



GARDEN OF HEALTH INC.

Souderton, Pennsylvania

FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

Garden of Health Inc.
Souderton PA
December 31, 2024

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INDEPENDENT AUDITORS REPORT

Board of Directors
Garden of Health Inc.
Souderton, Pennsylvania

We have audited the accompanying financial statements of Garden of Health, INC, which include the statement of net position as of December 31, 2024, and the related statements of revenues, expenses and changes in net position, cash flows for the year then ended, and the related notes to the financial statements which collectively comprises the Organization's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits 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 we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statements.

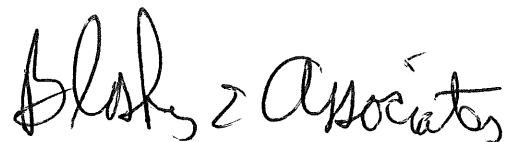
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2023 and the respective changes in Financial position and Cash Flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2024, on our consideration of the Organization'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 our 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 Government Auditing Standards in considering the Organization's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Blosky & Associates". The signature is stylized and cursive.

BLOSKY & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS

Souderton, Pennsylvania
May 31, 2025

Garden of Health Inc.
Souderton, Pennsylvania

STATEMENT OF NET POSITION
as of December 31, 2024

<u>Assets</u>	<u>December 31, 2024</u>
Current Assets	
Cash and Cash Equivalents	168,513
Accounts Receivable	0
Prepaid Expenses	7,200
Security Deposits Cash	0
Total Current Assets	175,713
Non Current Assets	
Buildings	0
Furniture & Fixtures	221,066
Accum Depreciation	(107,449)
Total Non Current Assets	113,617
Total Assets	\$ 289,330
<u>Liabilities and Net Position</u>	
Current Liabilities	
Accounts Payable	0
Deferred Revenue	0
Accrued Expenses	883
Total Current Liabilities	883
Non Current Liabilities	
Long Term Debt	0
Total Non Current Liabilities	-
Total Liabilities	883
Net Position	
Net Investments in Capital Assets	113,617
Unrestricted Net Position	174,830
Total Net Position	288,447
Total Liabilities and Net Position	\$ 289,330

Garden of Health Inc.
Souderton, Pennsylvania

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2024**

<u>Revenues</u>	<u>December 31, 2024</u>
Government Grants	
Non Cash Contributions	4,137,000
Donations, Gifts, Grants	302,360
Interest Income	19
Other income	1,126
Total Revenues	4,440,505
<u>Expenses</u>	
Advertising	4,494
Accounting	5,125
Office Expenses	18,940
Equipment	27,933
Professional Fees	0
Occupancy, rent, utilities, and maintenance	34,699
Insurance Liability & Vehicle	9,609
Operations	91,720
Fund Raising Expenses	9,254
Food Supply Donations	4,137,000
Food Supply Purchases	20,086
Depreciation	44,213
Garden Expenses	2,632
Vehicle Expenses	6,286
Interest Expense	223
Total expenses	4,412,214
Increase/(Decrease) In Net Assets	28,291
Reconciling adjustment	(9,352)
Net Assets - Beginning of Period	269,508
Net Assets - End of Period	<u><u>\$ 288,447</u></u>

See Accompanying Notes

Garden of Health Inc.
Souderton, Pennsylvania

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>December 31, 2024</u>
<u>Cash Flows from Operating Activities</u>	
Change in Net assets	\$ 28,291
Decrease (Increase) in Accounts Receivable	-
Depreciation	44,213
(Increase) decrease in Prepaid Expenses	-
Accounts payable and accrued expenses	883
Net Cash Flows Provided by (Used in) Operating Activities	<u>73,387</u> *
<u>Cash Flows from Investing Activities</u>	
Purchase of Equipment	<u>(87,032)</u>
Net Cash Flows Provided/(Used) by Investing Activities	<u>(87,032)</u> *
Adjustment to reconcile change in Net Assets	(9,350) *
Rounding	(1)
Increase/(Decrease) in Cash and Cash Equivalents	(22,996)
Cash - Beginning of Period	191,509 *
Cash - End of Period	<u><u>\$ 168,513</u></u> *

See Accompanying Notes

Notes to Financial Statements

Note 1 - Nature of Activities

Garden of Health Inc. (the Organization) is organized as a not-for-profit corporation under the laws of the Commonwealth of Pennsylvania. The Organization is an entity recognized as a tax-exempt organization under Section 501(c) (3) of the Internal Revenue Code. The organization's mission is to provide special dietary foods to low-income families in the community.

Note 2 - Summary of Significant Accounting Policies

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of Accounting

The accrual method of accounting is utilized.

Cash

For purposes of reporting cash flows, the Organization includes all cash accounts, which are not subject to withdrawal restrictions or penalties.

Property and Equipment

Expenditures for the acquisition of property and equipment are capitalized at cost. Depreciation is computed by the straight-line method over the following estimated useful lives of the assets:

Buildings & Building Improvements	15 years
Furniture & Fixtures	7 years
Vehicles	5 years

Note 2 - Summary of Significant Accounting Policies (continued)

Maintenance and repairs of property and equipment are charged to operations and major improvements are capitalized. Upon retirement, sale or other disposition of property and equipment, the cost and accumulated depreciation are eliminated from the accounts and gain, or loss is included in operations.

Income Taxes

As a not-for-profit organization, the Organization is generally exempt from federal and state income taxes. The Organization is subject to federal and state income taxes on unrelated business income.

The Organization recognizes penalties and interest accrued related to income tax liabilities in the provision (benefit) for income taxes in its statement of activities. For the year ended December 31, 2023 there was no accrual for the payment of penalties and interest.

When tax returns are filed, it is highly certain that some positions taken would be sustained upon examination by the taxing authorities, while others are subject to uncertainty about the merits of the position taken or the amount of the position that would be ultimately sustained. The benefit of a tax position is recognized in the financial statements in the period during which, based on all available evidence, management believes it is more likely than not that the position will be sustained upon examination, including the resolution of appeals or litigation processes, if any. Tax positions taken are not offset or aggregated with other positions. Tax positions that meet the more-likely-than-not recognition threshold are measured as the largest amount of tax benefit that is more than 50% likely of being realized upon settlement with the applicable taxing authority. The portion of the benefits associated with tax positions taken that exceeds the amount measured as described above is reflected as a liability for unrecognized tax benefits in the accompanying statement of financial position, along with any associated interest and penalties that would be payable to the taxing authorities upon examination.

The organization files tax returns in the U.S. Federal jurisdiction.

Note 3 • Note Payable and Related Party Transactions

The Organization has no notes payable or related party transactions.

Note 4 - Subsequent Events

There are no subsequent events to report.

Note 5 – Restricted Donations

There were no restricted donations.

Note 6 – Non-Cash Donations

In 2024 Feeding America donated 2.1million pounds of food to Garden Of Health, with an estimated Average Fair value of \$4,137,000.



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
Garden of Health, INC
Souderton, Pennsylvania

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the basic financial statements of the Garden of Health, INC (the "Organization"), which include the statement of net position as of December 31, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the basic financial statements, we considered the Organization'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 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Organization's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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* (CONTINUED)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's basic financial statements are free of 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 statements 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 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.



BLOSKY & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS

Souderton, Pennsylvania

May 31, 2025