SOUTHEAST MISSOURI
FOOD BANK, INC
SIKESTON, MISSOURI

For the Year Ended December 31, 2024

ANNUAL FINANCIAL REPORT

Begley, Young, Unterreiner & White, LLC
Certified Public Accountants
2103 Themis St.
Cape Girardeau, MO 63701
573-334-2845

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BEGLEY, YOUNG, UNTERREINER & WHITE, LLC
CERTIFIED PUBLIC ACCOUNTANTS

Brad J. Tuschhoff, CPA
Ryan N. Priggel, CPA
Sean S. Gould, CPA
Jeff S. Unterreiner, CPA
Catherine A. White, CPA
Nick M. Steimle, CPA
Lawrence E. Young, CPA
Austin S. Fallert
Shayne D. Stroup
Paula A. Simmers

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Southeast Missouri Food Bank, Inc.
Sikeston, Missouri

Opinion

We have audited the accompanying financial statements of Southeast Missouri Food Bank, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year 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 Southeast Missouri Food Bank, Inc. as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities section of our report. We are required to be independent of Southeast Missouri Food Bank, 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism

- 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 Southeast Missouri Food Bank's internal control. Accordingly, no such opinion is expressed

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Southeast Missouri Food Bank's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated September 19, 2025 on our consideration of Southeast Missouri 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 Southeast Missouri 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 Southeast Missouri Food Bank, Inc.'s internal control over financial reporting and compliance.

BEGLEY, YOUNG, UNTERREINER & WHITE, LLC

Begley, Young, Unterreiner & White, LLC

Cape Girardeau, Missouri

September 19, 2025

Brad J. Tuschhoff, CPA | Jeff S. Unterreiner, CPA | Austin S. Fallert
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Lawrence E. Young, CPA

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

To the Board of Directors
Southeast Missouri Food Bank, Inc.
Sikeston, Missouri

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Southeast Missouri Food Bank, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, and cash flows for the year ended, and the related notes to the financial statements, and have issued our report thereon dated September 19, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Southeast Missouri Food Bank, Inc.'s internal control over financial reporting (internal control) to determine the 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 Southeast Missouri Food Banks, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Southeast Missouri 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

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material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given those limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as finding 2024-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Southeast Missouri 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Southeast Missouri Food Bank, Inc.'s Response to Findings

Southeast Missouri Food Bank, Inc.'s responses to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Southeast Missouri Food Bank, Inc.'s response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of the Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BEGLEY, YOUNG, UNTERREINER & WHITE, LLC

Begley, Young, Unterreiner & White, LLC

Cape Girardeau, Missouri
September 19, 2025

FINANCIAL STATEMENTS

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

STATEMENT OF FINANCIAL POSITION

For the Years Ended December 31, 2024 and 2023

	2024	2023
ASSETS:		
Cash and Cash Equivalents	$ 4,297,926	$ 5,470,676
Investments	9,544,664	7,098,949
Accounts Receivable: Government Programs	485,433	485,433
Accounts Receivable: Agencies	125,344	120,912
Inventory	2,164,238	2,370,323
Other Receivables	29,129	63,151
Prepaid Expenses	26,760	23,690
Other Assets	1,150	1,150
Total Current Assets	$ 16,674,644	$ 15,634,284
PROPERTY AND EQUIPMENT:		
Land	$ 259,750	$ 259,750
Buildings	4,432,736	4,264,742
Office Equipment	309,306	298,269
Machinery and Equipment	2,092,279	1,658,923
Total Property and Equipment	$ 7,094,071	$ 6,481,684
Less - Accumulated Depreciation	(2,992,732)	(2,652,721)
Net Property and Equipment	4,101,339	3,828,963
TOTAL ASSETS	$ 20,775,983	$ 19,463,247
LIABILITIES AND NET ASSETS:		
Accounts Payable	$ 26,899	$ 64,410
Accrued Expenses	85,519	87,126
Total Current Liabilites	$ 112,418	$ 151,536
NET ASSETS:		
Without donor restrictions		
Undesignated	$ 17,212,615	$ 15,609,342
Contributed Food	1,986,898	2,221,953
Total without donor restrictions	19,199,513	17,831,295
With donor restrictions	1,464,052	1,480,416
TOTAL NET ASSETS	20,663,565	19,311,711
TOTAL LIABILITIES AND NET ASSETS	$ 20,775,983	$ 19,463,247

The Accompanying Notes to Financial Statements
Are an Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

STATEMENT OF ACTIVITIES

For the Years Ending December 31, 2024 and 2023

	2024			2023
REVENUES, GAINS AND SUPPORT:	Without Donor Restrictions	With Donor Restrictions	Total	Total
Public Support:				
Feeding America Commodities	$ 14,940,524		$ 14,940,524	$ 13,991,032
USDA Commodities	3,219,219		3,219,219	3,018,301
CSFP Commodities	2,724,864		2,724,864	2,598,247
USDA Grants	228,242		228,242	222,187
CSFP Grant	522,466		522,466	418,562
Temporary Assistance for Needy Families Grant	970,867		970,867	970,867
Other Private Grants	441,901	1,260,099	1,702,000	1,273,403
Donations	1,091,892		1,091,892	1,091,907
Net Assets Released from Restriction	1,276,463	(1,276,463)	-	-
Total Support	$ 25,416,438	$ (16,364)	$ 25,400,074	$ 23,584,506
Other Revenue:				
Shared Maintenance Fees	$ 515,223	$ -	$ 515,223	$ 637,062
Registration Fees	2,925	-	2,925	3,225
Interest Income	221,145	-	221,145	161,791
Dividend Income	141,703	-	141,703	114,476
Realized Capital Gains	184,014	-	184,014	76,215
Unrealized Capital Gains	327,563	-	327,563	479,512
Miscellaneous Income	55,241	-	55,241	16,760
Total Other Sources	$ 1,447,814	$ -	$ 1,447,814	$ 1,489,041
TOTAL REVENUES, GAINS, AND SUPPORT	$ 26,864,252	$ (16,364)	$ 26,847,888	$ 25,073,547
EXPENSES:				
Program Services:				
Agency Based Food Program	$ 23,907,502	$ -	$ 23,907,502	$ 21,642,888
School Based Food Program	198,031	-	198,031	199,046
Mobile Food Program	304,956	-	304,956	325,950
Supporting Services:				
Management and General	639,637	-	639,637	442,171
Fund Raising	445,908	-	445,908	457,673
TOTAL EXPENSES	$ 25,496,034	$ -	$ 25,496,034	$ 23,067,728
CHANGE IN NET ASSETS	$ 1,368,218	$ (16,364)	$ 1,351,854	$ 2,005,819
NET ASSETS, January 1,	17,831,295	1,480,416	19,311,711	17,305,892
NET ASSETS, December 31,	$ 19,199,513	$ 1,464,052	$ 20,663,565	$ 19,311,711

The Accompanying Notes to Financial Statements
Are an Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ending December 31, 2024

	2024							
	Program Services				Supporting Services			
EXPENSES:	Agency Based Food Program	School Based Food Program	Mobile Food Program	Total Program Services	Management and General	Fund Raising	Total Supporting Services	Total
Salaries and Wages	$ 852,075	$ 35,418	$ 56,352	$ 943,845	$ 253,415	$ 238,932	$ 492,347	$ 1,436,192
Employee Benefits and Taxes	134,989	4,851	10,130	149,970	41,978	42,801	84,779	234,749
Food Distribution	21,712,193	149,315	140,206	22,001,714	136,487	-	136,487	22,138,201
Fleet Operation and Maintenance	98,476	520	33,218	132,214	-	16	16	132,230
Utilities	39,417	316	8,606	48,339	19,948	-	19,948	68,287
Trash Removal	9,239	30	477	9,746	651	-	651	10,397
Pest Control	15,135	56	1,268	16,459	2,043	-	2,043	18,502
Warehouse	115,310	6,325	27,432	149,067	-	-	-	149,067
Rent	176	5	95	276	-	-	-	276
Insurance	72,456	435	8,849	81,740	18,164	-	18,164	99,904
Office Supplies and Postage	11,265	89	1,670	13,024	2,635	799	3,434	16,458
Bank Service Charge	206	-	-	206	617	4,651	5,268	5,474
Direct Mail Expense	-	-	-	-	-	106,342	106,342	106,342
Fundraising Event	-	-	-	-	-	23,145	23,145	23,145
Telephone and Internet	5,909	41	1,023	6,973	1,102	-	1,102	8,075
Travel	1,449	-	-	1,449	31,005	4,326	35,331	36,780
Computer	28,803	257	5,086	34,146	5,167	-	5,167	39,313
Professional Fees	6,043	84	2,810	8,937	23,253	-	23,253	32,190
Employee Training	601	11	234	846	432	495	927	1,773
Repairs and Maintenance	99,562	197	5,688	105,447	30,329	-	30,329	135,776
Conference and Seminars	350	-	-	350	5,948	1,385	7,333	7,683
Grants to Agencies	396,326	-	-	396,326	-	-	-	396,326
Advertising	925	9	211	1,145	-	21,616	21,616	22,761
Miscellaneous	15,709	72	1,601	17,382	17,339	1,400	18,739	36,121
TOTAL EXPENSES BEFORE DEPRECIATION	$ 23,616,614	$ 198,031	$ 304,956	$ 24,119,601	$ 590,513	$ 445,908	$ 1,036,421	$ 25,156,022
Depreciation Expense	290,888	-	-	290,888	49,124	-	49,124	340,012
TOTAL EXPENSES	$ 23,907,502	$ 198,031	$ 304,956	$ 24,410,489	$ 639,637	$ 445,908	$ 1,085,545	$ 25,496,034

The Accompanying Notes to Financial Statements
Are and Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ending December 31, 2023

	2023							
	Program Services				Supporting Services			
EXPENSES:	Agency Based Food Program	School Based Food Program	Mobile Food Program	Total Program Services	Management and General	Fund Raising	Total Supporting Services	Total
Salaries and Wages	$ 751,398	$ 26,379	$ 43,468	$ 821,245	$ 225,482	$ 266,093	$ 491,575	$ 1,312,820
Employee Benefits and Taxes	118,141	3,953	11,690	133,784	34,642	43,393	78,035	211,819
Food Distribution	19,688,025	158,577	181,844	20,028,446	41,572	-	41,572	20,070,018
Fleet Operation and Maintenance	83,102	794	35,385	119,281	-	-	-	119,281
Utilities	35,290	553	9,620	45,463	18,946	-	18,946	64,409
Trash Removal	5,869	42	744	6,655	408	-	408	7,063
Pest Control	17,479	91	1,596	19,166	2,362	-	2,362	21,528
Warehouse	99,345	6,521	8,222	114,088	-	-	-	114,088
Rent	435	4	70	509	109	-	109	618
Insurance	27,061	460	7,960	35,481	5,411	-	5,411	40,892
Office Supplies and Postage	10,380	283	1,408	12,071	2,262	2,209	4,471	16,542
Bank Service Charge	1,035	-	-	1,035	347	3,790	4,137	5,172
Direct Mail Expense	-	-	-	-	-	100,555	100,555	100,555
Fundraising Event	-	-	-	-	-	19,883	19,883	19,883
Telephone and Internet	7,096	89	1,516	8,701	1,728	-	1,728	10,429
Travel	423	-	-	423	12,805	1,467	14,272	14,695
Computer	23,214	414	6,635	30,263	6,205	-	6,205	36,468
Professional Fees	9,337	192	3,541	13,070	20,334	-	20,334	33,404
Employee Training	293	3	59	355	206	-	206	561
Repairs and Maintenance	70,294	649	11,521	82,464	25,162	-	25,162	107,626
Conference and Seminars	701	-	-	701	8,632	3,164	11,796	12,497
Grants to Agencies	489,972	-	-	489,972	-	-	-	489,972
Advertising	1,425	8	135	1,568	-	15,691	15,691	17,259
Miscellaneous	5,698	34	536	6,268	3,367	1,428	4,795	11,063
TOTAL EXPENSES BEFORE DEPRECIATION	$ 21,446,013	$ 199,046	$ 325,950	$ 21,971,009	$ 409,980	$ 457,673	$ 867,653	$ 22,838,662
Depreciation Expense	196,875	-	-	196,875	32,191	-	32,191	229,066
TOTAL EXPENSES	$ 21,642,888	$ 199,046	$ 325,950	$ 22,167,884	$ 442,171	$ 457,673	$ 899,844	$ 23,067,728

The Accompanying Notes to Financial Statements
Are and Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

STATEMENT OF CASH FLOWS

For the Years Ended December 31, 2024 and 2023

CASH FLOWS FROM OPERATING ACTIVITIES:	2024	2023
Change in Net Assets	$ 1,351,854	$ 2,005,819
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	340,012	229,066
Unrealized (Gains) Losses on Investments	(327,563)	(479,512)
(Increase) Decrease in:		
Accounts Receivable-Agencies	(4,432)	(4,920)
Inventory	206,085	(344,494)
Other Receivables	34,022	39,543
Prepaid Expenses	(3,070)	(2,471)
Increase (Decrease) in:		
Accounts Payable	(37,511)	24,635
Accrued Expenses	(1,607)	16,051
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ 1,557,790	$ 1,483,717
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property and Equipment	$ (612,387)	$ (100,312)
Proceeds from Sale of Investments	442,775	357,025
Purchase of Investments	(2,560,928)	(729,254)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	$ (2,730,540)	$ (472,541)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	$ -	$ -
NET INCREASE (DECREASE) IN CASH EQUIVALENTS	$ (1,172,750)	$ 1,011,176
CASH AND CASH EQUIVALENTS, January 1,	5,470,676	4,459,500
CASH AND CASH EQUIVALENTS, December 31,	$ 4,297,926	$ 5,470,676
INTEREST PAID	$ -	$ -

The Accompanying Notes to Financial Statements
Are an Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Missouri Corporation)
Sikeston, Missouri

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of major accounting policies of Southeast Missouri Food Bank, Inc. (the Organization) is presented to assist the reader in evaluating the financial statements and other information contained in this report.

A. Nature of Organization:

Southeast Missouri Food Bank, Inc. is a Missouri not-for-profit corporation formed in 1985, established to collect, warehouse, and distribute salvageable food to social service agencies for onsite feeding and emergency food box programs to feed needy people in Southeast Missouri. Noncash food donations account for approximately 79% of the total revenue and support of the Organization. The Feeding America network provides most of the food commodities. The Organization also receives funding from the United States Department of Agriculture (USDA) through two programs entitled The Emergency Food Program (TEFAP), and the Commodity Supplemental Food Program (CSFP). The programs provide food commodities as well as funds to cover administrative costs.

The following are the primary programs of the Food Bank:

General Food Distribution is the Food Bank's core program and includes the distribution of food and products to charitable agencies located throughout 16 counties in Southeast Missouri.

Mobile Food Program is a mobile food pantry that travels to various sites in Southeast Missouri distributing food to individuals and families in need.

School Based Food Program called Backpacks for Fridays and ABC School Pantry were established at various schools in Southeast Missouri to provide food to children and families who were identified as in need.

The Food Bank obtains funding from the following contracts with government agencies:

The Emergency Food Assistance Program (TEFAP) provides emergency food assistance to residents of Southeast Missouri through qualified agencies and is partially funded by the United States Department of Agriculture (USDA) through its agent, the Missouri Department of Social Services.

USDA Commodity Supplement Food Program (CSFP) allows the Food Bank to distribute supplement food to low-income seniors aged 60 and older who are especially vulnerable to health problems resulting from general and continued hunger due to insufficient foods. CSFP is partially funded by the USDA through its agent, the Missouri Department of Social Services.

Other nongovernmental programs at the Food Bank include:

Retail Store Donation Program is designed to sort salvage donations from local retailers. Products from the program are distributed to charitable agencies.

Backpacks for Friday Program (BFF) provides a package of healthy, nutritious food for eligible school aged children every weekend during the school year to target hunger experiences by children during the weekend. The program is privately funded.

A Better Childhood Program (ABC) is a mobile school pantry. The program provides an accessible source of food to hungry impoverished children at a familiar location and safe environment.

Truck to Table Mobile Food Pantry provides an increased access to food with non-typical food pantry hours. Most mobile distributions are held after 5 pm during the work week and on Saturday.

Farm to Food Bank Procedure Program engages a network of farms to provide hungry Southeast Missourians with fresh, local produce. Through produce donations, farms help supply good, nutritious food to food-insecure communities across Southeast Missouri.

B. Basis of Accounting:

Basis of accounting refers to when revenues received, and expenditures disbursed are recognized in the accounts and how they are reported on the financial statements. The Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The policy is to prepare financial statements on the accrual basis of accounting. The Accrual basis of accounting recognizes transactions when they occur, regardless of the timing of the related cash flows.

C. Property and Equipment:

Property and equipment are recorded at cost if purchased and estimated fair value if donated. The property and equipment are depreciated using the straight-line method over their estimated useful lives. Assets with cost of more than $2,500 are capitalized.

	Years
Buildings	31.5
Leasehold Improvements	Lease Term
Office Equipment	3-7
Machinery and Equipment	5-7

D. Financial Statement Presentation:

The Organization adopted Accounting Standards Update (ASU) 2016-14, *Not for Profit Entities: Presentation of Financial Statements of Not-for-Profit Entities* January 1, 2018. Under ASU 2016-14, requires net assets to be classified into two categories: net assets with donor restrictions and net assets without donor restrictions based upon the existence or absence of donor-imposed restrictions. The effects of reclassifying the net assets for the period presented did not materially impact the presentation on the financial statements.

The Organization also adopted SFAS No. 116, *Accounting for Contributions Received and Contributions Made,* whereby contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time or purpose restrictions.

The Organization reports gifts, furnishings and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of cash that must be used to acquire long-lived assets are reported as restricted support.

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2023 from which the summarized information was derived.

E. Donated Services and Facilities:

A substantial number of unpaid volunteers have made significant contributions of their time to the Organization. Volunteers worked 10,515 hours during the year. The value of volunteer services was not recognized in the financial statements since they did not meet the criteria of requiring specialized skills. The Organization generally pays for services requiring a specific expertise.

F. Fair Value of Financial Instruments:

The Organization's financial instruments are cash, investments, accounts receivable, and accounts payable. The recorded values of cash, accounts receivable, and accounts payable approximate their fair values based on their short-term nature.

G. Cash and Cash Equivalents:

The Organization considers all investment instruments purchased with original maturities of three months or less to be cash equivalents. At December 31, 2024, there were no cash equivalents.

H. Investments:

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values based on quoted prices in active markets (all Level 1 measurements) in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time of by use) in the reporting period in which the income and gains are recognized.

I. Management's Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of 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.

J. Income Taxes:

The Organization qualifies as a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code and, therefore, has no provision for income taxes. The Organization is not a foundation. The Organization is subject to a tax on income from unrelated business activities. For the year ended December 31, 2024, the Organization had no unrelated business income. Accordingly, no provision for income taxes has been recorded in the accompanying financial statements.

The tax returns are subject to examination by the respective taxing authorities, generally for three years after they are filed. The returns for 2022, 2023, and 2024 are still considered open years subject to possible examination.

K. Accounts Receivable:

Accounts receivable represent amounts due from other organizations for invoiced food and reimbursable expenses that have not yet been collected. A provision for doubtful accounts has not been established as management considers all accounts to be collectible. Management has elected to record bad debt expenses using the direct write-off method. Generally accepted accounting principles require that the allowance method be used to reflect bad debt expense. However, the effect of using the direct write-off method is not materially different from the results that would have been obtained had the allowance method been followed.

L. Advertising Costs:

Advertising costs are expensed as incurred. Advertising expenses totaled $22,761 for 2024.

M. Planned Major Maintenance Activities:

Planned major maintenance activities are accounted for on the direct expense method.

N. Inventory:

Most inventories are donated to the Organization. The Organization records donated inventory at the estimated fair market value. The federal commodities are valued at the estimated fair market value. The federal commodities are valued at the estimated amount provided by USDA. All other donated inventory is valued at a price per pound estimate obtained from Feeding America. Inventory that is purchased is recorded at cost.

O. Functional Allocation of Expenses:

The costs of providing the Food Bank's various programs and other activities have been summarized on a functional basis in the Statement of Activities and detailed in the Statement of Functional Expenses. Certain costs have been allocated among the programs and supporting services benefited based on management's estimates.

P. Subsequent Events:

The Organization has evaluated the existence of subsequent events through September 19, 2025, which represents the date the financial statements were available to be issued.

2. CASH

The Organization holds cash at several financial institutions insured under the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2024, the carrying amount of the Organization's deposits was $4,297,646 and the bank balance of $4,376,365 was fully insured by the FDIC. The Organization maintains petty cash funds totaling $280. Cash at financial institutions and petty cash total $4,297,926 as of December 31, 2024.

3. PROPERTY AND EQUIPMENT

As of December 31, 2024, the costs and related accumulated depreciation of land, buildings, and equipment consisted of the following:

	Cost	Accumulated Depreciation	Net
Land	$ 259,750	$ -	$ 259,750
Buildings	4,432,736	1,240,268	3,192,468
Office Equipment	309,306	195,341	113,965
Machinery Equipment	2,092,279	1,557,123	535,156
Total	$ 7,094,071	$ 2,992,732	$ 4,101,339

As of December 31, 2023, the costs and related accumulated depreciation of land, buildings, and equipment consisted of the following:

	Cost	Accumulated Depreciation	Net
Land	$ 259,750	$ -	$ 259,750
Buildings	4,264,742	1,096,459	3,168,283
Office Equipment	298,269	168,422	129,847
Machinery Equipment	1,658,923	1,387,840	271,083
Total	$ 6,481,684	$ 2,652,721	$ 3,828,963

Depreciation for 2024 was $340,012 and for 2023 $229,066.

4. CURRENT VULNERABILITY DUE TO CERTAIN CONCENTRATIONS

The Organization's operations are limited to the food receipt and distribution market. In addition, the Organization is subject to the administrative directives, rules, and regulations of federal, state, and local regulatory agencies, including, but not limited to, the USDA. Such administrative directives, rules, and regulations are subject to change by an act of Congress, or an administrative change mandated by the USDA. Such changes may occur with little notice or inadequate funding to pay for the related cost, including the additional administrative burden, to comply with a change.

5. RISK OF LOSS

The Organization is exposed to risk of loss through their property ownership, employee injury, and general liability. Commercial insurance policies have been purchased to overcome these risks. There have been no reductions in coverages from the prior year. Also, there have been no settlement amounts that have exceeded insurance coverage.

The Organization is insured under a retrospectively rated policy for workers' compensation coverage. Therefore, the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended December 31, 2024, there were no significant adjustments in premiums based on actual experience.

6. CONTRIBUTIONS

The Southeast Missouri Food Bank, Inc. is a qualified charitable organization under Section 50(c)(3) of the Internal Revenue Code, and accordingly, contributions received by the Organization are generally tax deductible by the donor.

7. INVENTORY

The Organization maintains an inventory of donated food items. The Organization distributes food items to over 200 various agencies that provide on-site feeding or emergency food assistance programs.

The weight of donated food received from the USDA totaled 2,223,099 lbs. in 2024. The Organization distributed 2,341,103 lbs. of USDA food during 2024. The total weight of ending inventory-USDA food consists of the following at December 31, 2024:

Total Weight (lbs.) of Ending Inventory-USDA	183,846 lbs.
Value of USDA Ending Inventory-Detail Obtained from USDA Price List	$ 343,793

The weight of donated food received from the Commodity Supplemental Food Program totaled 2,117,004 lbs. in 2024. The Organization distributed 2,132,533 lbs. of CSFP food during 2024. The total weight of ending inventory-CSFP food consists of the following at December 31, 2024:

Total Weight (lbs.) of Ending Inventory-CSFP	616,134 lbs.
Value of USDA Ending Inventory-Detail Obtained from CSFP Price List	$ 873,478

Donated food received from Feeding America and local organizations totaled 8,084,074 lbs. in 2024. The Organization distributed 8,204,159 lbs. of Feeding America food during 2024. The total weight of ending inventory-Feeding America food consists of the following at December 31, 2024:

Total Weight (lbs.) of Ending Inventory-Feeding America	390,674 lbs.
Value of Feeding America Ending Inventory-1.97 per lb.	$ 769,627
Ending Inventory Purchased	$ 59,915
Ending Inventory Purchased for the School Based And Mobile Programs	$ 117,425
Total Inventory	$ 2,164,238

8. USDA-DONATED FOODS

The Southeast Missouri Food Bank, Inc. is operating under an agreement with the State of Missouri, whereby they assume responsibility for warehousing, handling, and distributing USDA-donated foods available under the Temporary Emergency Food Assistance Program and the Commodity Supplemental Food Program. No shared maintenance fee is charged for the foods distributed under these programs. However, the Organization receives monthly disbursements from the State of Missouri for operating expenses incurred in the distribution of this food, which totaled $732,792 for the year. These donated foods pass through the Organization to its charitable beneficiaries.

9. LEASES

The Organization leases equipment on an as needed basis. Equipment rent for 2024 was $276.

10. NON CASH TRANSACTIONS

Donated Food

The Food Bank receives donated food and it is included on the financial statement as follows:

USDA Commodities	$ 3,219,219
CSFP Commodities	2,724,864
Feeding America Commodities	14,940,524
	$ 20,884,607

11. DONOR RESTRICTIONS

The net assets with donor restrictions from grant funds were unspent at year end. The funds are restricted for use in the following grant programs for the following purpose or time restrictions.

General Restrictions	$ 760,613
Backpack for Fridays Program	567,792
Mobile Food Pantry Program	135,647
Total Net Assets with Donor Restrictions	$ 1,464,052

12. RETIREMENT PLAN

The Organization adopted a Savings Incentive Match Plan for Employees of Small Employers (SIMPLE) IRA retirement plan during 2011. The plan requires the Organization to contribute a matching contribution equal to the employee' s salary reduction contribution up to a limit of 3 percent of their compensation for the calendar year. All contributions are fully vested and nonforfeitable. The employer contribution for the year ended December 31, 2024 was $28,123.

13. PAID TIME OFF

The Organization's policy is to accrue paid time off hours on the basis of hours worked and is payable when an employee takes time off or terminates employment. Paid time off pay has been accrued for those hours earned and not taken as of December 31, 2024, As of December 31, 2024, accrued paid time off totaled $63,344. Employees can accumulate paid time off pay beyond one year. A maximum of 10 days of paid time off may be accumulated.

14. SHARED MAINTENANCE FEES

The Organization receives fees from participating agencies to assist in the cost of distributing food by the Organization. These shared maintenance fees are based on predetermined rates. For the year ended December 31, 2024, such fees totaled $515,223.

15. INVESTMENTS

The Organization's investment securities carried at fair value based on a quoted price in active markets (all Level 1 measurements), as of December 31, 2024 consist of the following:

	Cost	Fair Market Value
CDs	$ 2,150,000	$ 2,218,778
Bonds	1,550,672	1,470,151
Stocks	291,989	413,512
Exchange Traded & Closed End Funds	277,452	279,776
Mutual Funds	4,221,502	5,162,447
Total Investments	$ 8,491,615	$ 9,544,664

The Organization's investment securities carried at fair value based on a quoted price in active markets (all Level 1 measurements), as of December 31, 2023 consist of the following:

	Cost	Fair Market Value
CDs	$ 525,000	$ 518,386
Bonds	1,449,821	1,353,936
Stocks	390,231	388,319
ETFs & Closed End Funds		
Mutual Funds	266,031	246,247
Annuities	4,015,703	4,592,061
Total Investments	$ 6,646,786	$ 7,098,949

Investment Income is composed of the following for the year ended December 31, 2024 and December 31, 2023:

	2024	2023
Interest and Dividends	$ 362,848	$ 276,267
Net Realized Gains (Losses)	184,014	76,215
Net Unrealized Gains (Losses)	327,563	479,512
Total	$ 874,425	$ 831,994

SUPPLEMENTAL INFORMATION

BEGLEY, YOUNG, UNTERREINER & WHITE, LLC
CERTIFIED PUBLIC ACCOUNTANTS

Brad J. Tuschhoff, CPA
Ryan N. Priggel, CPA
Sean S. Gould, CPA

Jeff S. Unterreiner, CPA
Catherine A. White, CPA
Nick M. Steimle, CPA
Lawrence E. Young, CPA

Austin S. Fallert
Shayne D. Stroup
Paula A. Simmers

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

To the Board of Directors
Southeast Missouri Food Bank, Inc.
Cape Girardeau, Missouri

Report on Compliance for Each Major Federal Program

We have audited Southeast Missouri Food Bank, Inc.'s (a nonprofit organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Southeast Missouri Food Bank, Inc.'s major federal programs for the year ended December 31, 2024. Southeast Missouri Food Bank, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Southeast Missouri Food Bank, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). 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 Southeast Missouri 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 each major federal program. Our audit does not provide a legal

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determination of Southeast Missouri Food Bank Inc.'s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with 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 Southeast Missouri Food Bank Inc.'s federal programs.

Auditors' 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 Southeast Missouri 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 generally accepted auditing standards, 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 Southeast Missouri Food Bank Inc.'s compliance with the requirements of each major federal program as a whole.
In performing an audit in accordance with generally accepted auditing standards, 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 ABC Organization'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 ABC Organization'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 ABC Organization'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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BEGLEY, YOUNG, UNTERREINER & WHITE LLC

Begley, Young, Unterreiner & White, LLC

Cape Girardeau, Missouri
September 19, 2025

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Cape Girardeau, Missouri

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Entity	Pass-Through Entity Identifying Number	Federal Exenditures	Subrecipient Expenditures
U.S. DEPARTMENT OF AGRICULTURE:					
Food Distribution Cluster:					
Commodity Supplemental Food Program:					
Administrative Costs (1)	10.565	Missouri Dept of Health and Senior Services	CS200683005	$ 552,466	$ -
Food Commodities (1)	10.565	Missouri Dept of Health and Senior Services	CS200683005	2,702,315	2,702,315
				3,254,781	2,702,315
Emergency Food Assistance Program:					
Administrative Costs (1)	10.568	Missouri Dept of Social Services	ER11317005	$ 210,326	$ -
Food Commodities (1)	10.569	Missouri Dept of Social Services	ER11317005	3,374,909	3,374,909
				3,585,235	3,374,909
Emergency Food Assistance Program:					
Total Food Distribution Cluster:				$ 6,840,016	$ 6,077,224
Gus Schumacher Nutrition Incentive Grant Program	10.331		20227042438555	2,465	-
Promoting Food Security Plan	10.561	Feeding America	ER108120100	$ 56,542	$ -
TOTAL U.S. DEPARTMENT OF AGRICULTURE				$ 6,899,023	$ 6,077,224
U.S. DEPARTMENT OF TREASURY:					
Coronavirus State Fiscal Recovery Fund	21.027	Missouri Dept of Economic Development	SLFRP4542	$ 333,429	$ 333,429
U.S. DEPARTMENT OF HOMELAND SECURITY:					
Emergency Food and Shelter National Board Program	97.024		548600-002	$ 51,946	$ -
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 7,284,398	$ 6,410,653

(1) Identified Major Program

The Accompanying Notes to Financial Statements
Are an Integral Part of This Statement.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Sikeston, Missouri

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Purpose of Schedule and Reporting Entity:

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the Uniform Guidance. The Uniform Guidance requires a Schedule of Expenditures of Federal Awards showing total expenditures for each federal financial assistance program as identified in the Catalog of Federal Domestic Assistance (CFDA) and identification of programs that have not been assigned a CFDA number as "Other Assistance".

The Schedule includes all expenditures of federal awards administered by Southeast Missouri Food Bank, Inc.

B. Basis of Presentation:

The Schedule is presented in accordance with the Uniform Guidance, which defines federal awards as "...assistance that non-federal entities receive or administer in the forms of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals."

C. Basis of Accounting:

Except as noted below, the Schedule is presented on the accrual basis of accounting, which recognized transactions when they occur, regardless of the timing of the related cash flows.

D. Non Cash Food Commodities:

Amounts for the Emergency Food Assistance Program – Food Commodities (CFDA Number 10.569) and Commodity Supplemental Food Program – Food Commodities (CFDA Number 10.565) represent the dollar value assigned to commodities based on prices provided by the Missouri Department of Social Services and Missouri Department of Health and Senior Services.

E. Subrecipients:

Of the federal expenditures presented in the Schedule of Expenditure of Federal Awards, Southeast Missouri Food Bank, Inc. provided federal awards of food commodities to subrecipients as follows: CFDA Number 10.565 and 10.569 in the amounts of $2,702,315 and $3,374,909 respectively.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Sikeston, Missouri

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended December 31, 2024

1. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weaknesses identified? ______ yes __X__ no
- Significant deficiencies identified that are not considered to be material weaknesses? __X__ yes _____ none reported

Noncompliance material to financial statements noted? ______ yes __X__ no

Federal Awards

Internal control over major programs:

- Material weaknesses identified? ______ yes __X__ no
- Significant deficiencies identified that are not considered to be material weaknesses? ______ yes __X__ none reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? ______ yes __X__ no

Identification of major programs.

CFDA Number	Name of Federal Program
10.565	Commodity Supplemental Food Program: Administrative Costs
10.565	Commodity Supplemental Food Program: Food Commodities
10.568	Emergency Food Assistance Program: Administrative Costs
10.569	Emergency Food Assistance Program: Food Commodities

Dollar threshold used to distinguish between type A and type B programs: $750,000

Auditee qualified as low-risk auditee: ______ yes __X__ no

2. FINANCIAL STATEMENT FINDINGS:

2024-001 Segregation of Duties

Criteria: Duties should be segregated so that no one employee has access to both physical assets and related accounting records, or to all phases of a transaction.

Condition: Employees have access to both physical assets and the related accounting records, or to all phases of a transaction.

Questioned Cost: None

Effect: Risk is present that errors or irregularities in amounts that would be material to the financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Cause: Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties.

Recommendation: We realize that because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in the report.

Views of Responsible Officials: The limited number of available personnel prohibits segregation of duties of incompatible duties. Procedures were implemented to improve the segregation of duties through increased staffing and division of responsibilities allowing implementation of additional monitoring procedures.

3. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS:

No findings or questioned costs were noted that are required to be reported.

SOUTHEAST MISSOURI FOOD BANK, INC.
(A Nonprofit Corporation)
Sikeston, Missouri

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended December 31, 2024

1. FINANCIAL STATEMENT FINDINGS

2023-001 Segregation of Duties:

Employees have access to both physical assets and the related accounting records, or to all phases of a transaction.

Recommendation:

The Organization should review the bank reconciliation and financial statements against the underlying supporting documents on a monthly basis to monitor the individuals with access to both physical assets and the related accounting records.

Status:

Monitoring procedures implemented.

2. FEDERAL AWARD FINDINGS

No findings or questioned costs were noted that are required to be reported in the prior year.