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Certified Public Accountants  
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**COMMUNITY FOOD BANK, INC.**

SINGLE AUDIT REPORTS AND  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024

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

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Community Food Bank, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the consolidated financial statements of Community Food Bank, Inc. (the "Organization"), which comprise the Organization's consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities, expenses by function and nature, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated February 28, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the consolidated financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

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

### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

A handwritten signature in blue ink that reads "Keegan Zinsco & Associates, PC".

Tucson, Arizona  
February 28, 2025

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL  
PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE;  
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL  
AWARDS REQUIRED BY THE UNIFORM GUIDANCE

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Community Food Bank, Inc.

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Community Food Bank, Inc.'s (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Organization's major federal programs for the year ended June 30, 2024. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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 June 30, 2024.

***Basis of Opinion on the Major Program***

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

We are required to be independent of the Organization 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 determination of the Organization's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the 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 the 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 the 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

#### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the consolidated financial statements of the Organization as of and for the year ended June 30, 2024, and have issued our report thereon dated February 28, 2025, which contained an unmodified opinion on those consolidated financial statements. Our audit was performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



Tucson, Arizona  
February 28, 2025

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2024

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

**Consolidated Financial Statements**

Type of auditor’s report issued on whether the consolidated financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America.....Unmodified

Internal control over financial reporting:

Material weakness(es) identified?..... No

Significant deficiency(ies) identified?..... None Reported

Noncompliance material to consolidated financial statements noted?..... No

**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified?..... No

Significant deficiency(ies) identified?..... None Reported

Type of auditor’s report issued on compliance for major federal programs .....Unmodified

Any audit findings disclosed, which are required to be reported in accordance with section 2 CFR 200.516(a)?..... No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program or Cluster
10.565, 10.568, 10.569	Food Distribution Cluster
14.218	CDBG Cluster

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

Auditee qualified as low-risk auditee? .....Yes

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2024 (CONTINUED)

**SECTION II – FINANCIAL STATEMENT FINDINGS**

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to the consolidated financial statements for which *Government Auditing Standards* requires reporting.

No matters were reported.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

This section identifies audit findings required to be reported by the 2 CFR 200.516(a), including significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, and significant instances of abuse.

No matters were reported.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Federal Commodities Distributed
<b>SNAP - Cluster:</b>				
<b><u>U.S. Department of Agriculture Programs</u></b>				
Passed through Arizona Community Action Association Supplemental Nutrition Assistance Program	10.561	unknown	\$ 13,805	\$ -
Total for Program			<u>13,805</u>	<u>-</u>
Total U.S. Department of Agriculture Programs			<u>\$ 13,805</u>	<u>\$ -</u>
Total SNAP - Cluster			<u>\$ 13,805</u>	<u>\$ -</u>
<b>Food Distribution - Cluster:</b>				
<b><u>U.S. Department of Agriculture Programs</u></b>				
Passed through Arizona Department of Economic Security Emergency Food Assistance Program - 5 counties	10.568	* CTR052617	\$ 666,584	\$ 8,748,456
Emergency Food Assistance Program (TEFAP) Reach and Resiliency – Round 2 Grants	10.568	* CTR052617	23,729	-
Commodity Credit Corp - Emergency Food Assistance Program - 5 counties	10.568	* CTR052617	120,000	4,041,587
Farm to Food Bank	10.568	* CTR052617	147,463	-
Food Administration - Hunger Relief Program- American Rescue Plan	10.568	* CTR052617	182,400	-
Food Administration - Hunger Relief Program- One Time TEFAP	10.568	* CTR052617	11,822	-
Total for Program			<u>1,151,998</u>	<u>12,790,043</u>
Commodity Supplemental Food Program	10.565	* CTR052592	618,242	5,435,854
Total for Program			<u>618,242</u>	<u>5,435,854</u>
Total U.S. Department of Agriculture Programs			<u>\$ 1,770,241</u>	<u>\$ 18,225,897</u>
Total Food Distribution - Cluster			<u>\$ 1,770,241</u>	<u>\$ 18,225,897</u>
<b>Other Programs:</b>				
<b><u>U.S. Department of Housing and Urban Development Programs</u></b>				
Passed through City of Tucson Housing & Community Development Community Development Block Grants/Entitlement Grants (CDBG-CV)	14.218	* 19377	\$ 50,000	\$ -
Passed through City of Tucson Housing & Community Development Community Development Block Grants/Entitlement Grants (CDBG-CV)	14.218	* 19375	150,000	-
Total for Program			<u>200,000</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development Programs			<u>\$ 200,000</u>	<u>\$ -</u>
<b><u>U.S. Department of Agriculture Programs</u></b>				
Passed through Food Bank Network (Arizona) Local Food Purchase Assistance	10.182	unknown	\$ 271,921	\$ -
Total for Program			<u>271,921</u>	<u>-</u>
Passed through Arizona Department of Education Child and Adult Care Food Program	10.558	CTD 12-19-36	156,689	-
Total for Program			<u>156,689</u>	<u>-</u>
Total U.S. Department of Agriculture Programs			<u>\$ 428,610</u>	<u>\$ -</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Federal Commodities Distributed
<b><u>U.S. Department of Health and Human Services Programs</u></b>				
Passed through Pima County Community Action Agency				
Community Services Block Grant (Ajo)	93.569	CT-CR-22-19	\$ 14,300	\$ -
Community Services Block Grant (Amado)	93.569	CT-CR-22-20	<u>25,850</u>	<u>-</u>
Total for Program			<u>40,150</u>	<u>-</u>
Total U.S. Department of Health and Human Services Programs			<u>\$ 40,150</u>	<u>\$ -</u>
<b><u>U.S. Federal Emergency Management Agency Programs</u></b>				
Emergency Food and Shelter Program - Pima County				
Total for Program	97.024		<u>\$ 46,192</u>	<u>\$ -</u>
Total U.S. Federal Emergency Management Agency Programs			<u>\$ 46,192</u>	<u>\$ -</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 2,498,997</u>	<u>\$ 18,225,897</u>
				<u><u>\$ 20,724,895</u></u>

\* Denotes a major program.

## NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

### 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Organization under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of the Uniform Guidance. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

### 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

### 3. Indirect Cost Rate

The Organization has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.