

**YOLO FOOD BANK**

**FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORTS  
FOR THE YEAR ENDED JUNE 30, 2013**

# YOLO FOOD BANK

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#### INDEPENDENT AUDITOR'S REPORT


I have audited the accompanying statement of financial position of the Yolo Food Bank (a non-profit corporation) as of June 30, 2013, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Yolo Food Bank as of June 30, 2013 and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 16, 2013, on my consideration of the Yolo Food Bank'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 to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with the *Government Auditing Standards* and should be considered in assessing the results of my audit.

My audit was performed for the purpose of forming an opinion on the basic financial statements of the Yolo Food Bank taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic 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 basic financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and records used to prepare the financial statements themselves, and other addition procedures in accordance with auditing standards generally accepted in the United State of America. In my opinion is information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Joseph M. Skowron, CPA  
Sacramento, CA  
December 16, 2013

**YOLO FOOD BANK**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2013**

**ASSETS**

Current Assets:	
Checking accounts	\$ 44,340
Saving accounts	88,725
Investment in CDs and securities	70,534
Grants and awards receivable	32,431
Inventory - YFB	447,093
Inventory - Commodities	334,968
Other Current Assets	4,107
Total Current Assets	<u>1,022,198</u>
Property and equipment at cost -	
less accumulated depreciation of \$407,620	<u>1,701,616</u>
Total Assets	<u><u>\$ 2,723,814</u></u>

**LIABILITIES AND NET ASSETS**

Current Liabilities:	
Accounts payable	\$ 1,919
Payroll payable	28,657
Accrued vacations	13,494
Deferred revenues	16,064
Other Current Liabilities	<u>420</u>
Total Current Liabilities	60,554
Long Term Liabilities	
Mortgage Payable	<u>948,750</u>
Total Liabilities	<u>1,009,304</u>
Net Assets:	
Unrestricted investment in fixed assets	1,701,616
Unrestricted	<u>12,894</u>
Total Net Assets	<u>1,714,510</u>
Total Liabilities and Net Assets	<u><u>\$ 2,723,814</u></u>

The accompanying notes are an integral part of these financial statements.

**YOLO FOOD BANK**  
**STATEMENT OF ACTIVITIES and CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

	Unrestricted	Temporarily Restricted	Total
Support and Revenue:			
Grants and awards	\$ 337,383	\$ -	\$ 337,383
Grant commodities	-	69,893	69,893
Contributions	278,662	-	278,662
In-kind food donations	5,152,084	-	5,152,084
Fundraising	354,115	-	354,115
Food sales programs	90,686	-	90,686
Special Events	74,754	-	74,754
Interest and investment income	5,333	-	5,333
Miscellaneous income	10,086	-	10,086
Assets released from restrictions- satisfaction of program restrictions	69,893	(69,893)	-
Total Support and Revenue	<u>6,372,996</u>	<u>-</u>	<u>6,372,996</u>
Expenses:			
Program Services	5,828,734	-	5,828,734
Management & General	130,882	-	130,882
Fund-raising	57,412	-	57,412
Total Expenses	<u>6,017,028</u>	<u>-</u>	<u>6,017,028</u>
Change in Net Assets	355,968	-	355,968
Net Assets June 30, 2012	<u>1,358,542</u>	<u>-</u>	<u>1,358,542</u>
Net Assets June 30, 2013	<u><u>\$ 1,714,510</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,714,510</u></u>

The accompanying notes are an integral part of these financial statements.

**YOLO FOOD BANK**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2013**

	Program Services	Management & General	Fund- raising	Total
Personnel Expense:				
Salaries and wages	\$ 413,044	\$ 86,000	\$ -	\$ 499,044
Payroll taxes	38,163	7,946	-	46,109
Employee benefits	1,467	305	-	1,772
Worker comp. insurance	13,137	2,736	-	15,873
	<u>465,811</u>	<u>96,987</u>	<u>-</u>	<u>562,798</u>
Other Expenses:				
Community relations	33,406	-	-	33,406
Credit card processing	-	-	3,138	3,138
Contract Labor	11,600	-	-	11,600
Depreciation	35,441	3,938	-	39,379
Food distributions	4,898,641	-	-	4,898,641
Insurance	15,675	1,742	-	17,417
License and permits	4,921	-	-	4,921
Maintenance & repairs	22,001	2,444	-	24,445
Occupancy	50,603	5,622	-	56,225
Professional services	3,819	7,414	-	11,233
Program food purchases	157,413	-	-	157,413
Printing and reproduction	21,947	4,012	54,274	80,233
Staff development	4,759	529	-	5,288
Supplies	40,460	4,495	-	44,955
Telephone	5,964	663	-	6,627
Transportation/equipment fuel	28,944	-	-	28,944
Utilities	27,329	3,036	-	30,365
	<u>5,362,923</u>	<u>33,895</u>	<u>57,412</u>	<u>5,454,230</u>
Total Expenses	<u>\$ 5,828,734</u>	<u>\$ 130,882</u>	<u>\$ 57,412</u>	<u>\$ 6,017,028</u>

The accompanying notes are an integral part of these financial statements.

# YOLO FOOD BANK

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED JUNE 30, 2013

Cash Flows From Operating Activities:	
Cash received from	
Grants	\$ 407,276
Contributions and donations	278,662
Food sale program fee	90,686
Fundraising	354,115
Miscellaneous	10,086
Interest income	5,333
Cash paid to employees and suppliers	(997,673)
Net cash provided by operating activities	<u>148,483</u>
Cash Flows From Financing Activities:	
Mortgage Loan	<u>948,750</u>
Net cash provided by financing activities	<u>948,750</u>
Cash Flows From Investing Activities	
Investments in fixed assets	(1,314,867)
Sales/Maturities of CDs and securities	195,198
Net cash used by investing activities	<u>(1,119,669)</u>
Net (Decrease) in Cash	(22,436)
Cash June 30, 2012	<u>155,501</u>
Cash June 30, 2013	<u><u>133,065</u></u>
Reconciliation of Net Income to Net Cash	
Provided/(Used) by Operating Activities:	
Net Income	355,968
Adjustments to reconcile net income to net cash	
provided by operating activities	
Depreciation	39,379
(Increase) Decrease in:	
Investment in CDs and securities	195,198
Grants receivable	5,290
Deposits other	569
Inventories	(254,402)
Fixed assets	(1,314,867)
Increase (Decrease) in:	
Accounts payable	(1,883)
Sales tax payable	380
Payroll payable	10,363
Accrued vacations	1,755
Mortgage Payable	948,750
Deferred revenues	<u>(8,936)</u>
Net Cash Provided/(Used) by Operating Activities	<u><u>\$ (22,436)</u></u>

The accompanying notes are an integral part of these financial statements.

**YOLO FOOD BANK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1 - Significant Accounting Policies**

**Name Change** – With effect from January 2013, the name of the Company was changed from Food Bank of Yolo County to Yolo Food Bank (hereinafter the "Food Bank").

**Operations** – the Food Bank is a nonprofit organization that collects, stores and distributes food and other products to charities serving the needy in Yolo County, California since 1970. The Food Bank is supported primarily through donor contributions and grants. It also receives funding from government grants and the USDA commodities program.

**Method of Accounting** - The financial statements of the Food Bank have been prepared on the accrual basis of accounting, reflect all significant receivables, payables and other liabilities.

**Basis of Presentation** - Financial statements presentation follows the recommendation the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets, unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**Use of Estimates** - The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

**Cash and Equivalents** - The Food Bank considers all highly liquid temporary cash investments with maturities of three months or less to be cash equivalents for the purposes of the statement of financial position and statement of cash flows and represent fair value. The Food Bank had \$0 in excess of FDIC and other insured limits as of June 30, 2012. The Food Bank has not experienced any material losses in such accounts.

**Contributions** - The Food Bank's accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in ASC 958-310-50-1, *Contributions Receivable*. In accordance with ASC 958-310-50-1, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions. Donor restricted contributions whose restrictions are met in the same fiscal year are reported as unrestricted contributions.

**YOLO FOOD BANK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2013**  
**(continued)**

**Property and Equipment** - Use of restricted funds for property and equipment acquisitions are expensed in the year acquired. Additionally, items with a cost in excess of \$2,000 and donated assets with a fair market value in excess of \$2,000 are capitalized. Depreciation is computed on the straight-line method over the various economic lives of the assets. Property held by the Food Bank but for which the title reverts to the grantors is treated as a grant expense in year acquired and not presented as property and equipment on the statement of financial position.

**Income Tax** - The Food Bank is exempt from Federal and State Franchise Taxes under section 501(c)(3) of the Internal Revenue Code and Section 23710(d) of the California Corporations code. It has been classified as an organization that is not a private foundation. Therefore, charitable contributions are tax deductible.

The Organization has recognized in the financial statements the effect of all tax positions and continually evaluates expiring statutes of limitations, audits, changes in tax law, and new authoritative rulings. The Organization is not aware of any circumstances or events that make it reasonably possible that any unrecognized tax benefits may increase or decrease within twelve months of the statement of financial position date. Penalties and interest assessed by taxing authorities are included in the Organization's expenses, if applicable. There were no interest or penalties paid during the fiscal year ending June 30, 2013.

The Organization files an exempt organization return in the federal jurisdiction and California state return. The returns prior to 2007 are closed.

**Accrued Vacations** - The Food Bank records a liability for the cost of unused employee benefits in the event of employee terminations. The amount available earned vacations at June 30, 2013 is \$13,494.

**Expense Allocation** - The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs benefitted.

**Donated Services** - A substantial number of volunteers have donated significant hours to the organization's programs and fund-raising campaigns during the year, however, these services are not reflected in the financial statements since the services do not require specialized skills.

**Donated Food and Grocery Products** - The Food Bank reports gifts of donated food and grocery products over which it has control as unrestricted public support and as an expense when distributed to local food closets, rescue organizations and kitchens. During the year ended June 30, 2013 the Food Bank received 3,103,665 pounds of donated products from national and local donors, valued at a composite price of \$1.66 is reflected in the accompanying statements of activities at \$5,152,084. The composite

**YOLO FOOD BANK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2013**  
**(continued)**

price is the estimated weighted average wholesale amount per pound.

**Note 2 - Inventories**

**Inventories** - Purchased inventories are stated at the lower of cost (first-in, first out method). Commodities are stated at the USDA published commodity price per case. Other donated inventories (national and local) are stated at the average composite wholesale value per pound of \$1.66. The composite price is the estimated weighted average wholesale amount per pound.

Inventories at June 30, 2013 consist of the following:

Donated food inventory	
at estimated weighted average wholesale amount per pound	\$ 447,093
Commodities inventory	
at USDA published commodity price per case	<u>334,968</u>
Total Inventory	<u>\$ 782,061</u>

**Note 3 - Grants Receivable**

Grants receivable represent reimbursements from the following sources for program costs incurred prior to June 30, 2013:

California Department of Social Services - EFAP	\$28,065
Other Grants	4,290
Yolo County - CSBG	<u>76</u>
Total grants receivable	<u>\$ 32,431</u>

**Note 4 - Disclosure About Fair Value of Financial Instruments**

The following methods and assumptions were used to estimate the fair value of each class of financial instrument. The estimated fair value of the Food Bank's financial instruments approximates the related carrying value except as indicated below:

Cash and equivalents - The carrying value approximates fair value because of the short term nature of these instruments.

Grants receivable and accounts payable - The carrying amounts of the accounts receivable and accounts payable approximates fair value based on prior actual results.

**YOLO FOOD BANK**  
**NOTES TO FINANCIAL STATEMENTS**  
JUNE 30, 2013  
(continued)

**Note 5 - Property and Equipment**

	Cost	Accumulated Depreciation	Book Value
Vehicles/transport equipment	\$ 114,571	\$112,158	\$ 2,413
Furniture and fixtures	6,347	4,354	1,993
Leasehold improvements	359,942	134,305	225,637
Machinery and equipment	345,659	156,803	188,856
Construction in progress – building	1,282,717		1,282,717
Total	<u>\$2,109,236</u>	<u>\$407,620</u>	<u>\$1,701,616</u>

**Note 6 – Mortgage Payable**

In May 2013 the Food Bank purchased a building for \$1,265,000 which is secured by a mortgage in the amount of \$948,750. The loan has a 15 year term with a variable interest rate. Interest is calculated based on the weekly average yield on United States Treasury Securities adjusted to a constant maturity of five years plus a margin of 2.500%. The interest rate has a lifetime cap of 6.00% from the initial interest rate of 4.250%.

**Note 7 - Lease commitments**

The Food Bank, in March 2008, entered a ten (10) year non-cancelable lease which was modified in 2011 for warehouse, public and office space at \$4,000 per month. The Lease has a 10 year option and a right for first refusal to purchase when the lease term expires. Also the Food Bank leases a copier on five (5) year lease at \$272 per month.

Future minimum lease commitments at June 30, 2013, are as follows:

2014	\$ 57,940
2015	51,790
2016	42,790
2017	39,763
2018	9,000
Thereafter	-
Total future minimum lease payments	<u>\$201,283</u>

**Note 8 - Comments and contingencies**

The Food Bank has received federal, state and county funds for specific purposes that are subject to review by the grantor agencies. Although such audits could generate expense dis-allowances under the terms of the grants, it is believed that any required

**YOLO FOOD BANK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2013**  
**(continued)**

reimbursement will not be material.

**Note 9 – Evaluation of Subsequent Events**

The organization has evaluated subsequent events for recognition and disclosure in the financial statements through December 16, 2013, the date which the financial statements were available to be issued. Through December 16, 2013 no subsequent events required recognition or disclosure in the financial statements.

# YOLO FOOD BANK

## SCHEDULE OF FEDERAL AWARDS

For the Year Ended June 30, 2013

	Federal CFDA Number	Federal Revenues	Program Expenditures
<b>FEDERAL AWARDS:</b>			
MAJOR PROGRAM:			
Passed through the California Department of Social Services:			
Commodities Emergency Food Assistance Programs	10.569	\$ 1,327,876	\$ 1,327,876
NON-MAJOR FEDERAL PROGRAMS:			
Passed through the County of Yolo Dept. of Employment and Social Services			
Community Service Block Grant	93.569	47,521	47,521
Passed through the California Department of Social Services			
EFAP Storage of Commodities	10.583	62,828	62,828
Passed through the Regional Emergency Food and Shelter Program			
FEMA Phase 30		17,376	17,376
TOTAL FEDERAL AWARDS		<u>\$ 1,455,601</u>	<u>\$ 1,455,601</u>

This schedule has been prepared on the accrual basis of accounting. The risk-based approach was used to determine the major program.

**JOSEPH M. SKOWRON, CPA**

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

To the Board of Directors of Yolo Food Bank  
Woodland, California

I have audited the financial statements of the "Yolo Food Bank" (a nonprofit organization) as of and for the year ended June 30, 2013, and have issued my report thereon dated December 16, 2013. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing my audit, I considered the Yolo Food Bank's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Yolo Food Bank's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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 misstatements on a timely basis. A material deficiency is a deficiency, or combination of control 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.

My consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

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

(continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Yolo Food Bank's financial statements are free of material misstatement, I 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 my audit, and accordingly, I 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*.

This report is intended solely for the information and use of management, others within the entity, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

JOSEPH M. SKOWRON, CPA



Joseph M. Skowron, CPA  
Sacramento, CA 95816  
December 16, 2013

**JOSEPH M. SKOWRON**  
Certified Public Accountant

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133a**

To the Board of Directors of  
Yolo Food Bank

Compliance

I have audited the compliance of the *Yolo Food Bank* (a nonprofit organization) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2013. *Yolo Food Bank's* major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Yolo Food Bank's management. My responsibility is to express an opinion on Yolo Food Bank's compliance based on my audit.

I conducted my 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Yolo Food Bank's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of Yolo Food Bank's compliance with those requirements.

In my opinion, Yolo Food Bank complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2013.

Internal Control Over Compliance

The management of Yolo Food Bank is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the Yolo Food Bank's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express opinion on the effectiveness of Yolo Food Bank's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with the type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

**JOSEPH M. SKOWRON, CPA**  
**Certified Public Accountant**


**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133a  
(Continued)**

A material weakness is a significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

JOSEPH M. SKOWRON, CPA



Joseph M. Skowron, CPA  
Sacramento, CA 95816  
December 16, 2013

## YOLO FOOD BANK

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2013

#### A. SUMMARY OF AUDIT RESULTS

1. The auditor's report on the financial statements expressed an unqualified opinion on the consolidated financial statements of Yolo Food Bank.
2. No reportable conditions in internal controls were disclosed by the audit of the consolidated financial statements.
3. No instances of noncompliance material to the consolidated financial statements of the Yolo Food Bank were disclosed during the audit.
4. No reportable conditions in internal controls over the major federal awards programs were disclosed during the audit.
5. The auditor's report on compliance for the major federal awards program for EA expresses an unqualified opinion.
6. The audit did not disclose any audit findings which were required to be reported under OMB Circular A-133.
7. The program tested as a major program: USDA Commodity food distribution program
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The Yolo Food Bank was determined to be low-risk auditee.

#### B. FINDINGS - FINANCIAL STATEMENTS AUDIT **None**

#### C. FINDINGS AND QUESTIONED COSTS **None**

#### D. MAJOR FEDERAL PROGRAM FINDINGS AND QUESTIONED COST **None**