

WESTMORELAND COUNTY FOOD BANK, INC.

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEARS ENDED DECEMBER 31, 2025 AND 2024

WESTMORELAND COUNTY FOOD BANK, INC.
YEARS ENDED DECEMBER 31, 2025 AND 2024

CONTENTS

	<u>Page</u>
Independent Auditor's Report	1-3
Statements of Financial Position	4
Statement of Activities – 2025	5
Statement of Activities – 2024	6
Statement of Functional Expenses - 2025	7-9
Statement of Functional Expenses - 2024	10-12
Statements of Cash Flows	13
Notes to the Financial Statements	14-23
Schedule of Expenditures of Federal Awards	24
Notes to Schedule of Expenditures of Federal Awards	25
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	26-27
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance in Accordance with The Uniform Guidance	28-30
Schedule of Findings and Questioned Costs	31-32
Summary Schedule of Prior Audit Findings	33



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Independent Auditor's Report

To the Board of Directors of the
Westmoreland County Food Bank, Inc.
100 Devonshire Drive
Delmont, Pennsylvania 15626

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Westmoreland County Food Bank, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Westmoreland County Food Bank, Inc. as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Westmoreland County 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 Financial Statements

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

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

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Page 2

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Westmoreland County 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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Westmoreland County 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.

Supplementary 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



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Board of Directors of the
Westmoreland County Food Bank, Inc.
Page 3

other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 26, 2026, on our consideration of the Westmoreland County Food Bank 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 Westmoreland County Food Bank 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 Westmoreland County Food Bank Inc.'s internal control over financial reporting and compliance.

Zelenkofske Axelrod LLC

Zelenkofske Axelrod LLC

Greensburg, Pennsylvania
May 26, 2026

WESTMORELAND COUNTY FOOD BANK, INC.
 STATEMENTS OF FINANCIAL POSITION
 FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

<u>Assets</u>	<u>2025</u>	<u>2024</u>
Current Assets:		
Cash and Cash Equivalents	\$ 3,593,303	\$ 2,642,677
Accounts Receivable	612,985	392,045
Inventory	1,065,490	1,089,803
Other Assets	32,478	32,478
Total Current Assets	<u>5,304,256</u>	<u>4,157,003</u>
Investments	<u>9,734,920</u>	<u>7,850,203</u>
Fixed Assets:		
Land	30,600	30,600
Construction in Progress	603,703	171,926
Building and Equipment	5,013,112	4,808,698
Less: Accumulated Depreciation	<u>(3,013,971)</u>	<u>(2,825,811)</u>
Net Fixed Assets	<u>2,633,444</u>	<u>2,185,413</u>
Total Assets	<u>\$ 17,672,620</u>	<u>\$ 14,192,619</u>
<hr/> Total Liabilities and Net Assets <hr/>		
Current Liabilities:		
Accrued Liabilities	\$ 74,437	\$ 73,358
Accounts Payable	372,582	285,332
Unearned Revenues	297,529	524,575
Total Current Liabilities	<u>744,548</u>	<u>883,265</u>
Net Assets:		
With Donor Restrictions	1,983,928	1,080,813
Without Donor Restrictions	<u>14,944,144</u>	<u>12,228,541</u>
Total Net Assets	<u>16,928,072</u>	<u>13,309,354</u>
Total Liabilities and Net Assets	<u>\$ 17,672,620</u>	<u>\$ 14,192,619</u>

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:			
Public Support:			
Grants and Contracts	\$ 2,290,528	\$ 2,270,981	\$ 4,561,509
Donated Food	7,967,372	-	7,967,372
Contributions, Other	13,300	-	13,300
Corporate and Individual Donations	3,982,937	-	3,982,937
Donations, Other	95	-	95
Total Public Support	14,254,232	2,270,981	16,525,213
Revenue:			
Investment Income	1,184,513	-	1,184,513
Other Income	41,740	-	41,740
Salvage Income	5,404	-	5,404
Trucking Income	39,680	-	39,680
Membership Fees	5,517	-	5,517
Total Revenue	1,276,854	-	1,276,854
Net assets released from restrictions	1,367,866	(1,367,866)	-
Total Support and Revenue	16,898,952	903,115	17,802,067
Expenses:			
Program Services	13,177,444	-	13,177,444
Management and General	295,401	-	295,401
Fundraising	710,504	-	710,504
Total Expenses	14,183,349	-	14,183,349
Change in net assets	2,715,603	903,115	3,618,718
Net Assets:			
Beginning of year	12,228,541	1,080,813	13,309,354
End of year	\$ 14,944,144	\$ 1,983,928	\$ 16,928,072

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:			
Public Support:			
Grants and Contracts	\$ 2,530,217	\$ 759,898	\$ 3,290,115
Donated Food	8,990,650	-	8,990,650
Contributions, Other	13,800	-	13,800
Corporate and Individual Donations	3,671,155	-	3,671,155
Donations, Other	1,050	-	1,050
Total Public Support	15,206,872	759,898	15,966,770
Revenue:			
Investment Income	652,206	-	652,206
Other Income	7,405	-	7,405
Salvage Income	8,778	-	8,778
Trucking Income	43,390	-	43,390
Membership Fees	5,890	-	5,890
Total Revenue	717,669	-	717,669
Net assets released from restrictions	312,690	(312,690)	-
Total Support and Revenue	16,237,231	447,208	16,684,439
Expenses:			
Program Services	13,742,762	-	13,742,762
Management and General	288,804	-	288,804
Fundraising	553,086	-	553,086
Total Expenses	14,584,652	-	14,584,652
Change in net assets	1,652,579	447,208	2,099,787
Net Assets:			
Beginning of year	10,575,962	633,605	11,209,567
End of year	\$ 12,228,541	\$ 1,080,813	\$ 13,309,354

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Food Distribution					
	Warehouse Operations	Summer Food Service Program	Operation Fresh Express	PA Senior Food Box Program	Volunteer Activities	Agency Relations
Salaries & Wages	\$ 571,134	\$ 7,793	\$ 42,276	\$ 121,594	\$ 98,369	\$ 234,051
Employee Benefits	174,407	3,136	12,791	43,302	32,758	89,749
Payroll Taxes	43,709	475	3,112	9,180	7,403	17,783
Payroll Services	475	475	475	475	475	475
Workers Compensation	7,260	77	710	1,656	1,421	3,835
Unemployment Compensation	283	-	281	281	281	281
Overtime Wages	212	-	-	-	-	13
Part Time Wages	-	7,638	-	-	-	-
Part Time Taxes	-	914	-	-	-	-
Employee Costs	6,360	25	60	141	138	261
Total Salaries & Related Expenses	803,840	20,533	59,705	176,629	140,845	346,448
Delivery Costs/Truck Expense	81,603	-	9,066	9,066	-	-
Fundraising Expense	10,437	10,425	10,425	10,425	10,425	10,425
Insurance	16,470	1,097	1,097	1,097	1,097	1,097
Miscellaneous Expense	7,698	3,073	3,073	3,073	3,073	4,164
Office Expense	1,452	1,540	1,515	1,471	1,489	2,077
Professional Fees	7,445	7,445	7,445	7,445	7,445	7,445
Program Expense	1,610,867	178,607	17,162	27,858	19,327	21,188
Repairs & Maintenance	26,522	3,309	5,886	5,886	3,309	3,309
Donated Gift Certificate	-	-	-	-	-	220,640
Reimbursable Expense	2,585	706	965	877	906	1,414
Utilities & Telephone	42,023	1,955	1,955	1,955	1,955	1,955
Warehouse Expense	33,669	-	3,731	3,731	-	-
Total Expenses Before Inventory Distributions and Depreciation	1,840,771	208,157	62,320	72,884	49,026	273,714
Value of TEFAP Product Distributed	1,310,896	-	-	-	-	436,966
Value of CSFP Product Distributed	215,098	-	-	215,100	-	215,098
Value of Donated Food Dist.	2,947,021	-	951,956	-	-	982,341
Value of Donated Disposed	321,360	-	-	-	-	-
Value of CSFP Disposed	-	-	-	504	-	-
Total expenses before depreciation	7,438,986	228,690	1,073,981	465,117	189,871	2,254,567
Depreciation Expense	131,714	-	4,342	4,342	4,342	4,342
Total Expenses	\$ 7,570,700	\$ 228,690	\$ 1,078,323	\$ 469,459	\$ 194,213	\$ 2,258,909

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Food Solicitation	Expansion Project	SNAP	Food Drives	BackPack	Military Share
Salaries & Wages	\$ 60,174	\$ 20,250	\$ 36,744	\$ 35,743	\$ 11,051	\$ 30,111
Employee Benefits	24,921	7,007	8,593	12,800	3,864	12,980
Payroll Taxes	4,481	1,427	2,689	2,612	723	2,181
Payroll Services	475	475	475	475	475	475
Workers Compensation	718	125	557	457	165	508
Unemployment Compensation	281	281	281	281	281	281
Overtime Wages	-	-	-	-	-	5
Part Time Wages	-	-	-	-	-	-
Part Time Taxes	-	-	-	-	-	-
Employee Costs	60	-	-	-	60	60
Total Salaries & Related Expenses	91,110	29,565	49,339	52,368	16,619	46,601
Delivery Costs/Truck Expense	-	-	-	9,066	9,066	9,066
Fundraising Expense	10,425	10,425	10,425	11,529	10,425	10,425
Insurance	1,097	1,097	1,097	1,097	1,097	1,097
Miscellaneous Expense	8,213	3,073	3,073	3,073	3,073	3,073
Office Expense	1,496	2,027	2,267	1,472	1,450	1,452
Professional Fees	7,445	7,445	7,445	7,445	7,445	7,445
Program Expense	885	885	6,386	1,246	169,414	42,620
Repairs & Maintenance	3,309	3,309	3,309	5,886	5,886	5,886
Reimbursable Expense	779	551	566	631	521	695
Utilities & Telephone	1,955	1,955	1,955	1,955	1,955	1,955
Warehouse Expense	-	-	-	3,731	3,731	3,731
Total Expenses Before Inventory Distributions and Depreciation	35,604	30,767	36,523	47,131	214,063	87,445
Value of TEFAP Product Distributed	-	-	-	-	-	-
Value of CSFP Product Distributed	-	-	-	-	-	-
Value of Donated Food Dist.	-	-	-	-	-	233,004
Value of Donated Disposed	-	-	-	-	-	-
Value of CSFP Disposed	-	-	-	-	-	-
Total expenses before depreciation	126,714	60,332	85,862	99,499	230,682	367,050
Depreciation Expense	4,342	4,342	4,342	4,342	4,342	4,342
Total Expenses	\$ 131,056	\$ 64,674	\$ 90,204	\$ 103,841	\$ 235,024	\$ 371,392

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Mobile Market	Healthy Community	Total Program Services	Management and General	Fundraising	2025 Total
Salaries & Wages	\$ 31,044	\$ 14,882	\$ 1,315,216	\$ 182,942	\$ 149,474	\$ 1,647,632
Employee Benefits	7,754	6,022	440,084	65,061	25,887	531,032
Payroll Taxes	2,253	1,016	99,044	13,995	11,434	124,473
Payroll Services	475	475	6,650	474	475	7,599
Workers Compensation	538	153	18,180	1,730	2,135	22,045
Unemployment Compensation	281	281	3,655	281	281	4,217
Overtime Wages	187	-	417	-	-	417
Part Time Wages	-	-	7,638	-	-	7,638
Part Time Taxes	-	-	914	-	-	914
Employee Costs	60	-	7,225	370	198	7,793
Total Salaries & Related Expenses	42,592	22,829	1,899,023	264,853	189,884	2,353,760
Delivery Costs/Truck Expense	9,066	-	135,999	-	-	135,999
Fundraising Expense	10,425	10,425	147,066	-	450,617	597,683
Insurance	1,097	1,097	30,731	1,097	1,097	32,925
Miscellaneous Expense	3,073	3,073	53,878	7,766	5,842	67,486
Office Expense	1,450	1,450	22,608	2,953	4,766	30,327
Professional Fees	7,445	7,445	104,230	7,441	36,000	147,671
Program Expense	24,972	903	2,122,320	885	16,376	2,139,581
Repairs & Maintenance	5,886	3,309	85,001	3,309	3,309	91,619
Donated Gift Certificate	-	-	220,640	-	-	220,640
Reimbursable Expense	812	521	12,529	800	658	13,987
Utilities & Telephone	1,955	1,955	67,438	1,955	1,955	71,348
Warehouse Expense	3,731	-	56,055	-	-	56,055
Total Expenses Before Inventory Distributions and Depreciation	69,912	30,178	3,058,495	26,206	520,620	3,605,321
Value of TEFAP Product Distributed	-	-	1,747,862	-	-	1,747,862
Value of CSFP Product Distributed	-	-	645,296	-	-	645,296
Value of Donated Food Dist.	151,422	55,342	5,321,086	-	-	5,321,086
Value of Donated Disposed	-	-	321,360	-	-	321,360
Value of CSFP Disposed	-	-	504	-	-	504
Total Inventory Distributions	151,422	55,342	8,036,108	-	-	8,036,108
Total expenses before depreciation	263,926	108,349	12,993,626	291,059	710,504	13,995,189
Depreciation Expense	4,342	4,342	183,818	4,342	-	188,160
Total Expenses	\$ 268,268	\$ 112,691	\$ 13,177,444	\$ 295,401	\$ 710,504	\$ 14,183,349

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Food Distribution					
	Warehouse Operations	Summer Food Service Program	Operation Fresh Express Program	PA Senior Food Box Program	Volunteer Activities	Agency Relations
Salaries and Wages	\$ 510,723	\$ 13,625	\$ 37,598	\$ 97,040	\$ 110,969	\$ 210,195
Employee Benefits	192,378	3,546	15,500	33,763	38,448	71,190
Payroll Taxes	39,070	1,042	2,876	7,423	8,489	16,079
Payroll Services	313	306	306	306	306	306
Workers Compensation	8,207	173	765	1,964	1,867	4,318
Unemployment Compensation	691	685	685	685	685	685
Overtime Wages	1,500	-	-	-	-	-
Part Time Wages	-	4,132	-	-	-	-
Part Time Taxes	-	316	-	-	-	-
Employee Cost	5,363	152	152	152	152	152
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Salaries and Related Expenses	758,245	23,977	57,882	141,333	160,916	302,925
Delivery Costs/Truck Expense	100,684	-	13,423	13,423	-	-
Fundraising Expense	23,221	23,215	23,215	23,215	23,215	23,215
Insurance	1,900	1,889	1,889	1,889	1,889	1,889
Miscellaneous Expense	5,676	-	4,746	6,856	4,796	6,856
Office Expense	5,966	1,887	1,887	1,887	2,308	2,347
Professional Fees	18,118	18,118	18,118	18,118	18,118	38,140
Program Expense	1,394,980	102,934	34,642	21,231	7,955	38,271
Repairs & Maintenance	26,114	2,668	5,792	5,792	2,668	2,668
Donated Gift Certificate	-	-	-	-	-	5,152
Reimbursable Expense	2,813	144	1,707	404	380	1,675
Utilities & Telephone	31,520	1,637	1,637	1,637	1,637	1,637
Warehouse Expense	58,580	-	7,713	7,713	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenses Before Inventory Distributions and Depreciation	1,669,572	152,492	114,769	102,165	62,966	121,850
Value of TEFAP Product Distributed	1,921,509	-	-	-	-	640,502
Value of CSFP Product Distributed	236,614	-	-	236,615	-	236,614
Value of Donated Food Dist.	3,145,820	-	1,130,624	-	-	555,145
Value of Donated Disposed	354,487	-	-	-	-	-
Value of CSFP Disposed	-	-	-	1,145	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenses Before Depreciation	8,086,247	176,469	1,303,275	481,258	223,882	1,857,036
Depreciation Expense	190,376	-	6,275	6,275	6,275	6,275
Total Expenses	<u>\$ 8,276,623</u>	<u>\$ 176,469</u>	<u>\$ 1,309,550</u>	<u>\$ 487,533</u>	<u>\$ 230,157</u>	<u>\$ 1,863,311</u>

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2024

	Food Solicitation	Expansion Program	SNAP	Food Drives	Backpack	Military Share
Salaries and Wages	\$ 57,004	\$ 19,780	\$ 51,990	\$ 30,059	\$ 16,948	\$ 26,498
Employee Benefits	25,972	4,365	10,000	9,334	3,831	11,554
Payroll Taxes	4,360	1,513	3,977	2,299	1,296	2,027
Payroll Services	306	306	306	306	306	306
Workers Compensation	1,328	150	997	164	140	160
Unemployment Compensation	685	685	685	685	685	685
Overtime Wages	-	-	-	-	-	-
Part Time Wages	-	-	-	-	-	-
Part Time Taxes	-	-	-	-	-	-
Employee Cost	152	152	152	152	152	152
	<u>89,807</u>	<u>26,951</u>	<u>68,107</u>	<u>42,999</u>	<u>23,358</u>	<u>41,382</u>
Total Salaries and Related Expenses						
Delivery Costs/Truck Expense	-	-	-	-	13,423	13,423
Fundraising Expense	23,215	23,215	23,215	23,215	23,215	23,215
Insurance	1,889	1,889	1,889	1,889	1,889	1,889
Miscellaneous Expense	4,746	4,746	4,746	4,746	4,746	4,746
Office Expense	1,887	1,887	1,887	1,887	1,887	1,887
Professional Fees	18,118	18,118	18,118	18,118	18,118	18,118
Program Expense	616	1,377	1,492	616	72,140	616
Repairs & Maintenance	2,668	2,668	2,668	2,668	5,792	5,792
Reimbursable Expense	1,206	120	280	280	426	626
Utilities & Telephone	1,637	1,637	1,637	1,637	1,637	1,637
Warehouse Expense	-	-	-	-	7,713	7,713
	<u>55,982</u>	<u>55,657</u>	<u>55,932</u>	<u>55,056</u>	<u>150,986</u>	<u>79,662</u>
Total Expenses Before Inventory Distributions and Depreciation						
Value of TEFAP Distributed	-	-	-	-	-	-
Value of CSFP Product Distributed	-	-	-	-	-	-
Value of Donated Food Distributed	-	-	-	-	-	249,370
Value of Donated Food Disposed	-	-	-	-	-	-
Value of CSFP Food Disposed	-	-	-	-	-	-
	<u>145,789</u>	<u>82,608</u>	<u>124,039</u>	<u>98,055</u>	<u>174,344</u>	<u>370,414</u>
Total Expenses Before Depreciation						
Depreciation Expense	6,275	6,275	6,275	6,275	6,275	6,275
	<u>\$ 152,064</u>	<u>\$ 88,883</u>	<u>\$ 130,314</u>	<u>\$ 104,330</u>	<u>\$ 180,619</u>	<u>\$ 376,689</u>
Total Expenses						

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2024

	Mobile Market	Healthy Community	Total Program Service	Management and General	Fundraising	2024 Total
Salaries and Wages	\$ 34,275	\$ 15,670	\$ 1,232,374	\$ 191,439	\$ 144,322	\$ 1,568,135
Employee Benefits	11,415	4,082	435,378	39,159	26,229	500,766
Payroll Taxes	2,622	1,198	94,271	13,896	11,040	119,207
Payroll Services	306	306	4,291	306	306	4,903
Workers Compensation	704	154	21,091	2,156	2,479	25,726
Unemployment Compensation	685	685	9,596	685	685	10,966
Overtime Wages	-	-	1,500	-	-	1,500
Part Time Wages	-	-	4,132	-	-	4,132
Part Time Taxes	-	-	316	-	-	316
Employee Cost	<u>152</u>	<u>152</u>	<u>7,339</u>	<u>152</u>	<u>152</u>	<u>7,643</u>
Total Salaries and Related Expenses	50,159	22,247	1,810,288	247,793	185,213	2,243,294
Delivery Costs / Truck	13,423	-	167,799	-	-	167,799
Fundraising Expense	23,215	23,215	325,016	-	329,892	654,908
Insurance	1,889	1,889	26,457	1,889	-	28,346
Miscellaneous Expense	4,746	4,746	66,898	4,746	4,306	75,950
Office Expense	1,887	1,887	31,378	2,618	1,952	35,948
Professional Fees	18,118	18,118	273,674	19,002	18,118	310,794
Program Expenses	651	616	1,678,137	651	8,184	1,686,972
Repairs and Maintenance	5,792	2,668	76,418	2,668	2,668	81,754
Donated Gift Certificate	-	-	5,152	-	-	5,152
Reimbursable Expenses	326	220	10,607	1,525	1,116	13,248
Utilities and Telephone	1,637	1,637	52,801	1,637	1,637	56,075
Warehouse Expense	7,713	-	97,145	-	-	97,145
Total Expenses Before Inventory Distributions and Depreciation	<u>79,397</u>	<u>54,996</u>	<u>2,811,482</u>	<u>282,529</u>	<u>553,086</u>	<u>3,214,091</u>
Value of TEFAP Distributed	-	-	2,562,011	-	-	2,562,011
Value of CSFP Product Distributed	-	-	709,843	-	-	709,843
Value of Donated Food Distributed	75,535	71,336	5,227,830	-	-	5,227,830
Value of Donated Food Disposed	-	-	354,487	-	-	354,487
Value of CSFP Product Distposed	-	-	1,145	-	-	1,145
Total Expenses Before Depreciation	<u>205,091</u>	<u>148,579</u>	<u>13,477,086</u>	<u>282,529</u>	<u>553,086</u>	<u>14,312,701</u>
Depreciation Expense	6,275	6,275	265,676	6,275	-	271,951
Total Expenses	<u>\$ 211,366</u>	<u>\$ 154,854</u>	<u>\$ 13,742,762</u>	<u>\$ 288,804</u>	<u>\$ 553,086</u>	<u>\$ 14,584,652</u>

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 3,618,718	\$ 2,099,787
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided By (Used In) Operating Activities:		
Depreciation Expense	188,160	271,951
Net unrealized (gain) on investments	(223,088)	(197,450)
(Increase) Decrease in Operating Assets:		
Accounts Receivable	(220,940)	(126,624)
Inventory	24,313	(187,978)
Increase (Decrease) in Operating Liabilities:		
Accrued Liabilities	1,079	70,349
Accounts Payable	87,250	20,544
Unearned Revenue	(227,046)	(98,808)
Net Cash Provided By Operating Activities	3,248,446	1,851,771
Cash Flows from Investing Activities:		
Capital Additions, net	(636,191)	(160,614)
Purchase of Investments	(1,661,629)	(1,167,716)
Net Cash Used in Investing Activities	(2,297,820)	(1,328,330)
Increase (Decrease) in Cash and Cash Equivalents	950,626	523,441
Cash and Cash Equivalents, January 1	2,642,677	2,119,236
Cash and Cash Equivalents, December 31	\$ 3,593,303	\$ 2,642,677

See accompanying notes to the financial statements.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Westmoreland County Food Bank, Inc., is a private nonprofit 501(c)(3) corporation that operates in cooperation with support agencies and community groups committed to helping to alleviate hunger in Westmoreland County.

Program Descriptions

Agency/Warehouse: The core work of the Agency and Warehouse Programs is to acquire and distribute food and household necessities to needy people throughout Westmoreland County. This is done through a network of partner agencies comprised primarily of volunteer-run, faith based organizations. While a number of our partner agencies are soup kitchens and other on-site feeding programs, the majority are food pantries. Each month, WCFB delivers food and household necessities to these food pantries in refrigerated trucks. The pantries then distribute the items to their income-eligible constituents. In order to meet income eligibility requirements, family income must be at or below 185% of the Federal Poverty Guidelines.

Summer Food Service Program: For eight weeks each summer, free breakfasts and lunches are served to disadvantaged children at approximately eighteen sites around Westmoreland County. These sites can be schools, playgrounds, housing sites, libraries or parks.

Operation Fresh Express: Groups and individuals sponsor OFE distributions where an average of over 20,000 pounds of perishable food (frozen, dairy products, and fresh produce) is directly distributed to needy families by WCFB staff and volunteers at sites throughout Westmoreland. This program operates from March until December each year with distributions held weekly.

PA Senior Food Box Program: The PA Senior Food Box program is federally funded through the state Department of Agriculture and provides supplemental, monthly food boxes designed to meet the nutritional needs of seniors. Each month 1,500 income eligible seniors age 60 and over receive these boxes through their pantries or a direct high-rise distribution. Income is based on 150% of the federal poverty guidelines.

Volunteer Activities: Volunteers are recruited to meet the volunteer needs of our warehouse, CSFP Senior Food Box, Operation Fresh Express, and our partner agencies. Tasks include distributing food or meals to clients, gleaning, food drives, as well as, sorting and repacking food from donors and retailers. Volunteers are required to agree to our policies and are given an orientation during their first opportunity. Hours are documented. In 2025, 4,928 volunteers gave a total of 73,813 hours. In 2024, 5,051 volunteers gave a total of 72,463 hours.

Food Solicitation: Develop relationships with local and national food distributors for the purpose of increasing product donations for the Westmoreland County Food Bank. This will result in the ability to offer more food to the member agencies and their consumer in our County.

Food Solicitation: Maintain and Expand Food Solicitation Program:

1. Secure sufficient food donations to assist in support monthly Emergency Food Program and Operation Fresh Express.
2. Increase local food donations by 5%.
3. Access Feeding America's Choice System Internet Bidding on a daily basis; to obtain national donations through the network.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Program Descriptions (Continued)

Outreach and Expansion Project: In 2009 an Expansion Model was developed with an outreach action plan which includes various outreach activities. Outreach efforts are concentrated on a different area of the county for two year time frames with a focus on finding new food, new funds, and new friends to assist in reaching the underserved while maintaining quality service for our current consumers. Many individuals and families may be eligible for help and not even know it. Examples of the various outreach activities are direct mail marketing to individual homes as well as flyers and posters in schools, churches and community organizations.

Supplemental Nutrition Assistance Program (SNAP): The Supplemental Nutrition Assistance Program (SNAP) is a federal program that provides a monthly benefit to enable low-income households to purchase the food they need to feed their families. WCFB helps to increase access to meals by assisting eligible individuals and families over the phone to complete applications for SNAP benefits. Applications are completed via our Community Partner Account on the PA COMPASS portal and submitted to the local County Assistance Office (CAO) for determination. Households determined eligible receive the benefits monthly through Electronic Benefits Transfer (EBT) cards which work like debit cards at a variety of retail stores.

Food Drives: Food drives provide a variety of food products to share with our clients and partner agencies. We collaborate with and support individuals, organizations and businesses who want to facilitate food drives. Work with Warehouse Manager to obtain ideas of what will be in the emergency food boxes for this quarter to set up "wish list" for donors on product we would need donated on a monthly basis. We can provide them with food drive receptacles, food pick-ups and social media support. During Feeding America's Hunger Action Month in September, we facilitate food drives at participating Walmart stores. Other large food drives include: Stamp Out Hunger, Scouting for Food, Fall Food Share and Harvest for Hunger. In 2025 and 2024, 148,191 and 135,639 pounds of food was collected through food drives.

Backpack: Westmoreland County Food Bank supplies weekend meal kits to 5,970 students from 17 schools throughout the school year. Recipients are identified by the schools and participants most qualify based on their eligibility for the National School Lunch Program. In 2025 and 2024, 5,970 and 5,198 students were provided meal kits.

Military Share: The program supplies a limited number of military families in Westmoreland County with a box full of fresh, frozen, and nonperishable food items. The Food Bank works with representatives from the Pennsylvania National Guard Family Assistant Center to deliver this much needed aid. This distribution occurred at least once a month in 2025 throughout Westmoreland County.

Healthy Community Program: This program provides an opportunity for the food bank to partner with healthcare providers / organizations, human service organizations and schools to provide emergency food items and nutrition education to patients, participants or students who screen positive for food insecurity.

Mobile Market: This program is a traveling mobile pantry that delivers food, free of charge, directly to communities that are located in areas that have low access to food.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Organization

The Westmoreland County Food Bank, Inc., was incorporated under the laws of Pennsylvania as a nonprofit corporation. As such, it has no stockholders and excess revenues must be used for its nonprofit activity. Prior to October 1, 1982, Westmoreland County Food Bank, Inc. was operated as a segment of another entity. As of this date, they separated from the other entity and commenced operations as an independent agency. Westmoreland County Food Bank, Inc., receives revenues from member pantries who contribute an agency and trucking fee from other agencies on a fee-for-service basis, donations from the public, and governmental appropriations.

In addition, they receive noncash donations in the form of food.

The Westmoreland County Food Bank, Inc. is certified by Feeding America as a participant in its National Food Bank Network.

Basis of Accounting

The books and records of the Westmoreland County Food Bank, Inc., are maintained on the accrual basis of accounting in accordance with generally accepted accounting principles.

Basis of Presentation

The Westmoreland County Food Bank, Inc. has adopted FASB ASC section 958-205-05, as amended by ASU 2016-14. Presentation of Financial Statements of Not-for-Profit Organizations. FASB ASC section 958-205-05 establishes standards for external financial reporting by not-for-profit organizations and requires that resources are classified for accounting and reporting purposes into two net asset categories according to the existence or absence of donor or grantor restrictions imposed restrictions, as follows:

- *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. There were no net assets restricted by the Board of Directors of the Westmoreland County Food Bank, Inc. for certain programs at December 31, 2025 and 2024 respectively.
- *Net Assets With Donor Restrictions* -- Net assets that are subject to donor imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. At December 31, 2025, the Westmoreland County Food Bank had \$1,983,928 of Net Assets with Donor Restrictions. At December 31, 2024, the Westmoreland County Food Bank had \$1,080,813 of Net Assets with Donor Restrictions.

Revenue Recognition

The Westmoreland County Food Bank, Inc. recognizes revenue in accordance with Financial Accounting Standards (FASB) Accounting Standards Codification (ASC) Topic 606, Revenue from Contracts with Customers (Topic 606), and as such, follows the revenue recognition policy below.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Revenue Recognition (Continued)

The Westmoreland County Food Bank, Inc. generates revenue from individual contracts with customers, primarily through trucking income and membership fees. The provisions of ASC 606 are applied by the Westmoreland County Food Bank, Inc. on an individual contract basis. As a practical expedient, the Westmoreland County Food Bank, Inc. applies this Topic to a portfolio of contracts with similar characteristics. The Westmoreland County Food Bank, Inc. expects that the effects of applying this guidance to the portfolios would not significantly differ from applying the guidance to the individual contracts within the portfolio. There was no revenue recognized during the years ended December 31, 2025 or 2024 from performance obligations that were satisfied or partially satisfied in prior periods.

Public Support

Public support consists of certain grants and donations from governments, corporations, foundations, individuals and other organizations, as well as donated food.

The Westmoreland County Food Bank, Inc. primarily receives support through donated food, which is recorded as an in-kind contribution without any donor restrictions. Revenues from donated food and the related fees are reported on the accompanying statement of activities in the fiscal year in which the food is delivered. Donated food is valued at the average wholesale per pound value of food-only items as determined annually by Feeding America or the U.S. Department of Agriculture commodity index.

The Westmoreland County Food Bank, Inc., reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, Net Assets with Donor Restrictions are reclassified to Net Assets without Donor Restrictions and reported in the statement of activities as net assets released from restrictions.

Contributions receivable represent amounts committed by donors that have not been received by the Westmoreland County Food Bank, Inc. Contributions with donor imposed restrictions that limit their use to long-term purposes are classified as a noncurrent asset.

It is the Westmoreland County Food Bank, Inc.'s practice to recognize restricted contributions as unrestricted revenue when these funds are received and spent during the same year. All monies and noncash donations are to be used for the direct and indirect expenses of feeding the hungry.

Use of Estimates

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

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Fixed Assets

Fixed Assets are recorded at cost if over \$5,000. Those fixed assets which have been donated to the Food Bank have been recorded at their fair value on the date the donations were made. All fixed assets are being depreciated by use of the straight-line method over their estimated useful lives.

<u>Type of Assets</u>	<u>Years Depreciated</u>
Auto and Trucks	5 years
Office Equipment	5 years
Warehouse Equipment	5 years
Capital Improvements	27.5 years

A summary of property, plant, and equipment for the years ended December 31, 2025 and 2024 follows:

	Balance 12/31/2024	Additions	Disposals	Balance 12/31/2025
Land	\$ 30,600	\$ -	\$ -	\$ 30,600
Construction in Progress	171,926	431,777	-	603,703
Building and Equipment	4,808,698	204,414	-	5,013,112
Less: Accumulated Depreciation	(2,825,811)	(188,160)	-	(3,013,971)
Fixed Assets, Net	<u>\$ 2,185,413</u>	<u>\$ 448,031</u>	<u>\$ -</u>	<u>\$ 2,633,444</u>

	Balance 12/31/2023	Additions	Disposals	Balance 12/31/2024
Land	\$ 30,600	\$ -	\$ -	\$ 30,600
Construction in Progress	18,488	153,438	-	171,926
Building and Equipment	4,801,522	13,434	(6,258)	4,808,698
Less: Accumulated Depreciation	(2,553,860)	(271,951)	-	(2,825,811)
Fixed Assets, Net	<u>\$ 2,296,750</u>	<u>\$ (105,079)</u>	<u>\$ (6,258)</u>	<u>\$ 2,185,413</u>

For the years ended December 31, 2025, and 2024, the total depreciation expense was \$188,160 and \$271,951, respectively.

Management reviews the carrying value of fixed assets for impairment whenever events or changes in circumstances indicate that the related carrying value might not be recoverable. Recoverability of long-lived assets is measured by a comparison of the carrying value of the asset to future net undiscounted cash flows expected to be generated by the asset. If these comparisons indicate that an asset is not recoverable, the impairment loss recognized is the amount by which the carrying value of the asset exceeds the related estimated fair value, based on appraisals or other methods to estimate fair value. No impairment loss was recognized in either 2025 or 2024.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited, based primarily on personnel time on the related activities and square footage of the building. All other expenses are allocated based on actual usage.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Inventory

For the years ended December 31, 2025, and 2024, there were three major classes of inventory: purchased food, donated food, and USDA Government Commodities. For the years ended December 31, 2025, and 2024, inventory was valued at the lower of cost or market for purchased food on the first in/first out (FIFO) basis. Feeding America's product valuation method was used to determine the inventory value for donated food. For the year ended December 31, 2025, this figure represented a \$0.07 decrease from the prior year. Commodities inventory was valued at USDA assigned values.

Cash Equivalents

For purposes of the Statement of Cash Flows, the Westmoreland County Food Bank, Inc., considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Income Taxes

Westmoreland County Food Bank, Inc., is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable state law. The Westmoreland County Food Bank, Inc. is not classified as a private foundation. The accounting standard on accounting for uncertainty income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Westmoreland County Food Bank, Inc. may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Westmoreland County Food Bank, Inc. and various positions related to the potential sources of unrelated business taxable income (UBTI). Tax benefits would be recognized in the financial statements from such a position and be measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified nor recorded as liabilities for the years ended December 31, 2025 or 2024. The Westmoreland County Food Bank, Inc. files Form 990 in the U.S. federal jurisdiction. The Westmoreland County Food Bank, Inc. is generally no longer subject to examination by the Internal Revenue Service for years before 2022.

Fair Value Measurements

The Westmoreland County Food Bank, Inc. defines fair value as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining the fair value measurements for assets and liabilities, which are required to be recorded at fair value, the Westmoreland County Food Bank, Inc. considers the principal or most advantageous market in which the Westmoreland County Food Bank, Inc. would transact and the market-based risk measurements or assumptions that market participants would use in pricing the asset or liability, such as inherent risk, transfer restrictions and credit risk.

The Westmoreland County Food Bank, Inc. applies the following fair value hierarchy, which prioritizes the inputs used to measure fair value into three levels and bases the categorization within the hierarchy upon the lowest level of input that is available and significant to the fair value measurement:

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

- Level 1 - Observable inputs such as quoted prices in active markets for identical investments that the Corporation has the ability to access.
- Level 2 - Inputs include:
 - a) Quoted prices for similar assets or liabilities in active markets;
 - b) Quoted prices for identical or similar assets or liabilities in inactive markets;
 - c) Inputs, other than quoted prices in active markets, that are observable either directly or indirectly;
 - d) Inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.
- Level 3 - Unobservable inputs in which there is little or no market activity for the asset or liability, which require the reporting entity to develop its own estimates and assumptions relating to the pricing of the asset or liability including assumptions regarding risk.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The valuation techniques are used to maximize the use of observable inputs and minimize the use of unobservable inputs. The methodology used to measure the fair value of the Westmoreland County Food Bank, Inc.'s investments is disclosed in Note 3.

The Westmoreland County Food Bank, Inc. deems that the carrying amount of cash and cash equivalents, receivables, other assets, accounts payable and accrued liabilities approximate their fair value due to the short-term nature of these assets and liabilities.

Date of Management's Review

Subsequent events have been evaluated through the Independent Auditor's Report Date, which is the date the financial statements were available to be issued.

WESTMORELAND COUNTY FOOD BANK, INC
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2025 AND 2024

NOTE 2: LIQUIDITY AND AVAILABILITY OF RESOURCES

Westmoreland County Food Bank, Inc. regularly monitors liquidity required to meet its operating needs and other commitments. Westmoreland County Food Bank, Inc. has various sources of liquidity at its disposal, including cash and cash equivalents, accounts receivable and a line of credit.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Westmoreland County Food Bank, Inc. considers expenditures related to its ongoing commitment to alleviate hunger before the value of inventory distributed or disposed, and depreciation expense. Inventory and the value of inventory donated \ distributed are not included in the analysis as these items are non-cash transactions and are recognized as revenues and expenses based on their value as determined by various methods.

In addition to financial assets available to meet general expenditures over the next 12 months, the Food Bank has investments that consist of funds designated by the Board of Directors, that can be used to support various programs or general liquidity needs, upon the approval of the Board of Directors. Investment funds totaled \$9,734,920 and \$7,850,203 at December 31, 2025 and December 31, 2024, respectively. The Food Bank operates with a budget and anticipates collecting sufficient revenue to cover general expenditures. Refer to the statement of cash flows which identifies the sources and uses of the Westmoreland County Food Bank, Inc.'s cash and cash equivalents. It is the Food Bank's goal to have three to six months operating reserves on hand at any given time.

As of December 31, 2025 and 2024, the following financial assets could readily be made available within one year of the balance sheet date to meet general expenditures:

December 31,	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	\$ 3,593,303	\$ 2,642,677
Accounts Receivable	<u>612,985</u>	<u>392,045</u>
Financial Assets Available	4,206,288	3,034,722
Less: Cash Unavailable due to		
Donor Restrictions	<u>1,983,928</u>	<u>1,080,813</u>
Total Sources of Liquidity Available	<u>\$ 2,222,360</u>	<u>\$ 1,953,909</u>

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 3: INVESTMENTS

Investments consist of the following at December 31:

	<u>2025</u>	<u>2024</u>
Money market funds	\$ 2,212,307	\$ 1,394,582
Equity mutual funds	4,590,102	3,788,621
Fixed income mutual funds	2,377,476	2,197,154
Balanced Funds	<u>555,035</u>	<u>469,846</u>
Investments	<u>\$ 9,734,920</u>	<u>\$ 7,850,203</u>

Investment income is as follows for the year ended December 31:

	<u>2025</u>	<u>2024</u>
Investment income	\$ 651,347	\$ 454,756
Net appreciation in fair value of investments	<u>533,166</u>	<u>197,450</u>
Investment Gain (Loss)	<u>\$ 1,184,513</u>	<u>\$ 652,206</u>

The following table sets forth the fair value of the Westmoreland County Food Bank Inc.'s assets measured on a recurring basis as of:

December 31,	<u>2025</u>	<u>2024</u>
Money market funds	\$ 2,212,307	\$ 1,394,582
Equity mutual funds	4,590,102	3,788,621
Fixed income mutual funds	2,377,476	2,197,154
Balanced Funds	<u>555,035</u>	<u>469,846</u>
Total - Level 1	<u>\$ 9,734,920</u>	<u>\$ 7,850,203</u>

The fair values for mutual funds are determined by reference to quoted market prices and other relevant information generated by market transactions (Level 1).

NOTE 4: PENSION

Effective January 1, 2005, the Board of Directors adopted a 401(k) Safe Harbor Plan, managed by the Mass Mutual Financial Group, using the American Funds Family of Mutual Funds as their investment choices. Employer contributions to the plan may consist of three parts, a three percent Safe Harbor contribution, a four and one half percent Discretionary Profit Sharing contribution, and a Discretionary Matching contribution on each eligible employee's wages. For the years ended December 31, 2025 and 2024, the Board approved a .25-cent match. Employer Contributions to the plan by the Westmoreland County Food Bank, Inc., totaled \$119,331 and \$120,858 for the years ended December 31, 2025 and 2024. The Westmoreland County Food Bank, Inc. offers employees the option to participate in a voluntary savings plan with no employer match with American Funds Service Company. For the years ended December 31, 2025, and 2024, no employees participated in the plan.

WESTMORELAND COUNTY FOOD BANK, INC
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 5: CONTRIBUTED SERVICES

For the years ended December 31, 2025 and 2024, the Westmoreland County Food Bank, Inc., received contributed services. These services consist of contributed time by volunteers, which is administered by the Westmoreland County Food Bank, Inc. The value of donated volunteer services in connection with the various activities of the Westmoreland County Food Bank, Inc. is not reflected in the accompanying financial statements because such services do not meet the criteria for recognition outlined in the accounting standards.

NOTE 6: ECONOMIC DEPENDENCY

For the years ended December 31, 2025 and 2024, the Westmoreland County Food Bank, Inc., received approximately 5.20 percent and 6.19 percent respectively of total cash revenue from the state food purchase program. If this program was discontinued, it would adversely affect the organization's financial position.

NOTE 7: CONCENTRATION OF CREDIT RISK

Westmoreland County Food Bank, Inc. maintains its bank accounts with Dollar Bank and Somerset Trust. Accounts at the institution are insured by Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Cash may exceed federally insured limits at various times during the year. The amount in excess of the FDIC limit was \$3,333,409 as of December 31, 2025, and \$2,308,536 as of December 31, 2024. For the years ended December 31, 2025 and December 31, 2024, the uninsured deposits were collateralized in a pooled pledged account with Dollar Bank and Somerset Trust, by FHL Bank of Pittsburgh. The safe keeping department of the Bank has possession of and is the custodian of the collateral securities.

NOTE 8: COMPENSATED ABSENCES

The Westmoreland County Food Bank, Inc. provides paid vacation and sick leave benefits to its employees. Under the Organization's policy, employees may carry over a maximum of five earned but unused vacation days from one year to the next. Upon voluntary termination of employment, employees are entitled to payment for all earned but unused vacation time.

With respect to sick leave, employees are eligible to receive payment for unused sick days annually, paid within thirty days after the end of the calendar year, based on the employee's rate of pay in effect as of January 1 of the year the sick days were granted. Employees who separate from employment, whether voluntarily or involuntarily, are not compensated for unused sick leave upon termination. The Westmoreland County Food Bank, Inc. paid out \$18,567 and \$16,362 for unused sick days for the years ended December 31, 2025 and December 31, 2024, respectively.

WESTMORELAND COUNTY FOOD BANK, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

<u>Federal Grantor/Pass-Through Grantor Program Title</u>	<u>Federal AL Number</u>	<u>Pass Through Grantor/Contract Number</u>	<u>Federal Grant Receipts</u>	<u>Federal Expenditures</u>	<u>Subrecipient Expenditures</u>
<u>U.S. Department of Agriculture</u>					
Passed Through Hunger-Free Pennsylvania:					
Commodity Supplemental Food Program	10.565	N/A	\$ 824,013	\$ 840,301	\$ -
Passed Through the County of Westmoreland, Pennsylvania:					
Emergency Food Assistance Program (Administrative Costs)	10.568	N/A	108,759	108,759	-
Emergency Food Assistance Program (Commodities)	10.568	N/A	39,780	39,780	-
Emergency Food Assistance Program (Commodities)	10.568	N/A	5,479	5,479	-
Emergency Food Assistance Program (Commodities)	10.569	N/A	1,520,192	1,747,862	-
			<u>1,674,209</u>	<u>1,901,879</u>	<u>-</u>
Total Food Distribution Cluster			<u>2,498,222</u>	<u>2,742,180</u> *	<u>-</u>
Community Food Projects Competitive Grant Program (CFPCGP)	10.187	N/A	63,501	63,501	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	N/A	-	6,712	-
Total U.S. Department of Agriculture			<u>2,561,723</u>	<u>2,812,393</u>	<u>-</u>
<u>U.S. Department of the Treasury</u>					
Passed Through the County of Westmoreland, Pennsylvania:					
Coronavirus State and Local Fiscal Recovery Funds - COVID-19	21.027	N/A	896,157	778,384	-
Total U.S. Department of the Treasury			<u>896,157</u>	<u>778,384</u>	<u>-</u>
<u>Corporation for National and Community Service</u>					
AmeriCorps September 11th National Day of Service	94.012	N/A	87,000	88,357	-
Total Corporation for National and Community Service			<u>87,000</u>	<u>88,357</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 3,544,880</u>	<u>\$ 3,679,134</u>	<u>\$ -</u>

* Denotes program tested as major

See notes to the Schedule of Expenditures of Federal Awards

WESTMORELAND COUNTY FOOD BANK, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1: REPORTING ENTITY

The Westmoreland County Food Bank, Inc. is the reporting entity for financial reporting purposes as defined in Note 1 to the financial statements.

NOTE 2: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Westmoreland County Food Bank, Inc., and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The Westmoreland County Food Bank did not use the 10% de minimis indirect cost rate.

NOTE 3: FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the USDA assigned values of the commodities received and disbursed. At December 31, 2025, the Food Bank had food commodities totaling \$289,652 in inventory.



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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
INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Westmoreland County Food Bank, Inc.
100 Devonshire Drive
Delmont, Pennsylvania 15626

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 the Westmoreland County Food Bank, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, statement of functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 26, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Westmoreland County Food Bank, 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 the Westmoreland County Food Bank, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Westmoreland County Food Bank, Inc.'s internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Westmoreland County Food Bank, 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 financial statement. 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*.



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Board of Directors of the
Westmoreland County Food Bank, Inc.
Page 27

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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Zelenkofske Axlerod LLC

Zelenkofske Axlerod LLC

Greensburg, Pennsylvania
May 26, 2026



Zelenkofske Axlerod LLC

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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Westmoreland County Food Bank, Inc.
100 Devonshire Drive
Delmont, Pennsylvania 15626

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Westmoreland County Food Bank, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Westmoreland County Food Bank, Inc.'s major federal programs for the year ended December 31, 2025. The Westmoreland County Food Bank, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Westmoreland County Food Bank, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Westmoreland County Food Bank, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the Westmoreland County Food Bank, Inc.'s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Westmoreland County Food Bank, Inc.'s federal programs.



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Board of Directors of the
Westmoreland County Food Bank, Inc.
Page 29

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Westmoreland County Food Bank, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Westmoreland County Food Bank, Inc.'s compliance with the requirements of its major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Westmoreland County Food Bank, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Westmoreland County Food Bank, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Westmoreland County Food Bank, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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



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Board of Directors of the
Westmoreland County Food Bank, Inc.
Page 30

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Zelenkofske Axlerod LLC

Zelenkofske Axlerod LLC

Greensburg, Pennsylvania
May 26, 2026

WESTMORELAND COUNTY FOOD BANK, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Section I - Summary of Auditor's Results:

Financial Statements

Type of auditor's report issued: unmodified

Internal control over financial reporting:

Material weakness(es) identified? ___ yes X no

Significant deficiency(ies) identified not considered to be material weaknesses?

___ yes X none reported

Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? ___ yes X no

Significant deficiency(ies) identified not considered to be material weaknesses?

___ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance Act?

___ yes X no

Identification of major programs:

AL Numbers _____

Name of Federal Programs or Clusters

10.565/10.568/10.569

Food Distribution Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$1,000,000

Auditee qualified as low-risk auditee? X yes ___ no

WESTMORELAND COUNTY FOOD BANK, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Section II – Findings Relating to the Financial Statements Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

No matters were reported.

Section III – Findings and Questioned Costs for Federal Awards

No matters were reported.

Section IV – Summary of Prior Year Findings

None.

WESTMORELAND COUNTY FOOD BANK, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

Status of Prior Audit Findings

No matters were reported.