,721 that is board restricted from the sale of the Gary property for building capital expenditures.

Net Assets With Donor Restrictions - The Organization reports contributions by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Cash, Cash Equivalents, and Restricted Cash

Cash, as presented on the accompanying statement of financial position and statements of cash flows, includes cash on hand and deposits in interest bearing and non-interest bearing accounts in financial institutions. Cash equivalents consist of highly liquid accounts. The Organization's certificate of deposit is classified as a cash equivalent. Restricted cash is limited in use for agency credits, purchasing food, grant specific purchases and interest and principal payments on the note payable (see Note 6).

Grants and Accounts Receivable

Grants and accounts receivable consist of billings for grants and other agencies that have been earned in the current year but have not yet been received and online donations received before year end that are in transit to the bank account. The Organization records bad debts on the direct write-off method when, in management's opinion, an account becomes uncollectible. The direct write-off method is a departure from generally accepted accounting principles. Bad debt expense calculated using the direct write-off method does not differ materially from those calculated using generally accepted methods.

Financial Instruments and Credit Risk

The Organization is a food bank operating primarily in Northwest Indiana. As such, most of the Organization's accounts receivable are from charitable organizations within the same geographic region. The receivables are unsecured.

In 2020, the Organization received \$11,602,019 or 70% of its goods from the United States Department of Agriculture Commodities Program and the Organization's national affiliate, Feeding America. There has been no determination of the effect on the financial statements should these sources cease providing goods to Food Bank of Northwest Indiana, Inc.

In 2020, the Organization at various times had deposits in a financial institution in excess of the Federal Deposit Insurance Corporation's (FDIC) insured level of \$250,000. At December 31, 2020 the cash and cash equivalents at one financial institution exceeded the federally insured limit by a total of \$3,966,696.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Tax Status

The Organization is an Indiana not-for-profit corporation exempt from federal income tax under Section 501 (c) (3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization is not considered to be a private foundation.

The Organization rents space in the Merrillville location resulting in the income tax expense and benefit recorded on the statement of activities.

Inventory

The Organization purchases food and also receives contributions of food for distribution to various charitable organizations. These goods are recorded at an average price per pound of food. This price was determined by Food Bank of Northwest Indiana, Inc.'s national affiliate, Feeding America.

The Organization also received United States Department of Agriculture commodities for distribution under the commodities program. The State of Indiana provides cost amounts for these commodities. The components of inventory at December 31, 2020 are as follows:

Donated and Purchased Product	\$	311,430
USDA Commodities		983,574
Total Inventory	\$	<u>1,295,004</u>

Promises to Give

Conditional promises to give are not recognized in the financial statements until the conditions are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in capital campaign revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date. Promises that remain uncollected more than one year after their due dates are written off unless the donors indicate that payment is merely postponed.

Accrued Real Estate Taxes

Accrued real estate taxes are an estimate based on the prior year's tax bills. The Organization has filed for tax exemption.

Deferred Revenue

The Organization received grant revenue during 2020 for calendar year 2021. This revenue was recorded as deferred revenue on the statement of financial position.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Allocation of Functional Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Expenses are allocated between program, fundraising, and management and general expenses at a percentage allocated on the basis of estimates of time and effort.

Advertising

Advertising costs are included in supporting services and are expensed as incurred. Advertising expense was \$91,446 for the year ended December 31, 2020.

Contributed (In-Kind) Services

Volunteer services neither create nor enhance non-financial assets and do not require specialized skills, and thus are not recognized as support in the accompanying Statement of Activities. Nevertheless, a substantial number of volunteers donated significant amounts of their time in the Organizations' program services. At volunteer minimum wage rates for Indiana, the Organization has documented 13,679 volunteer hours amounting to \$99,173 of unrecorded time for the year ended December 31, 2020. The Indiana National Guard volunteered during the COVID crisis in the Organization's warehouse. The documented hours were 1,296, at the average warehouse wage rate the amount of unrecorded time from the Indiana National Guard was \$15,552.

Comparative Financial Information

The financial statements include certain prior-year comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2019, from which the summarized information was derived.

NOTE 2 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise of the following:

	<u>2020</u>
Cash and equivalents	3,948,427
Accounts receivable	154,360
Total	<u>\$ 4,102,787</u>

As part of the Organization's liquidity management plan, the Organization invests cash in excess of daily requirements in short-term investments, CDs, and money market funds.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 3 - PLEDGES RECEIVABLE

The Organization began a capital campaign during 2016. Pledges received before year end were used as collateral for the loan on the new building; see Note 6 - Long-term Debt. The pledges are restricted to payment on the loan for the new facility. The pledges are unconditional and have been discounted at an increasing percentage as the pledge years extend. There is also an allowance for 5% of the pledge total for uncollectible pledges. Below is a summary of pledges receivable at year end:

Total pledges receivable outstanding	\$	134,326
Less: Discount to present value		(4,815)
Allowance for uncollectible pledges		(6,716)
Total pledges receivables, net		<u>122,795</u>
Less: Current portion of pledges receivable, net		(84,656)
Noncurrent portion of pledges receivable	\$	<u>38,139</u>

Payments of net pledges receivable for each of the two years subsequent to December 31, 2020 and thereafter are as follows:

Year Ended December 31,		
2021	\$	84,656
2022		<u>38,139</u>
	\$	<u>122,795</u>

NOTE 4 - FIXED ASSETS

Fixed assets with an expected life of more than one year and a minimum cost of \$5,000 are capitalized. Fixed assets are carried at cost. Donated equipment is recorded at fair market value at the time of the donation. Depreciation expense is computed using straight-line over the estimated useful life of the fixed assets. When fixed assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any gain or loss resulting from the transactions is recognized as income for the period. The cost of repairs and maintenance is charged to income as incurred; significant renewals and betterments are capitalized. The depreciation expense for the year ended December 31, 2020 was \$183,709.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 4 - FIXED ASSETS - (Continued)

Following is a reconciliation of fixed assets at December 31, 2020:

Vehicles	\$ 517,268
Equipment	622,733
Buildings	1,900,000
Land and improvements	627,700
	<u>3,667,701</u>
Less: accumulated depreciation	747,573
Net fixed assets	<u>\$ 2,920,128</u>

NOTE 5 - NET ASSETS WITH DONOR RESTRICTIONS

The Organization received grants for designated purposes that have not been met as of December 31, 2020. As of December 31, 2020, the Organization had \$717,331 that had not yet been released for their restricted purpose. This amount is shown in the Organization's financial statements as net assets with donor restrictions. Net assets with donor restrictions are restricted for the following purposes at the year ended December 31, 2020:

Alpha Gamma Delta - Direct food assistance	\$ 4,500
Arby's Foundation - Childhood hunger/mobile markets	3,600
Cargill Food Safety - Food safety training	1,675
Feeding America Phase 3 - Covid-19	193,224
Feeding America - Retail recovery	66,752
Foundations of East Chicago - Mobile markets	11,149
Costco - Food purchase	182
Lake Area United Way - Purchase of food	14,249
Lake Area United Way - Temporary staff	27,400
Lake Area United Way (Tradewinds) - Pantry packs	6,489
Joy in Childhood Foundation - Food purchase	8,613
Legacy Foundation - SNAP	10,365
Porter County Community Foundation - Food purchases	7,146
Transcanada - TC Energy Foundation	2,500
United Way of Porter County - Food purchases	35,365
Albertsons - Children's breakfast program	4,901
LAUW grants in accounts receivable	14,897
Agency credits	115,654
Capital campaign pledges - net	188,670
Total	<u>\$ 717,331</u>

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 6 - LONG-TERM DEBT

The Organization refinanced the Peoples Bank loan in June 2018. The terms extended the maturity date of the loan to June 26, 2023 with an interest rate of 4.5% and added \$10,149 in debt issuance costs that are being amortized over the life of the loan. The Organization has the following long-term debt as of December 31, 2020:

Note payable to Peoples Bank secured by donor pledges and the mortgage. The note has monthly accrued interest and quarterly principal and interest payments of 90% of capital campaign pledges received. The note carries a fixed interest rate of 4.5% and matures in June 2023. Subsequent to year-end, the Organization paid off this note in full.	\$ 210,574
Less: unamortized debt issuance costs	13,102
	<u>197,472</u>
Less: current portion	84,490
Total long - term debt	<u>\$ 112,982</u>

NOTE 7 - PAYCHECK PROTECTION PROGRAM

The Organization received \$202,000 from the Paycheck Protection Program. As of December 31, 2020, the Organizations incurred \$202,000 of allowable expenses that reduced the liability. The Organization received forgiveness for the entirety of the loan in December 2020. Therefore, the loan is recognized as income in the year ended December 31, 2020 in miscellaneous income in the statement of activities.

NOTE 8 - CAPITAL LEASES

The Organization is the lessee of equipment under a capital lease expiring in 2023. The assets and liabilities under the capital lease are recorded at the lower of the present value of the minimum lease payments or the fair value of the asset.

Minimum future lease payments under the capital lease as of December 31, 2020, for each of the next three years and in the aggregate are:

<u>Year Ended December 31.</u>	<u>Amount</u>
2021	\$ 7,127
2022	7,127
2023	4,421
Total minimum lease payments	<u>18,675</u>
Less: amount representing interest	(2,151)
Present value of net minimum lease payments	<u>\$ 16,524</u>

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 9 - OPERATING LEASES

The Organization entered into a 60 month lease for a copier in November 2018. The base cost is \$256 per month. Rent began in 2019 and is \$3,072 per year, which is included on the statement of functional expenses in office and operating expenses.

The Organization entered into a 78 month lease for a refrigeration truck in September 2018. The base cost is \$1,779 per month. At December 31, 2020, an option for the lease to expire was exercised. The lease is now year-to-year with monthly payments of \$1,804. Rent expense on this lease for 2020 was \$21,348, which is included on the statement of functional expenses in auto and truck expenses.

The Organization also has an immaterial lease for a postage machine.

Following is a schedule of minimum future lease payments for the next five years and thereafter:

<u>Year Ended December 31,</u>	<u>Amount</u>
2021	26,594
2022	4,788
2023	4,788
2024	1,716
2025	1,716
Thereafter	858
Total	<u>\$ 40,460</u>

NOTE 10 - LEASED PROPERTY

The Organization owns their building and parking spaces in Merrillville, Indiana which it rented a portion of their building and parking spaces to tenants. Rental income for the year ended December 31, 2020 totaled \$24,130. The leases expired during 2017, but have continued on a month-to-month basis. There are no required future minimum rentals on non-cancellable leases at December 31, 2020.

The Organization has a lease agreement with another nonprofit organization to lease a portion of the warehouse. The lease is for one year beginning July 1, 2020 and expiring June 30, 2021. The monthly lease payments will be \$3,000. The nonprofit organization canceled this lease and moved out in November 2020.

NOTE 11 - RETIREMENT PLAN

The Organization started a retirement savings plan in 2017. Employees must be at least 21 years old and must be employed for three consecutive months to be eligible for the plan. At December 31, 2020 there are no un-funded retirement plan costs. The Organization made no discretionary contributions during 2020.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2020

NOTE 12 - INCOME TAX UNCERTAINTIES

The Organization has adopted the provisions of ASC 740-10-25, which requires an organization to disclose any income tax uncertainties, including tax positions, for which it is reasonably possible that the unrecognized tax benefit will significantly change in the next 12 months. The Organization believes that all income tax positions are reasonable and that the total amounts of unrecognized tax benefits will not significantly increase or decrease within 12 months of the reporting date. As a non-profit organization, the entity is exempt from income taxes except on net income derived from unrelated business income. At December 31, 2020, the Organization did not have a tax liability on unrelated business activity. The Organization did not recognize any income tax interest or penalties in 2020. In general, the Organization is no longer subject to examinations for years prior to 2018.

NOTE 13 - SUBSEQUENT EVENTS

Subsequent events were evaluated through July 19, 2021, which is the date the financial statements were available to be issued. As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may negatively impact future performance grant billings, donations, and investment returns. Any financial impact is unknown at this time.

FOOD BANK OF NORTHWEST INDIANA, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

Federal Grantor Pass-Through Grantor <u>Program Title / Grant Name</u>	Federal CFDA Number	Name of Program	Federal Expenditure	Last Year Audited as Major Program	Type of Program	Non- major Program	Major Program	Reference
U.S. DEPARTMENT OF AGRICULTURE								
Pass Through Programs From:								
Indiana Department of Health - Emergency Food Assistance Program								
Indiana Department of Health Award # 192IN001Y8105 & 2021N001Y8105								
Emergency Food Assistance Program (commodities)	10.569	TEFAP	\$ 10,542,677	yes	A		X	Note 3
Indiana Department of Health Award # 192IN001Y8005 & 2021N001Y8005								
Commodity Supplemental Food Program	10.565	CSFP	\$ 87,845	yes	A		X	Note 4
Emergency Food Assistance Program (admin)	10.568	TEFAP	\$ 135,595	yes	A		X	Note 4
Indiana Department of Health Award # 38124								
Coronavirus Aid, Relief, and Economic Security Families First Coronavirus Response Act	10.568 10.568	CARES FFCRA	\$ 284,800 \$ 189,867	 yes	 A		 X	 Note 5 Note 5
Total U.S. Department of Agriculture (cluster)			\$ 11,240,784					
U.S. DEPARTMENT OF AGRICULTURE								
Pass Through Programs From:								
Indiana Family and Social Services Administration #0020002919								
Supplemental Nutrition Assistance Program	10.561	SNAP	\$ 3,266	no	B	X		Note 8
U.S. DEPARTMENT OF AGRICULTURE								
Indiana Department of Health Award # 40513								
Trade Mitigation	10.178		\$ 127,573	no	B	X		Note 7
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Pass Through Program From:								
Temporary Assistance for Needy Families (TANF)								
Indiana Department of Agriculture Award # A337-16-FB-209								
Feeding Indiana's Families	93.716	TANF	\$ 29,310	no	B	X		Note 6
Total U.S. Department of Health and Human Services			\$ 29,310					
TOTAL FEDERAL AWARDS AND EXPENDITURES			\$ 11,400,933					

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Food Bank of Northwest Indiana, Inc. under programs of the federal government for the year ended December 31, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Food Bank of Northwest Indiana, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Food Bank of Northwest Indiana, Inc.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Compliance Supplement, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

NOTE 3 - COMMODITIES PROGRAM

Food Bank of Northwest Indiana, Inc. receives shipments of food commodities from the U.S. Department of Agriculture as a sub-grantee from the Indiana Office of Community and Rural Affairs. The program's objective is to distribute available commodities to agencies serving needy individuals. The entire amount expended under this program was provided to sub-recipients. Nonmonetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed.

NOTE 4 - ADMINISTRATIVE REIMBURSEMENT

Food Bank of Northwest Indiana, Inc. receives reimbursement of claims from U.S. Department of Agriculture as a sub-grantee from the Indiana Office of Community and Rural Affairs. The program's objective is to provide administrative funds for the distribution of available commodities to agencies serving needy individuals.

NOTE 5 - CORONAVIRUS RESPONSE

Food Bank of Northwest Indiana, Inc. received funds for the distribution of food to the general public during the Coronavirus pandemic. The program's objective is to increase TEFAP food distribution due to the national public health emergency, replace foods previously distributed, and help with increased administrative expenses due to a change in procedures.

NOTE 6 - TEMPORARY ASSISTANCE TO NEEDY FAMILIES

Food Bank of Northwest Indiana, Inc. received special funds from the U.S. Department of Health and Human Services passed through Feeding Indiana's Families.

NOTE 7 - TRADE MITIGATION

Food Bank of Northwest Indiana, Inc. received funds for the distribution of food to serve needy individuals. The program's objective is to distribute food from American farmers purchased by the USDA to offset the impacts of trade tariffs.

FOOD BANK OF NORTHWEST INDIANA, INC.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

- NOTE 8 - SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM
Food Bank of Northwest Indiana aims to increase participation in SNAP among eligible individuals in Lake and Porter counties. Food Bank assists with the submission of applications and providing informational sessions within the Northwest Indiana service area.
- NOTE 9 - FOOD DISTRIBUTION
The entire amount expended under the food commodities program was expended in the form of non-cash assistance. The non-monetary assistance is reported in the Schedule at the value of the commodities received and disbursed at a cost per pound of the U.S. commodities distributed. As of December 31, 2020, the Organization has food commodities in inventory valued at \$983,574.
- NOTE 10 - 10-PERCENT DE MINIMIS INDIRECT COST RATE
Food Bank of Northwest Indiana, Inc. has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.
- NOTE 11 - LIABILITY INSURANCE
Food Bank of Northwest Indiana, Inc. has \$2,000,000 in commercial general liability coverage in place for the year ended December 31, 2020.

FOOD BANK OF NORTHWEST INDIANA, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

SUMMARY OF RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of Food Bank of Northwest Indiana, Inc.
2. No material weaknesses were disclosed during the audit of the financial statements of Food Bank of Northwest Indiana, Inc.
3. No significant deficiencies that are considered to be material weaknesses to the financial statements of Food Bank of Northwest Indiana, Inc. were disclosed during the audit.
4. The auditors' report on compliance for the major federal award programs for Food Bank of Northwest Indiana, Inc. expresses an unqualified opinion.
5. There were no material weaknesses relative to the major federal award programs, and no significant deficiencies identified that are considered to be material weaknesses, for Food Bank of Northwest Indiana, Inc.
6. There are no auditing findings related to major programs that the auditor is required to report.
7. The programs tested as the major program was the U.S. Department of Agriculture - Indiana Office of Community and Rural Affairs - The Emergency Food Assistance Program, CFDA #10.569 and CFDA #10.568 and the Commodity Supplemental Food Program CFDA #10.565.
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. Food Bank of Northwest Indiana, Inc. was determined to be a low-risk auditee.

FOOD BANK OF NORTHWEST INDIANA, INC.

EXIT CONFERENCE
FOR THE YEAR ENDED DECEMBER 31, 2020

An exit phone conference was held with the grantees' officials on August 12, 2021.

GRANTEE REPRESENTATIVES

VICTOR GARCIA	PRESIDENT & CEO
ROBERT LOWRY	FINANCE COMMITTEE & BOARD MEMBER
TAMI PAE	FINANCE COMMITTEE & BOARD MEMBER
JILL ISLEY	VICE PRESIDENT - BUSINESS ADMINISTRATION

AUDIT ORGANIZATION REPRESENTATIVES

DANIEL HAMSTRA, CPA	AUDIT MANAGER
JOLANTA MOORE, CPA	AUDIT PARTNER