

FEED MY PEOPLE, INC.
**COMPARATIVE FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**
YEARS ENDED JUNE 30, 2025 AND 2024



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Feed My People, Inc.
Eau Claire, Wisconsin

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Feed My People, Inc. (a nonprofit corporation), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Feed My People, Inc. as of June 30, 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 audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Feed My People, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 Feed My People, Inc.'s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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, 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 Feed My People, 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 Feed My People, 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.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
January 15, 2026

FEED MY PEOPLE, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 632,869	\$ 543,426
Accounts Receivable - Trade	124,527	123,336
Grants Receivable	150,000	-
Pledges Receivable	237,837	160,891
Inventory	691,719	1,159,718
Prepaid Expenses	10,341	21,045
Total Current Assets	1,847,293	2,008,416
PROPERTY AND EQUIPMENT	4,418,319	4,235,364
INVESTMENTS	2,118,041	2,159,157
RIGHT OF USE ASSET - FINANCING	329,252	493,877
OTHER ASSETS		
Pledges Receivable - Noncurrent	295,123	253,461
Total Assets	\$ 9,008,028	\$ 9,150,275
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 113,951	\$ 122,523
Accrued Expenses	134,783	135,516
Current Lease Liability - Finance	172,288	166,982
Funds Held for Others	30,373	55,690
Total Current Liabilities	451,395	480,711
LONG-TERM LIABILITIES		
Long-Term Lease Liability - Finance, Net	177,762	350,050
Total Long-Term Liabilities	177,762	350,050
Total Liabilities	629,157	830,761
NET ASSETS		
Net Assets Without Donor Restrictions	7,695,911	7,905,162
Net Assets With Donor Restrictions	682,960	414,352
Total Net Assets	8,378,871	8,319,514
Total Liabilities and Net Assets	\$ 9,008,028	\$ 9,150,275

See accompanying Notes to Financial Statements.

FEED MY PEOPLE, INC.
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2025 AND 2024

	2025			2024		
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Totals	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Totals
REVENUES AND OTHER SUPPORT						
Grants	\$ 736,651	\$ 150,000	\$ 886,651	\$ 758,472	\$ -	\$ 758,472
Contributions	2,641,771	330,000	2,971,771	2,388,818	425,000	2,813,818
Donated Inventory	12,174,031	-	12,174,031	12,539,753	-	12,539,753
Investment Income (Loss)	192,384	-	192,384	164,854	-	164,854
In-Kind Contributions	14,620	-	14,620	-	-	-
Program Revenues:						
Purchased Product	1,822,782	-	1,822,782	1,860,456	-	1,860,456
Shared Maintenance and Delivery Fees	157,757	-	157,757	193,876	-	193,876
Miscellaneous	-	-	-	2,393	-	2,393
Loss on Sale of Assets	(7,967)	-	(7,967)	-	-	-
Restrictions Satisfied by Use Restrictions	-	-	-	9,164	(9,164)	-
Restrictions Satisfied by Time Restrictions	211,392	(211,392)	-	217,431	(217,431)	-
Total Revenues and Other Support	<u>17,943,421</u>	<u>268,608</u>	<u>18,212,029</u>	<u>18,135,217</u>	<u>198,405</u>	<u>18,333,622</u>
EXPENSES						
Program	16,898,715	-	16,898,715	16,679,663	-	16,679,663
Management and General	656,086	-	656,086	586,549	-	586,549
Fundraising	597,871	-	597,871	547,528	-	547,528
Total Expenses	<u>18,152,672</u>	<u>-</u>	<u>18,152,672</u>	<u>17,813,740</u>	<u>-</u>	<u>17,813,740</u>
CHANGE IN NET ASSETS	(209,251)	268,608	59,357	321,477	198,405	519,882
Net Assets - Beginning of Year	<u>7,905,162</u>	<u>414,352</u>	<u>8,319,514</u>	<u>7,583,685</u>	<u>215,947</u>	<u>7,799,632</u>
NET ASSETS - END OF YEAR	<u>\$ 7,695,911</u>	<u>\$ 682,960</u>	<u>\$ 8,378,871</u>	<u>\$ 7,905,162</u>	<u>\$ 414,352</u>	<u>\$ 8,319,514</u>

See accompanying Notes to Financial Statements.

FEED MY PEOPLE, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2025 AND 2024

	2025				2024			
	Program	Management and General	Fundraising	Total	Program	Management and General	Fundraising	Total
Salaries	\$ 880,711	\$ 299,924	\$ 277,544	\$ 1,458,179	\$ 815,000	\$ 282,474	\$ 252,134	\$ 1,349,608
Payroll Taxes	66,749	22,731	21,035	110,515	62,494	21,660	19,334	103,488
Health Insurance	137,464	46,813	43,320	227,597	118,007	40,901	36,507	195,415
Retirement Plan	46,017	15,670	14,502	76,189	36,126	12,522	11,176	59,824
	<u>1,130,941</u>	<u>385,138</u>	<u>356,401</u>	<u>1,872,480</u>	<u>1,031,627</u>	<u>357,557</u>	<u>319,151</u>	<u>1,708,335</u>
Donated Inventory	12,558,072	-	-	12,558,072	12,471,363	-	-	12,471,363
Purchased Product Costs	1,903,636	-	-	1,903,636	2,011,702	-	-	2,011,702
Grant Expense	-	-	-	-	24,049	-	-	24,049
Depreciation	184,959	20,551	-	205,510	177,631	19,737	-	197,368
Direct Services Expenses	417,612	-	-	417,612	314,679	-	-	314,679
Vehicle Expense	143,064	-	-	143,064	116,558	-	-	116,558
Equipment Maintenance	111,007	-	-	111,007	87,149	-	-	87,149
Fundraising Expenses	-	-	188,309	188,309	-	-	177,032	177,032
Utilities	64,993	7,222	-	72,215	65,453	7,273	-	72,726
Outreach	15,292	-	15,293	30,585	15,420	-	15,420	30,840
Professional Fees	-	178,401	-	178,401	-	142,855	-	142,855
Office Expense	14,622	4,979	4,608	24,209	18,119	6,280	5,606	30,005
Garbage	15,514	1,724	-	17,238	24,503	2,722	-	27,225
Dues and Subscriptions	59,188	7,398	7,399	73,985	28,289	3,536	3,536	35,361
Delivery Expense	5,781	-	-	5,781	32,040	-	-	32,040
Insurance	37,515	5,879	2,350	45,744	42,324	7,942	4,255	54,521
Bank and Credit Card Charges	-	32,632	-	32,632	-	30,339	-	30,339
Miscellaneous	26,175	7,891	7,304	41,370	19,397	4,213	3,672	27,282
Postage	1,976	1,977	15,810	19,763	2,330	2,330	18,638	23,298
Telephone	9,934	1,104	-	11,038	10,011	1,112	-	11,123
Investment Fees	-	9,376	-	9,376	-	8,132	-	8,132
Interest Expense	13,810	-	-	13,810	18,952	-	-	18,952
Travel	6,349	1,190	397	7,936	3,485	653	218	4,356
Amortization	164,625	-	-	164,625	164,625	-	-	164,625
Credit Loss Expense	13,650	-	-	13,650	(43)	-	-	(43)
	<u>16,898,715</u>	<u>665,462</u>	<u>597,871</u>	<u>18,162,048</u>	<u>16,679,663</u>	<u>594,681</u>	<u>547,528</u>	<u>17,821,872</u>
Less: Expenses Netted Against Revenue on the Statement of Activities: Investment Fees	-	9,376	-	9,376	-	8,132	-	8,132
Total	<u>\$ 16,898,715</u>	<u>\$ 656,086</u>	<u>\$ 597,871</u>	<u>\$ 18,152,672</u>	<u>\$ 16,679,663</u>	<u>\$ 586,549</u>	<u>\$ 547,528</u>	<u>\$ 17,813,740</u>

See accompanying Notes to Financial Statements.

FEED MY PEOPLE, INC.
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 59,357	\$ 519,882
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by Operating Activities:		
Depreciation	205,510	197,368
Amortization on Financing Leases	164,625	164,625
Loss on Sale of Fixed Assets	7,967	-
Change in Value of Holdings at Community Foundation	22,169	(6,568)
Realized and Unrealized Gains on Investments	(89,811)	(83,618)
Donated Inventory	(384,042)	68,390
Credit Loss Expense	13,650	(43)
Amortization of Discount on Promises to Give	(3,287)	13,833
(Increase) Decrease in:		
Accounts Receivable	(1,191)	31,499
Pledges Receivable	(128,971)	(251,846)
Grants Receivable	(150,000)	-
Inventories	852,041	124,054
Prepaid Expenses	10,704	(127)
Increase (Decrease) in:		
Accounts Payable	(8,572)	10,087
Accrued Expenses	(733)	(14,808)
Funds Held for Others	(25,317)	1,515
Net Cash Provided by Operating Activities	544,099	774,243
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(2,240,507)	(1,219,851)
Proceeds from Sale of Investments	2,349,265	855,504
Proceeds on Sale of Fixed Assets	20,000	-
Purchase of Property and Equipment	(416,432)	(69,982)
Net Cash Used by Investing Activities	(287,674)	(434,329)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments from Capital Campaign	-	30,487
Payments on Financing Leases	(166,982)	(161,840)
Net Cash Used by Financing Activities	(166,982)	(131,353)
NET CHANGE IN CASH AND CASH EQUIVALENTS	89,443	208,561
Cash and Cash Equivalents - Beginning of Year	543,426	334,865
CASH AND CASH EQUIVALENTS - END OF Year	\$ 632,869	\$ 543,426

See accompanying Notes to Financial Statements.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Feed My People, Inc. (FMP) is a nonprofit organization. FMP's mission is to eliminate hunger in 14 counties in west-central Wisconsin by distributing food and other grocery products through programs serving low-income people. FMP receives donated grocery products from Second Harvest Heartland and FMP's community. FMP distributes these products to the needy through food pantry, community meal, and other programs in its service area. Generally, these programs are conducted by independent agencies. Refer to Note 9 for more information about FMP's relationship with Second Harvest Heartland.

Basis of Presentation

The accompanying financial statements were prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of FMP and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor restrictions.

Net Assets With Donor Restrictions – Net assets 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. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Contributions and Grants

Contributions and grants received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the absence or existence and nature of any donor stipulations.

Contributions and grants are recognized when the donor makes a promise to give to FMP that is, in substance, unconditional. Contributions and grants that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions and grants 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.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Conditional Contributions

A portion of the FMP's revenue is derived from cost-reimbursable contracts and grants. Amounts received are recognized as earned and are reported as revenue when FMP has incurred expenditures in compliance with specific contract or grant provisions. Amounts received but not yet earned are reported as a refundable advance in the statement of financial position. Expenditures under government contracts are subject to review by the granting authority. To the extent, if any, that such a review reduces expenditures allowable under these contracts, the FMP will record such disallowance at the time the final assessment is made. FMP received cost-reimbursable grants of \$-0-, for which qualifying expenditures have not yet been incurred as of June 30, 2025, with no refundable advances.

Contributed Services

Contributed services that require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation, are recognized at their fair market value.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand or in deposit accounts and highly liquid investments purchased with an original maturity of three months or less. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At times, cash deposits may exceed FDIC insurable limits.

Accounts Receivable - Trade

Agencies are invoiced, without requiring collateral, upon FMP's delivery of product with payment due 30 days after invoicing. Trade accounts receivable are stated at original invoice amount less an estimated valuation allowance for potential credit losses. This allowance is based on management judgment considering historical information and accounts with balances past due more than 90 days are individually analyzed for collectability. At June 30, 2025 and 2024, no allowance for credit losses was recorded.

Pledges Receivable

Pledges receivable consists of unconditional promises by others to give contributions and grants to FMP that are expected to be received in future years. FMP uses the allowance method to determine estimated uncollectible receivables. The allowance is based on prior years' experience and management's analysis of specific promises made.

Grants Receivable

Grants receivable are stated at the amount management expects to collect from balances outstanding at year-end. Grants receivable are considered to be fully collectible; accordingly, no allowance for doubtful accounts has been provided for these amounts. If amounts become uncollectible, they are charged to activities in the period in which that determination is made.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventory

Inventory is valued at cost or fair value as determined by the FIFO (first-in, first-out) method, which assumes the first unit obtained of a particular product is the first unit distributed. Purchased product is valued at cost. Donated product is valued at its fair market value when it is received, which is estimated to equal Feeding America’s annually determined national weighted-average wholesale price per pound of donated product. During the years ended June 30, 2025 and 2024, that value was \$1.97. Donated inventory is invoiced to recipients at a “shared maintenance” fee of no greater than \$0.16 per pound. The vast majority of inventory is donated so the nature, including nutritional content, of the products received by FMP is determined by the donor. FMP also purchases products to provide agencies with a reliable source of economical high protein food, fruits, vegetables, and cereal.

Donated Assets

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

Property, Equipment, and Depreciation

Property and equipment is recorded at cost when purchased or fair value as of the date gifted and then depreciated over its useful life, if an individual asset’s initial cost is \$5,000 or more and has an estimated useful life of more than one year. Depreciation is calculated using the straight-line method over the estimated useful lives of the individual assets as follows:

Equipment and Vehicles	5 to 20 Years
Buildings and Improvements	5 to 40 Years

Funds Held for Others

Funds held for others consist of donations raised by or for agencies and deposited at FMP. This money is used to reduce agency obligations to FMP as incurred.

Revenue Recognition

Purchased product sales are recorded as revenue when inventory is sold to agencies. Shared maintenance fees charged on donated inventory distributed to agencies is recorded when inventory leaves the warehouse.

Functional Expense Allocation

Shared functional expenses have been allocated between program, management and general, and fundraising activities. The expenses that are allocated include utilities, insurance, and depreciation, which are allocated on a square-footage basis, as well as salaries, benefits, office supplies, travel expense, and workers’ compensation insurance, which are allocated on the basis of estimates of time and effort based on an analysis of personnel time and space utilized for the related activities.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

FMP leases vehicles. FMP determines if an arrangement is a lease at inception. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the statements of financial position.

ROU assets represent FMP's right to use an underlying asset for the lease term and lease liabilities represent FMP's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. FMP uses the implicit rate provided from the lease agreements. The lease terms may include options to extend or terminate the lease when it is reasonably certain that FMP will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. FMP has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the statement of financial position.

FMP's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

In evaluating contracts to determine if they qualify as a lease, FMP considers factors such as if FMP has obtained substantially all of the rights to the underlying asset through exclusivity, if FMP can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

In allocating consideration in the contract to the separate lease components and the non-lease components, FMP uses the standalone prices of the lease and non-lease components. Observable standalone prices are used, if available. If the standalone price for a component has a high level of variability or uncertainty, this allocation may require significant judgment.

In determining the discount rate used to measure the right-of-use asset and lease liability, FMP uses rates implicit in the lease.

Income Tax Status

As a public charity, the FMP is exempt from paying corporate federal income tax under Section 501 (c)(3) of the Internal Revenue Code. FMP is also exempt from Wisconsin franchise or income taxes.

FMP has evaluated its tax positions and determined it has no uncertain tax positions as of June 30, 2025 and 2024.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements

FMP measures fair value using a three-level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions that market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

The objective of a fair value measurement is to determine the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (an exit price). Accordingly, the fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). FMP may use valuation techniques consistent with the market, income, and cost approaches to measure fair value.

The inputs used to measure fair value are categorized into the following three categories:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical investments, such as stocks, corporate and government bonds that FMP has the ability to access as of the measurement date.

Level 2 – Inputs, other than quoted prices, that are observable for the asset or liability either directly or indirectly, including inputs from markets that are not considered to be active.

Level 3 – Inputs that are unobservable. Unobservable inputs reflect FMP's own assumptions about the factors market participants would use in pricing an investment and is based on the best information available in the circumstances.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

In preparing these financial statements, FMP has evaluated events and transactions for potential recognition or disclosure through January 15, 2026, the date the financial statements were available to be issued.

NOTE 2 PLEDGES RECEIVABLE

Pledges receivable are recorded at net realizable value. Pledges receivable that are expected to be collected in future years are recorded at the present value of their estimated future cash flows, using three-year treasury rate which was 3.68% and 4.58% as of June 30, 2025 and 2024, respectively. These pledges receivable are due as follows:

	<u>2025</u>	<u>2024</u>
Within One Year	\$ 237,837	\$ 160,891
One to Five Years	322,884	284,509
Adjustments to Net Realizable Value:		
Unamortized Discount on Pledges Receivable	(17,761)	(21,048)
Allowance for Doubtful Accounts	(10,000)	(10,000)
Net Pledges Receivable	<u>\$ 532,960</u>	<u>\$ 414,352</u>

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 3 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 the following:

	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	\$ 632,869	\$ 543,426
Accounts Receivable	124,527	123,336
Grants Receivable	150,000	-
Operating Investments	2,118,041	2,159,157
Pledges Receivable	<u>237,837</u>	<u>160,891</u>
Total Financial Assets	3,263,274	2,986,810
Donor Imposed Restrictions:		
Funds Subject to Time and Purpose Restrictions	<u>(387,837)</u>	<u>(160,891)</u>
Expenditures Within One Year	<u>\$ 2,875,437</u>	<u>\$ 2,825,919</u>

As part of our liquidity management plan, we invest cash in excess of daily requirements in short-term investments, certificates of deposits, and money market funds.

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2025 and 2024, consisted of the following:

	<u>2025</u>	<u>2024</u>
Land	\$ 112,750	\$ 112,750
Building and Improvements	4,880,889	4,822,798
Equipment	587,773	453,480
Vehicles	<u>226,617</u>	<u>47,747</u>
	5,808,029	5,436,775
Less: Accumulated Depreciation	<u>(1,389,710)</u>	<u>(1,201,411)</u>
Total Property and Equipment	<u>\$ 4,418,319</u>	<u>\$ 4,235,364</u>

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 5 INVESTMENTS

FMP carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

	2025		
	Fair Value	Original Value	Unrealized Gain (Loss)
Funds Held at Eau Claire Community Foundation	\$ 44,193	\$ - **	\$ -
Mutual Funds - Equities	823,791	648,954	174,837
Mutual Funds - Fixed Income	1,250,057	1,386,874	(136,817)
Total	\$ 2,118,041	\$ 2,035,828	\$ 38,020
	2024		
	Fair Value	Original Value	Unrealized Gain (Loss)
Funds Held at Eau Claire Community Foundation	\$ 66,362	\$ - **	\$ -
Mutual Funds - Equities	729,322	592,617	136,705
Mutual Funds - Fixed Income	1,363,473	1,058,752	304,721
Total	\$ 2,159,157	\$ 1,651,369	\$ 441,426

** Original value or cost basis of Funds Held at Community Foundation is not readily determinable due to the nature of the investment holdings and reporting practices of the Foundation.

NOTE 6 FUNDS HELD AT EAU CLAIRE COMMUNITY FOUNDATION

FMP has deposited funds with the Eau Claire Community Foundation (ECCF) to be held for the benefit of FMP. These funds are held in a pooled agency investment account of the ECCF. FMP funds are deemed without donor restrictions since distributions can be made from the fund at any time with the approval of the ECCF's board of trustees.

NOTE 7 NET ASSETS

Net assets with donor restrictions consisted of the following at June 30, 2025 and 2024:

	2025	2024
Building Expansion - Pledges Receivable	\$ 532,960	\$ 414,352
Farm to Foodbank Program	150,000	-
Total	\$ 682,960	\$ 414,352

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 8 FOOD BANK PARTNER DISTRIBUTION ORGANIZATION RELATIONSHIP

FMP has a food bank partner distribution organization (PDO) relationship with Second Harvest Heartland (SHH), a Feeding America member food bank. Under this contractual agreement, exclusive authority is conveyed to FMP for performance of food banking activities in FMP's 14 county service area in west-central Wisconsin. FMP is obligated to conduct its food banking activities in compliance with Feeding America operating standards, including safe handling and storage of food. FMP obtains the vast majority of its grocery products from SHH and reports to SHH its independently sourced food donations. FMP obligated itself to pay \$1,284,992 and \$1,284,067 respectively during the years ended June 30, 2025 and 2024 and for products and services received from SHH. At June 30, 2025 and 2024, FMP owed \$63,959 and \$78,299 to SHH for products and services. Donated inventory from SHH was estimated to be \$1,839,066 and \$4,710,298 during the years ended June 30, 2025 and 2024.

NOTE 9 RETIREMENT PLAN

On January 1, 2015, FMP established a 401(k) plan for all employees who are least 21 years of age. Eligible employees who elect to participate in FMP's 401(k) retirement savings plan can contribute up to the maximum allowed by the Internal Revenue Service. FMP contributes a match of up to 3% of each employee's gross wage. FMP may also make nonelective contributions at its discretion to employees who have worked at least 1,000 hours during the plan year and were employed as of the last day of the plan year. Employee portions of the contributions vest immediately, while employer match and profit sharing vest over a period of six years. Contributions for the years ended June 30, 2025 and 2024 were \$76,189 and \$59,824 ,respectively.

NOTE 10 CONTRIBUTED NONFINANCIAL ASSETS

For the years ending June 30, 2025 and 2024, contributed nonfinancial assets recognized within the statements of activities included:

	2025	2024
Donated Inventory	\$ 12,174,031	\$ 12,539,753
Software Contribution	14,620	-
Total	\$ 12,188,651	\$ 12,539,753

FMP recognized nonfinancial assets within revenues and other support. Donated inventory is valued based on a valuation report produced by Second Harvest Hartland, while other nonfinancial assets are recognized at fair market value. Nonfinancial assets are not sold and goods are only distributed for program use. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 11 FAIR VALUE MEASUREMENTS

FMP uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. For additional information on how FMP measures fair value refer to Note 1 – Summary of Significant Accounting Policies.

The following table presents the fair value hierarchy for the balances of the assets and liabilities of FMP measured at fair value on a recurring basis as of June 30, 2025 and 2024:

	2025			Total
	Level 1	Level 2	Level 3	
Assets:				
Funds Held at Eau Claire Community Foundation	\$ -	\$ -	\$ 44,193	\$ 44,193
Mutual Funds - Equity	823,791	-	-	823,791
Mutual Funds - Fixed	1,250,057	-	-	1,250,057
Total	<u>\$ 2,073,848</u>	<u>\$ -</u>	<u>\$ 44,193</u>	<u>\$ 2,118,041</u>
	2024			
	Level 1	Level 2	Level 3	Total
Assets:				
Funds Held at Eau Claire Community Foundation	\$ -	\$ -	66,362	\$ 66,362
Mutual Funds - Equity	729,322	-	-	729,322
Mutual Funds - Fixed	1,363,473	-	-	1,363,473
Total	<u>\$ 2,092,795</u>	<u>\$ -</u>	<u>\$ 66,362</u>	<u>\$ 2,159,157</u>

The investment at Eau Claire Community Foundation is measured on a recurring basis using the percentage of the Feed My People fund's contributions compared to the total pool of investments held at the Foundation. The investments held at the Eau Claire Community Foundation are readily marketable. There were no contributions made to Level 3 funds for the years ended June 30, 2025 and 2024.

FEED MY PEOPLE, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 12 LEASES – ASC 842

FMP leases vehicles under long-term, non-cancelable lease agreements. The leases expire in 2027 and provide no renewal options. In the normal course of business, it is expected that these leases will be replaced by similar leases. The agreements generally require FMP to pay insurance.

The following table provides quantitative information concerning FMP's leases.

	2025	2024
Lease Costs		
Finance lease costs:		
Amortization of right-of-use assets	\$ 164,625	\$ 164,625
Interest on lease liabilities	13,810	18,952
Short-term lease costs	1,162	1,162
 Total lease costs	 \$ 179,597	 \$ 184,739
 Other information:		
Operating cash flows from financing leases	13,810	18,952
Financing cash flows from finance leases	166,982	161,840
Weighted-average remaining lease term - financing leases	1.9 years	2.9 years
Weighted-average discount rate - financing leases	3.13%	3.13%

FMP classifies the total undiscounted lease payments that are due in the next 12 months as current. A maturity analysis of annual undiscounted cash flows for lease liabilities as of June 30, 2025, is as follows:

Year Ending June 30,	Financing Leases
2026	\$ 180,792
2027	180,792
2028	-
Total Lease Payments	361,584
Less: Interest	(11,534)
Present Value of Lease Liabilities	\$ 350,050



INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

Board of Directors
Feed My People, Inc.
Eau Claire, Wisconsin

We have audited the financial statements of Feed My People, Inc. as of and for the year ended June 30, 2025 and 2024, and have issued our report thereon dated January 15, 2026 which contained an unmodified opinion on those financial statements. Our audits were performed for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on the following pages is presented for the 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Eau Claire, Wisconsin
January 15, 2026

FEED MY PEOPLE, INC.
STATEMENT OF ACTIVITIES WITHOUT DONATED INVENTORY
SHOWING ACTUAL COST PER POUND OF FOOD DISTRIBUTED
YEARS ENDED JUNE 30, 2025 AND 2024
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)

	2025	2024
REVENUES AND OTHER SUPPORT		
Grants	\$ 886,651	\$ 758,472
Contributions	2,971,771	2,813,818
Investment Income (Loss)	192,384	164,854
In-Kind Contributions	14,620	-
Shared Maintenance and Delivery Fees	157,757	193,876
Miscellaneous	-	2,393
Loss on Sale of Assets	(7,967)	-
Total Revenues and Other Support	4,215,216	3,933,413
Salaries	1,458,179	1,349,608
Payroll Taxes	110,515	103,488
Health Insurance	227,597	195,415
Retirement Plan	76,189	59,824
Grant Expense	-	24,049
Depreciation	205,510	197,368
Direct Services Expenses	417,612	314,679
Vehicle Expense	143,064	116,558
Equipment Maintenance	111,007	87,149
Fundraising Expenses	188,309	177,032
Utilities	72,215	72,726
Outreach	30,585	30,840
Professional Fees	178,401	142,855
Office Expense	24,209	30,005
Garbage	17,238	27,225
Dues and Subscriptions	73,985	35,361
Delivery Expense	5,781	32,040
Insurance	45,744	54,521
Bank and Credit Card Charges	32,632	30,339
Miscellaneous	41,370	27,282
Postage	19,763	23,298
Telephone	11,038	11,123
Interest Expense	13,810	18,952
Travel	7,936	4,356
Amortization	164,625	164,625
Credit Loss Expense	13,650	(43)
Net Expense on Purchased Products	80,854	151,246
Total Expenses	3,771,818	3,481,921
EXCESS OF REVENUES OVER EXPENSES	\$ 443,398	\$ 451,492
Total Expenses	\$ 3,771,818	\$ 3,481,921
Pounds of Food Distributed	8,193,620	8,168,499
COST PER POUND	\$ 0.46	\$ 0.43



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