

GOING FURTHER

SECOND HELPINGS
ATLANTA, INC.

FINANCIAL REPORT
DECEMBER 31, 2025



CPAs & ADVISORS

Contents

Independent Auditor's Report	1-2
Financial Statements	
Statements of financial position	3
Statements of activities	4-5
Statements of functional expenses	6-7
Statements of cash flows	8
Notes to financial statements	9-15



Independent Auditor's Report

**To the Board of Directors
Second Helpings Atlanta, Inc.
Atlanta, Georgia**

Opinion

We have audited the accompanying financial statements of Second Helpings Atlanta, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Second Helpings Atlanta, Inc. as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Second Helpings Atlanta, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Second Helpings Atlanta, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Second Helpings Atlanta, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
April 22, 2026

Second Helpings Atlanta, Inc.

STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash	\$ 1,707,457	\$ 1,484,801
Accounts receivable	27,346	66,721
Right-of-use assets	23,178	61,461
Prepaid expenses	46,561	26,925
Property and equipment, net	239,565	327,328
Food recovery application, net	39,583	-
	<u> </u>	<u> </u>
Total assets	<u>\$ 2,083,690</u>	<u>\$ 1,967,236</u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Operating lease liability	\$ 22,383	\$ 61,726
Deferred revenue	75,000	7,500
Accounts payable and accrued expenses	43,794	6,284
	<u> </u>	<u> </u>
Total liabilities	<u>141,177</u>	<u>75,510</u>
 Net assets		
Without donor restrictions	1,918,033	1,862,443
With donor restrictions - purpose	24,480	29,283
	<u> </u>	<u> </u>
Total net assets	<u>1,942,513</u>	<u>1,891,726</u>
	<u> </u>	<u> </u>
Total liabilities and net assets	<u>\$ 2,083,690</u>	<u>\$ 1,967,236</u>

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
In-kind contributions	\$ 7,795,757	\$ -	\$ 7,795,757
Contribution and grant revenue	754,899	230,000	984,899
Special events, net of \$105,686 of expenses	417,411	-	417,411
Other revenue	95,378	-	95,378
Interest income	37,251	-	37,251
Total support	<u>9,100,696</u>	<u>230,000</u>	<u>9,330,696</u>
Net assets released from restrictions	234,803	(234,803)	-
Total revenue, gains, and other support	<u>9,335,499</u>	<u>(4,803)</u>	<u>9,330,696</u>
Expenses			
Program services	8,600,170	-	8,600,170
Supporting services			
General and administrative expenses	180,935	-	180,935
Fundraising	498,804	-	498,804
Total expenses	<u>9,279,909</u>	<u>-</u>	<u>9,279,909</u>
Change in net assets	55,590	(4,803)	50,787
Net assets, beginning of year	<u>1,862,443</u>	<u>29,283</u>	<u>1,891,726</u>
Net assets, end of year	<u>\$ 1,918,033</u>	<u>\$ 24,480</u>	<u>\$ 1,942,513</u>

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
In-kind contributions	\$ 10,329,187	\$ -	\$ 10,329,187
Contribution and grant revenue	1,122,103	75,031	1,197,134
Other revenue	67,772	-	67,772
Interest income	41,115	-	41,115
Total support	<u>11,560,177</u>	<u>75,031</u>	<u>11,635,208</u>
Net assets released from restrictions	233,732	(233,732)	-
Total revenue, gains, and other support	<u>11,793,909</u>	<u>(158,701)</u>	<u>11,635,208</u>
Expenses			
Program services	10,984,994	-	10,984,994
Supporting services			
General and administrative expenses	241,119	-	241,119
Fundraising	331,357	-	331,357
Total expenses	<u>11,557,470</u>	<u>-</u>	<u>11,557,470</u>
Change in net assets	236,439	(158,701)	77,738
Net assets, beginning of year	<u>1,626,004</u>	<u>187,984</u>	<u>1,813,988</u>
Net assets, end of year	<u>\$ 1,862,443</u>	<u>\$ 29,283</u>	<u>\$ 1,891,726</u>

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2025

	Program Services	Supporting Services		Total
		General and Administrative	Fundraising	
In-kind food donations	\$ 7,795,757	\$ -	\$ -	\$ 7,795,757
Payroll expenses	394,777	115,336	253,846	763,959
Professional fees	21,425	23,280	1,028	45,733
Truck expenses	16,159	-	-	16,159
Operations	38,627	16,847	4,221	59,695
Technology	12,189	8,131	41,013	61,333
Development consultant	-	-	177,405	177,405
Community relations	-	-	8,730	8,730
Amortization	2,070	1,381	6,966	10,417
Depreciation	87,763	-	-	87,763
Field-to-Fork food donations	207,917	-	-	207,917
Other expenses	19	5,620	5,595	11,234
Insurance	23,467	10,340	-	33,807
Total expenses	\$ 8,600,170	\$ 180,935	\$ 498,804	\$ 9,279,909

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services	Supporting Services		Total
		General and Administrative	Fundraising	
In-kind food donations	\$ 10,329,187	\$ -	\$ -	\$ 10,329,187
Payroll expenses	426,398	110,595	193,485	730,478
Professional fees	16,633	25,650	1,029	43,312
Truck expenses	28,638	-	-	28,638
Operations	44,241	14,837	4,028	63,106
Technology	6,780	77,059	40,250	124,089
Development consultant	-	-	77,000	77,000
Community relations	-	38	9,760	9,798
Depreciation	63,236	-	-	63,236
Field-to-Fork food donations	68,959	-	-	68,959
Other expenses	922	3,529	5,187	9,638
Fundraising event expenses	-	-	618	618
Insurance	-	9,411	-	9,411
Total expenses	<u>\$ 10,984,994</u>	<u>\$ 241,119</u>	<u>\$ 331,357</u>	<u>\$ 11,557,470</u>

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 50,787	\$ 77,738
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	87,763	63,236
Amortization	10,417	-
Changes in assets and liabilities		
Decrease (increase) in accounts receivable	39,375	(2,621)
Decrease in right-of-use asset	38,283	36,552
(Increase) in prepaid expenses	(19,636)	(19,011)
(Decrease) in lease liability	(39,343)	(36,510)
Increase (decrease) in accounts payable and accrued expenses	37,510	(1,155)
Increase in deferred revenue	67,500	7,500
	<u>272,656</u>	<u>125,729</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of food recovery application	(50,000)	-
Purchase of property and equipment	-	(162,394)
	<u>(50,000)</u>	<u>(162,394)</u>
Net cash used in investing activities		
	<u>(50,000)</u>	<u>(162,394)</u>
Net increase (decrease) in cash	222,656	(36,665)
Cash, beginning of year	<u>1,484,801</u>	<u>1,521,466</u>
Cash, end of year	<u>\$ 1,707,457</u>	<u>\$ 1,484,801</u>

See Notes to Financial Statements.

Second Helpings Atlanta, Inc.

Notes To Financial Statements

NOTE 1. ORGANIZATION

Second Helpings Atlanta, Inc. (the "Organization") was incorporated as a Georgia nonprofit corporation in March 2011 and serves a 10-county area in metro-Atlanta by rescuing surplus food from a network of more than 129 food donors and delivering it to 112 frontline nonprofit partner agencies that feed those in need. Supported by a team of over 400 volunteers, the Organization serves as a vital link in reducing food insecurity and waste. Its mission is to eliminate hunger and food waste in metro-Atlanta by rescuing surplus food and delivering it to those in need, with a broader goal of alleviating food insecurity, improving the health of vulnerable communities, and building more sustainable, environmentally conscious food systems. Over the course of its 20 years of service, Second Helpings Atlanta, Inc. has recovered over 37 million pounds of surplus food – enough to provide 27 million meals.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Organization prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. This basis of accounting involves the application of accrual accounting; consequently, revenues are recognized when earned, and expenses are recognized when incurred.

Cash and Cash Equivalents

For financial statement purposes, the Organization considers all highly liquid investments with a maturity of three months or less, when purchased, to be cash equivalents. At December 31, 2025 and 2024 there were no cash equivalents.

Property and Equipment

The Organization has established \$1,000 as the threshold amount for capitalization. Tangible assets below this threshold will be recorded as expenses in the year purchased. Property and equipment are carried at cost less accumulated depreciation. Donated property and equipment are recorded at approximate fair value as of the date of donation. Depreciation is provided under the straight-line method over the estimated useful lives of depreciable assets. The useful lives of the vehicles and equipment are 5 years.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Notes To Financial Statements

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets (Continued)

Net Assets with Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, this is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. There were \$24,480 and \$29,283 in net assets with donor restrictions at December 31, 2025 and 2024, respectively.

Donated Goods and Services

Contributed goods and services are recognized if they create or enhance nonfinancial assets or if they require specialized skills and would typically be purchased if not provided by donation. For the years ended December 31, 2025 and 2024, management estimated the value of donated food at \$1.90 and \$1.97 per pound, respectively, based on the estimated average fair value of one pound of donated food product per Feeding America's June 30, 2025 and 2024 financial reports, respectively. The Organization received in kind food donations totaling \$7,795,757 and \$10,329,187, for the years ended December 31, 2025 and 2024, respectively.

Many individuals volunteer their time and perform a variety of tasks that assist the Organization but that are not reflected in the financial statements because the criteria for recognition of such efforts under GAAP have not been satisfied.

Gifts, Contributions, and Grants

The Organization records contributions upon receipt of an unconditional promise to pay, less an allowance for uncollectible amounts. Gifts, bequests, and other promises or receipts restricted by donors as to use or time period are recorded as net assets with donor restriction until used in the manner designated or upon expiration of the time period. Donated property and equipment are recorded at fair market value on the date received as net assets with or without donor restriction, based on the donor's intent. When the assets are used for their intended purposes, the applicable amount is transferred to net assets without donor restriction. Contributions without donor restriction received are recorded as contribution revenue. Accounts receivable consist largely of payments made via third party that have not been received.

Deferred Revenue

Deferred revenue of \$75,000 and \$7,500 December 31, 2025 and 2024, respectively, consist of sponsorship support for future events.

Notes To Financial Statements

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Accounts receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probably uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. As of December 31, 2025 and 2024, management considers all accounts receivable to be fully collectible; therefore, no allowance for doubtful accounts has been established.

Estimates

The Organization prepares its financial statements in accordance with accounting principles generally accepted in the United States of America which require management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements, as well as the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

Management's estimate of the functional allocation of certain expenses is based on management judgement and experience.

Functional Allocation of Expenses

The cost of providing various programs and other activities has been summarized on a functional basis in the statements of activities and statements of functional expenses. Directly identifiable expenses, such as program supplies and in-kind food donations, are charged to programs and supporting services. Furthermore, all other costs have been allocated among the programs and supporting services benefited as required by FASB's *Not-for-Profit* presentation and disclosure guidance. Payroll expenses and payroll taxes are allocated based on the position and the percentage of time that the position supports program, administration, and/or fundraising for the Organization.

Income Taxes

Second Helpings Atlanta, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue code. Accordingly, the Organization is not required to pay federal taxes on income, and contributions to the Organization qualify for the charitable contributions deduction to the extent provided by Section 170 of the Internal Revenue code.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires the Organization to report information regarding its exposure to various tax positions taken by the Organization. Management believes that the Organization has adequately addressed all relevant tax positions and that there are no unrecorded tax liabilities. Management is not aware of any circumstances or transactions that would jeopardize its tax-exempt status.

All tax-exempt entities are subject to review and audit by federal, state, and other applicable agencies. Such agencies may review the taxability of unrelated business income or the qualification of the tax-exempt entity under the Internal Revenue Code and applicable state statutes. There currently are no audits of the Organization's returns in progress.

Second Helpings Atlanta, Inc.

Notes To Financial Statements

NOTE 3. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the statement of financial position date as of December 31, 2025 and 2024, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations:

	<u>2025</u>	<u>2024</u>
Cash	\$ 1,707,457	\$ 1,484,801
Accounts receivable	27,346	66,721
Total financial assets	1,734,803	1,551,522
Donor-imposed restrictions:		
Cash restricted by donor intention	(24,480)	(29,283)
	<u>\$ 1,710,323</u>	<u>\$ 1,522,239</u>

Cash and restricted promises to give are released when the donor restriction is satisfied.

Donor-restricted cash is included within cash on the statement of financial position.

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization manages its liquid resources by maintaining adequate cash balances to fund near-term operating needs.

NOTE 4. CONCENTRATIONS

A concentration for purposes of the Organization is considered to be a total contribution from a single donor source that exceeds 10% of total support in any given fiscal year. These concentrations consist primarily of contributions provided in the form of in-kind food donations. The following tables summarize concentrations for the years ended December 31:

	<u>2025</u>	
	<u>Aggregate Revenue</u>	<u>Percentage</u>
Donor A	\$ 1,538,650	16%
Donor B	1,485,696	16%
Donor C	1,033,011	11%
	<u>2024</u>	
	<u>Aggregate Revenue</u>	<u>Percentage</u>
Donor A	\$ 3,760,578	32%
Donor B	1,575,044	14%
Donor C	1,394,131	12%

Second Helpings Atlanta, Inc.

Notes To Financial Statements

NOTE 4. CONCENTRATIONS (CONTINUED)

The donor designations (Donor A, B, and C) are applied independently to each fiscal year and do not necessarily represent the same parties year over year.

The Organization maintains its cash balances at financial institutions which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash and cash equivalents.

NOTE 5. PROPERTY AND EQUIPMENT

Property and equipment as of December 31, 2025 and 2024 is summarized as follows:

	<u>2025</u>	<u>2024</u>
Trucks	\$ 373,545	\$ 373,545
Equipment	75,270	75,270
	448,815	448,815
Less accumulated depreciation	(209,250)	(121,487)
	<u>\$ 239,565</u>	<u>\$ 327,328</u>

Depreciation expense was \$87,763 and \$63,236 for the years ended December 31, 2025 and 2024, respectively.

Intangible assets as of December 31, 2025 and 2024 is summarized as follows:

	<u>2025</u>	<u>2024</u>
Food recovery application	\$ 50,000	\$ -
Less accumulated amortization	(10,417)	-
	<u>\$ 39,583</u>	<u>\$ -</u>

Amortization expense was \$10,417 and \$- for the years ended December 31, 2025 and 2024, respectively.

NOTE 6. RESTRICTED NET ASSETS

Net assets with donor restrictions were available for the following donor-restricted purposes:

	<u>2025</u>	<u>2024</u>
Subject to expenditure for specific purpose:		
Vehicle purchase and operation	\$ 24,480	\$ 29,283
	<u>\$ 24,480</u>	<u>\$ 29,283</u>

Net assets with donor restrictions as of December 31, 2025 and 2024 consisted of cash.

Second Helpings Atlanta, Inc.

Notes To Financial Statements

NOTE 7. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets released from donor restrictions (by incurring expenses satisfying the restricted purpose specified by donors) for the years ended December 31, 2025 and 2024 were as follows:

	<u>2025</u>	<u>2024</u>
Vehicle maintenance	\$ 3,167	\$ 1,621
Truck purchase	6,636	118,504
Information technology	40,000	66,904
Warehouse equipment	-	46,703
Field to Fork	185,000	-
	<u>\$ 234,803</u>	<u>\$ 233,732</u>

In accordance with the Organization's accounting policies, certain donor-restricted contributions are recorded as net assets released from restrictions within the same fiscal year in which the restrictions are satisfied.

NOTE 8. LEASES

The Organization leases office space and cold storage under an operating lease expiring July 14, 2026. The lease provides for incremental rental increases over the lease term and contains no significant restrictions or covenants.

In accordance with FASB ASC 842, *Leases*, the Organization recognizes a right-of-use asset and a lease liability based on the present value of the remaining lease payments. The Organization utilized a discount rate of 4.6%, based on the three-year U.S. Treasury bill rate at the lease commencement date, to determine the present value of the lease payments.

The following is a schedule by year of minimum future rentals on the operating lease and the amortization of the net present value (NPV) of the lease liability as of December 31, 2025:

	<u>Minimum Annual Lease Payments</u>	<u>Amortization of NPV of Lease Liability</u>
2026	\$ 26,258	\$ 22,383

The operating lease cost for the years ended December 31, 2025 and 2024 was \$40,856 and \$40,278, respectively.

Second Helpings Atlanta, Inc.

Notes To Financial Statements

NOTE 9. IN-KIND CONTRIBUTIONS

For the years ended December 31, 2025 and 2024, contributed nonfinancial assets recognized within the statements of activities included:

Type	2025	2024	Usage
Food	\$ 7,795,757	\$ 10,329,187	Program support

The Organization recognized contributed nonfinancial assets within revenue. For the years ended December 31, 2025 and 2024, all in-kind donations were received without donor restrictions.

Contributed food was valued using the estimated average fair value of one pound of donated food product per Feeding America's June 30, 2025 and 2024 financial reports, respectively.

The Organization receives a significant amount of donated services from unpaid volunteers who assist in food recovery, delivery, and general operations. No amounts have been recognized in the statement of activities for these services because the criteria for recognition under FASB ASC 958-605 have not been satisfied.

NOTE 10. SUBSEQUENT EVENTS

Management has evaluated events through April 22, 2026, the date on which the financial statements were available to be issued, and noted no subsequent events requiring disclosure.