The Interfaith Nutrition Network, Inc.

Financial Statements and
Supplementary Information

June 30, 2025 and 2024

Independent Auditors' Report

To the Board of Directors of
The Interfaith Nutrition Network, Inc.

Opinion

We have audited the financial statements of The Interfaith Nutrition Network, Inc. (the Organization), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and change in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 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 (GAAP).

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 GAAP, 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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 GAAS 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 the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, 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 the Organization'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 the Organization'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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information presented on page 18 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 audits 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 as a whole.

Baker Tilly US, LLP

Uniondale, New York
November 21, 2025

The Interfaith Nutrition Network, Inc.

Statements of Financial Position
June 30, 2025 and 2024

	2025	2024
Assets		
Current Assets		
Cash and cash equivalents	$ 5,879,181	$ 6,770,348
Grants and contracts receivable, net	1,623,477	732,281
Current portion of contributions receivable, net	507,337	341,867
Donated product inventory	14,989	83,847
Prepaids and other assets	69,643	49,049
Other receivables	8,771	2,160
Total current assets	8,103,398	7,979,552
Contributions Receivable, Net	340,066	313,386
Right-of-Use Assets, Operating Leases	50,944	61,892
Fixed Assets, Net	13,316,482	10,098,414
Total assets	$ 21,810,890	$ 18,453,244
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued expenses	$ 771,590	$ 541,892
Security deposits	5,968	7,318
Deferred revenue	1,085,554	1,079,684
Current portion of operating lease liabilities	11,845	10,948
Total current liabilities	1,874,957	1,639,842
Operating Lease Liabilities	39,099	50,944
Total liabilities	1,914,056	1,690,786
Net Assets		
Net assets without donor restrictions:		
Board designated	68,405	68,405
Undesignated, property and equipment	13,316,482	10,098,414
Undesignated, general	2,647,579	3,487,924
Total net assets without donor restrictions	16,032,466	13,654,743
Net assets with donor restrictions	3,864,368	3,107,715
Total net assets	19,896,834	16,762,458
Total liabilities and net assets	$ 21,810,890	$ 18,453,244

The Interfaith Nutrition Network, Inc.

Statements of Activities and Change in Net Assets
Years Ended June 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains and Other Support						
Fundraising, net	$ 1,758,247	$ -	$ 1,758,247	$ 1,789,922	$ -	$ 1,789,922
Contributions and grants	3,805,021	777,054	4,582,075	3,452,933	752,997	4,205,930
Fees and grants from government agencies	4,995,125	-	4,995,125	3,076,585	-	3,076,585
Contributions of nonfinancial assets	310,726	-	310,726	468,267	-	468,267
Rental income	68,297	-	68,297	91,699	-	91,699
Other program income	16,626	-	16,626	23,433	-	23,433
Interest income	219,607	-	219,607	167,529	-	167,529
Net assets released from restrictions	20,401	(20,401)	-	41,497	(41,497)	-
Total revenues, gains and other support	11,194,050	756,653	11,950,703	9,111,865	711,500	9,823,365
Expenses						
Program services:						
Shelters	2,836,588	-	2,836,588	2,886,358	-	2,886,358
Soup Kitchen	2,583,649	-	2,583,649	2,529,295	-	2,529,295
Long-Term Housing	319,467	-	319,467	336,915	-	336,915
Center for Transformative Change	1,728,051	-	1,728,051	1,638,046	-	1,638,046
Total program services	7,467,755	-	7,467,755	7,390,614	-	7,390,614
Supporting services:						
Administration	883,488	-	883,488	794,528	-	794,528
Fundraising	465,084	-	465,084	536,746	-	536,746
Total expenses	8,816,327	-	8,816,327	8,721,888	-	8,721,888
Excess of revenues, gains and other support over expenses	2,377,723	756,653	3,134,376	389,977	711,500	1,101,477
Gain on Sale of Fixed Assets	-	-	-	521,907	-	521,907
Change in net assets	2,377,723	756,653	3,134,376	911,884	711,500	1,623,384
Net Assets, Beginning	13,654,743	3,107,715	16,762,458	12,742,859	2,396,215	15,139,074
Net Assets, Ending	$ 16,032,466	$ 3,864,368	$ 19,896,834	$ 13,654,743	$ 3,107,715	$ 16,762,458

See notes to financial statements

The Interfaith Nutrition Network, Inc.

Statement of Functional Expenses
Year Ended June 30, 2025

	Program Services				Supporting Services		
	Shelters	Soup Kitchen	Long-Term Housing	Center for Transformative Change	Administration	Fundraising	Total
Salaries	$ 1,831,161	$ 787,281	$ 82,106	$ 694,760	$ 211,274	$ 229,297	$ 3,835,879
Employee benefits and payroll taxes	378,457	191,956	21,549	161,272	204,410	56,897	1,014,541
Donated products	27,541	220,611	-	-	-	-	248,152
Repairs and maintenance	73,187	111,523	67,853	81,108	40,501	-	374,172
Insurance	55,088	26,672	25,324	74,616	43,476	-	225,176
Utilities	51,660	65,545	30,354	80,619	22,931	-	251,109
Equipment and supplies	72,961	34,131	652	20,328	42,075	-	170,147
Volunteer and guest related	28,966	66,922	75	263,250	100	67	359,380
Special events nondirect	-	-	-	-	6,420	158,354	164,774
Food and related costs	81,299	881,446	-	-	-	-	962,745
Bad debt	18,192	3,858	-	4,501	78,073	-	104,624
Telephone and cable	15,800	6,502	3,662	18,152	20,098	-	64,214
Legal and professional	21,903	10,109	41,400	12,032	42,316	-	127,760
Real estate taxes	-	-	-	1,640	6,123	-	7,763
Outside temporary help	1,411	7,063	-	12,828	8,940	-	30,242
Licenses, permits and fees	79,450	31,427	-	112,307	38,128	-	261,312
Automobile and travel	10,867	6,050	2,101	1,622	11,308	22	31,970
Miscellaneous	5,150	2,274	1,792	3,080	2,740	381	15,417
Marketing	1,625	-	-	6,975	(484)	1,520	9,636
Staff development, recognition and recruitment	8,418	6,644	-	7,641	10,554	942	34,199
Finance and bank charges or fees	-	49	-	64	16,196	15,235	31,544
Postage	-	-	-	-	12,212	-	12,212
Office, dues and subscriptions	1,200	-	-	-	7,826	2,369	11,395
Total expenses before depreciation	2,764,336	2,460,063	276,868	1,556,795	825,217	465,084	8,348,363
Depreciation	72,252	123,586	42,599	171,256	58,271	-	467,964
Totals	$ 2,836,588	$ 2,583,649	$ 319,467	$ 1,728,051	$ 883,488	$ 465,084	$ 8,816,327

See notes to financial statements

The Interfaith Nutrition Network, Inc.

Statement of Functional Expenses
Year Ended June 30, 2024

	Program Services				Supporting Services		
	Shelters	Soup Kitchen	Long-Term Housing	Center for Transformative Change	Administration	Fundraising	Total
Salaries	$ 1,855,008	$ 746,918	$ 127,961	$ 638,716	$ 171,453	$ 221,577	$ 3,761,633
Employee benefits and payroll taxes	362,518	177,902	23,040	152,609	179,417	58,176	953,662
Donated products	19,227	345,885	-	-	-	-	365,112
Repairs and maintenance	95,715	66,571	57,463	69,679	30,596	-	320,024
Insurance	47,422	21,228	43,153	49,889	35,179	-	196,871
Utilities	45,047	49,977	28,544	72,242	27,650	-	223,460
Equipment and supplies	91,823	29,455	4,658	20,277	37,414	2,568	186,195
Volunteer and guest related	23,503	68,663	706	275,087	1,198	-	369,157
Special events nondirect	-	-	-	-	-	188,971	188,971
Food and related costs	95,641	794,122	-	-	-	-	889,763
Bad debt	4,385	1,873	-	12,304	24,616	-	43,178
Telephone and cable	13,960	5,764	2,827	16,367	21,636	-	60,554
Legal and professional	24,198	10,035	16,098	8,700	28,638	-	87,669
Real estate taxes	-	-	1,156	2,956	4,693	-	8,805
Outside temporary help	-	38,458	-	20,802	39,915	-	99,175
Licenses, permits and fees	88,881	41,833	-	122,281	48,655	299	301,949
Automobile and travel	3,845	241	-	1,145	8,207	181	13,619
Miscellaneous	3,277	-	-	-	2,134	-	5,411
Marketing	-	-	-	174	6,219	8,882	15,275
Staff development, recognition and recruitment	15,128	10,238	-	4,222	28,578	373	58,539
Finance and bank charges or fees	28	-	8	-	17,862	16,447	34,345
Interest on mortgages	-	-	-	13,175	-	-	13,175
Fundraising expenses, direct mail	-	-	-	-	-	39,272	39,272
Postage	-	-	178	15	11,069	-	11,262
Office, dues and subscriptions	1,906	-	-	273	2,882	-	5,061
Total expenses before depreciation	2,791,512	2,409,163	305,792	1,480,913	728,011	536,746	8,252,137
Depreciation	94,846	120,132	31,123	157,133	66,517	-	469,751
Totals	$ 2,886,358	$ 2,529,295	$ 336,915	$ 1,638,046	$ 794,528	$ 536,746	$ 8,721,888

See notes to financial statements

The Interfaith Nutrition Network, Inc.

Statements of Cash Flows
Years Ended June 30, 2025 and 2024

	2025	2024
Cash Flows From Operating Activities		
Change in net assets	$ 3,134,376	$ 1,623,384
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	467,964	469,751
Change in donated product inventory	68,858	(43,006)
Gain on sale of fixed assets	-	(521,907)
Change in allowance for doubtful accounts	67,139	(47,997)
Change in discount on contributions receivable	23,871	(28,325)
(Decrease) increase in operating assets:		
Grants and contracts receivable	(891,196)	194,186
Contributions receivable	(283,160)	175,081
Prepaids and other assets	(20,594)	(5,613)
Other receivables	(6,611)	(2,160)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	229,698	29,903
Security deposits	(1,350)	-
Deferred revenue	5,870	924,527
Net cash flows from operating activities	2,794,865	2,767,824
Cash Flows From Investing Activities		
Proceeds from sale of fixed assets	-	718,235
Purchase of fixed assets	(3,686,032)	(1,265,949)
Net cash flows from investing activities	(3,686,032)	(547,714)
Cash Flows From Financing Activities		
Payments on loan payable	-	(892,402)
Net cash flows from financing activities	-	(892,402)
Net change in cash and cash equivalents	(891,167)	1,327,708
Cash and Cash Equivalents, Beginning	6,770,348	5,442,640
Cash and Cash Equivalents, Ending	$ 5,879,181	$ 6,770,348

See notes to financial statements

1. Description of Organization and Summary of Significant Accounting Policies

Nature of Operations

The Interfaith Nutrition Network, Inc. (the Organization) is a not-for-profit organization formed in 1983 under the laws of New York State. The Organization operates in Nassau County, New York and is supported primarily by donor contributions, grants and government contracts. The Organization derives its revenue from, among other sources, contributions and grants from individuals and foundations, general fundraising, special events and governmental agencies.

Included in the accompanying financial statements are the following program and supporting services:

Food and Shelter Programs

The Organization provides direct assistance to those who are hungry and homeless on Long Island through the largest soup kitchen on Long Island, emergency shelters, transitional housing and supportive services. As a not-for-profit, volunteer-based organization, the Organization provides a broad variety of essential services to assist those challenged by hunger, homelessness and profound poverty. The Organization partners with those in need in a dignified and respectful manner to help them achieve self-sufficiency. All services are provided free of charge, with no proof of need, within an atmosphere of dignity and respect. The Organization is volunteer based with a dedicated staff, a broad base of community support and a commitment to educate the public about the issues of hunger and homelessness.

Center for Transformative Change

The Center for Transformative Change, located directly adjacent to the soup kitchen, offers a Resource Center which assists guests of the soup kitchen to access government benefits, acquire identification documents, prepare resumes/conduct job searches, find housing/emergency shelter, qualify for housing programs and provide other services designed to assist them to achieve self-sufficiency. It offers a computer lab where guests can learn to use a computer and conduct job and housing searches. It also offers a clothing boutique, hot showers, sleeping pods and food pantry.

Administration

Administration includes the functions necessary to maintain an equitable employment program; ensure an adequate working environment; provide coordination and articulation of the Organization's program strategies; secure proper administrative functioning of the Board of Directors; maintain competent legal services for the program administration of the Organization and manage the financial and budgetary responsibilities of the Organization.

Fundraising

Provides the structure necessary to encourage and secure private financial support from individuals, foundations and corporations.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States (GAAP) using the accrual basis of accounting. The Organization's financial statements distinguish between net assets without donor restrictions and net assets with donor restrictions, based upon the existence or absence of donor-imposed restrictions.

Net Assets

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations and that may be expended for any purpose in achieving the primary objectives of the Organization.

Net Assets With Donor Restrictions - Net assets that are subject to donor-imposed stipulations that will be met either by the actions of the Organization and/or the passage of time. As the restrictions are satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the accompanying statements of activities and change in net assets as net assets released from restrictions. Net assets with donor restrictions also include net assets that are subject to donor-imposed stipulations that neither expire by the passage of time, nor can be fulfilled or removed by actions of the Organization.

Contributions

Unconditional promises to give (including grants) that are expected to be collected within one year are recorded as contributions at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contributions revenue. As of June 30, 2025 and 2024, a discount of $51,505 and $27,634 was recorded, respectively.

For the years ended June 30, 2025 and 2024, the Organization received related-party contributions of $1,195,249 and $948,623, respectively.

Conditional promises to give are not included as support until the conditions, which include both a barrier and a right of return or release, have been substantially met. Deferred revenue arises from payments received prior to meeting conditions. During the year ended June 30, 2024, the Organization received a $5,000,000 conditional grant from a donor, of which $1,000,000 was received in 2024 and included in deferred revenue as of June 30, 2025 and 2024.

The Organization recognizes revenue from bequests when a legally binding obligation is received and when a fair value can reasonably be determined.

Gifts of cash or other assets are recorded as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and change in net assets as net assets released from restrictions. Net assets with donor restrictions that originate in a given year and are released from restrictions in the same year by meeting the donors' restricted purposes are reflected in net assets without donor restrictions.

The Organization reports gifts of land, buildings and equipment as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributions of Nonfinancial Assets

The Organization records contributions of nonfinancial assets at fair value at the time of donation. Donated products, consisting of food and supplies received, distributed and on hand, are valued utilizing a value per pound based on published rates by Feeding America. Donated gift cards are valued at the face value the gift card as redeemable for purchases. Donated architectural services are valued based on hours incurred and the hourly rates applicable for similar services. Donated food products and supplies and donated gift cards are used for programmatic purposes.

For the years ended June 30, 2025 and 2024, the Organization recorded contributions of nonfinancial assets of $310,726 and $468,267, respectively. For the year ended June 30, 2025, contributions of nonfinancial assets were comprised of donated products of $248,152, donated architectural services of $49,149 and donated gift cards of $13,425. For the year ended June 30, 2024, contributions of nonfinancial assets were comprised of donated products of $365,112, donated architectural services of $74,905 and donated gift cards of $28,250.

A number of volunteers have donated significant amounts of their time in the Organization's program service, administration and fundraising. However, since these services do not meet the criteria for recognition under GAAP, they are not reflected in the accompanying financial statements.

Grants From Governmental Agencies

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statements of financial position. For the years ended June 30, 2025 and 2024, the Organization received awarded and unrecognized reimbursement grants of $127,933 and $87,136, respectively.

Fundraising Revenue

Fundraising revenue arises from special events and is recognized when the special event occurs.

A portion of fundraising revenue represents a reciprocal transaction equal to the cost of direct expenses with the remainder representing contributions. For the years ended June 30, 2025 and 2024, direct expenses were $197,854 and $184,647, respectively.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of 90 days or less on the date of purchase to be cash equivalents. Cash equivalents are carried at fair value which approximates cost.

Allowance for Doubtful Accounts

Management must make estimates of the uncollectability of all accounts, contributions, grant and contracts receivable. Management specifically analyzes receivables, historical bad debts and changes in circumstances when evaluating the adequacy of the allowance for doubtful accounts.

Fixed Assets, Net

Fixed assets are stated at cost, except for donated assets, which are recorded at fair value at the time of donation. The Organization's capitalization policy is to capitalize all fixed asset purchases in excess of $1,000. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets. In the first year the asset is placed into service, the half-year convention is utilized. The useful lives of the Organization's fixed assets are as follows:

	Years
Building and building improvements	15 - 30
Equipment	5 - 10
Vehicles	5
Computer system	3 - 5
Furniture and fixtures	5 - 10

Impairment of Long-Lived Assets

The Organization assesses the impairment of long-lived assets with determinable lives whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be recoverable. When such events occur, management determines whether there has been impairment by comparing the anticipated undiscounted net future cash flows to the related asset's carrying value. If impairment exists, the asset is written down to its estimated fair value. There were no such events for the years ended June 30, 2025 and 2024.

Allocation of Expenses

The costs of providing the various programs and other activities have been reported on a functional basis in the statements of activities and change in net assets and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. When applicable, expenses are directly charged to their appropriate natural and functional classifications. Expenses not directly charged and allocated based on time and effort include administrative salaries, administrative fringe benefits, administrative payroll taxes, accounting and audit fees, payroll and HRIS fees, equipment maintenance, outside services and repairs and maintenance. Expenses not directly charged and allocated based on an average allocation percentage of administrative payroll, include real estate taxes, utilities and depreciation.

Use of Estimates

The preparation of financial statements in conformity with GAAP 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.

Tax-Exempt Status

The Organization qualifies as a tax-exempt, not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code and as a not-for-profit organization under the laws of New York State. Accordingly, no provision for federal or state income taxes is required.

Uncertain Tax Positions

Management has evaluated the Organization's tax positions and concluded that the Organization has not taken any uncertain tax positions that require adjustment to the financial statements to comply with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) No. 740.

Lease Expense

The Organization has operating leases for its office equipment. The Organization recognizes right-of-use assets and operating lease liabilities for operating leases based on the net present value of future minimum lease payments. Lease expense is recognized on a straight-line basis over the noncancelable lease term, including renewal periods that are considered reasonably certain.

2. Liquidity and Availability of Resources

The Organization's financial assets available within one year of the statements of financial position dates for general expenditures such as operating expenses, are as follows:

	2025	2024
Cash and cash equivalents	$ 5,879,181	$ 6,770,348
Grants and contracts receivable	1,623,477	732,281
Contributions receivable, net of allowance	847,403	655,253
Other receivables	8,771	2,160
	8,358,832	8,160,042
Less:		
Donor-restricted amounts	(3,864,368)	(3,107,715)
Board-designated amounts	(68,405)	(68,405)
Total	$ 4,426,059	$ 4,983,922

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

As of June 30, 2025, the Organization has available financial assets on hand to cover approximately six months of budgeted operating expenses.

3. Grants and Contracts Receivable

Grants and contracts receivable as of June 30, 2025 and 2024 are comprised of the following:

	2025	2024
Nassau County Department of Social Services	$ 313,880	$ 291,065
Nassau County Office of Housing and Intergovernmental Affairs, Emergency Shelter Grant Program	40,556	29,211
Community Development Block Grants	66,575	409,018
Community Project Funding Grant Program	1,202,466	-
Other grants	-	2,987
Total	$ 1,623,477	$ 732,281

4. Contributions Receivable, Net

Contributions receivable are expected to be collected as follows as of June 30, 2025 and 2024:

	2025	2024
Within one year	$ 648,308	$ 415,699
One to five years	391,571	341,020
Total contributions receivable	1,039,879	756,719
Discounted to present value using rates ranging from 3.74% - 5.15%	(51,505)	(27,634)
Allowance for doubtful contributions receivable	(140,971)	(73,832)
Contributions receivable, net	$ 847,403	$ 655,253

5. Fixed Assets, Net

Fixed assets, net, consists of the following as of June 30, 2025 and 2024:

	2025	2024
Land	$ 2,125,531	$ 2,125,531
Building and building improvements	11,287,032	10,611,528
Equipment	1,898,909	1,778,801
Vehicles	101,833	101,833
Computer system	394,603	394,603
Furniture and fixtures	234,953	228,095
Construction in progress	3,126,809	243,248
	19,169,670	15,483,639
Less accumulated depreciation	5,853,188	5,385,225
	$ 13,316,482	$ 10,098,414

In 2025, the Organization entered into a construction agreement in the amount of $5,750,700 associated with the renovations of the 88-92 Madison Avenue building which is expected to be completed in 2026. As of June 30, 2025, remaining contractually committed construction expenses are expected to be $3,427,364.

6. Loan Payable

On May 12, 2022, the Organization entered into a $3,000,000 commercial mortgage loan in order to finance the purchase of a building for a purchase price of $5,500,000. The mortgage loan had a 10-year term. The loan bore interest at the fixed rate of 4.00% per annum, payable monthly in arrears from the date of the closing until June 1, 2025 (the Rate Adjustment Date). On the Rate Adjustment Date, the rate of interest adjusted to a fixed rate equal to the weekly average yield of the seven-year United States Treasury two days prior to the Rate Adjustment Date plus 2.25%, but such rate shall be not less than 3.25%. The loan required interest only payments through July 1, 2025. Commencing on July 1, 2025, the loan required monthly installments of principal and interest, each an amount which would fully amortize the debt on a 25-year amortization schedule, until the maturity date (May 21, 2032), at which time the unpaid principal sum together with all accrued but unpaid interest were due and payable. The loan was satisfied on January 11, 2024.

7. Leases

The Organization entered into office equipment operating leases during May 2024.

Right-of-use assets represent the Organization's right to use an underlying asset for the lease term, while lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Right-of-use assets and lease liabilities are recognized at the commencement date of a lease based on the net present value of lease payments over the lease term.

Certain of the Organization's leases include options to renew or terminate the lease. The exercise of lease renewal or early termination options is at the Organization's sole discretion. The Organization regularly evaluates the renewal and early termination options and when they are reasonably certain of exercise, the Organization includes such options in the lease term.

In determining the discount rate used to measure the right-of-use assets and lease liabilities, the Organization uses the rate implicit in the lease, or if not readily available, the Organization uses a risk-free rate based on U.S. Treasury notes or bond rates for a similar term.

Right-of-use assets are assessed for impairment in accordance with the Organization's long-lived asset policy. The Organization reassesses lease classification and remeasures right-of-use assets and lease liabilities when a lease is modified and that modification is not accounted for as a separate new lease or upon certain other events that require reassessment in accordance with Topic 842.

The Organization made assumptions and judgments in applying the requirements of Topic 842.
In particular, the Organization:

- Evaluated whether a contract contains a lease, by considering factors such as whether the Organization obtained substantially all rights to control an identifiable underlying asset and whether the lessor has substantive substitution rights;

- Determined whether contracts contain embedded leases.

The Organization does not have any leasing transactions with related parties.

Below is a summary of expenses incurred pertaining to leases for the years ended June 30, 2025 and 2024:

	2025	2024
Operating lease expense	$ 10,948	$ 22,505
Total lease expense	$ 10,948	$ 22,505

The right-of-use assets and lease liabilities were calculated using a weighted average discount rate of 7.9% as of both June 30, 2025 and 2024. As of June 30, 2025 and 2024, the weighted average remaining lease term was 3.83 years and 4.83 years, respectively.

The table below summarizes the Organization's scheduled future minimum lease payments for years ending after June 30, 2025:

Years ending June 30:	
2026	$ 15,346
2027	15,346
2028	15,346
2029	12,789
Total lease payments	58,827
Less present value discount	7,883
Total lease liabilities	50,944
Less current portion	11,845
Long-term lease liabilities	$ 39,099

The following table includes supplemental cash flow and noncash information related to the leases for the years ended June 30, 2025 and 2024:

	2025	2024
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	$ 15,346	$ 2,558
Operating lease right-of-use assets obtained in exchange for lease liabilities	-	63,635

8. Board-Designated Net Assets

Board-designated net assets are net assets without donor restrictions that have been designated by the Board for specific purposes.

The following represents the composition of Board-designated net assets as of June 30, 2025 and 2024:

	2025	2024
Board-designated for specific projects and general reserves	$ 68,405	$ 68,405

During the year ended June 30, 2024, Board-designated net assets were released for the purchase of a building and related construction.

9. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes as of June 30, 2025 and 2024:

	2025	2024
Shelters	$ 189,855	$ 189,855
Capital projects (Includes $609,014 and $494,160, respectively, of contributions receivable also restricted for time)	3,629,513	2,897,459
Special projects	45,000	20,401
Total	$ 3,864,368	$ 3,107,715

During 2025 and 2024, net assets were released from restrictions by satisfying the restricted purposes as stipulated by the donors as follows:

	2025	2024
Special projects	$ 20,401	$ -
Center for Transformative Change	-	41,497
Total	$ 20,401	$ 41,497

10. Concentrations of Credit Risk

The Organization maintains its cash in bank deposit accounts which, at times, may exceed insured limits. Accounts at each bank are insured by the Federal Deposit Insurance Company (FDIC) up to $250,000 per bank. Accounts at federal credit unions are insured by the National Credit Union Insurance Fund. The Organization has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash and cash equivalents.

11. Commitments and Contingencies

Government Funding and Possible Rate Adjustments

Substantial funding of programs is provided to the Organization by federal, state, city and county governments. Continuation of such funding is dependent on budgetary allocations from such agencies. In addition, reimbursements under contracts or rates are subject to audit by various agencies on a regular basis. The potential exposure from the outcome of such audits, if any, cannot be determined.

Contingencies

From time to time, the Organization is a defendant in legal actions, which are routine and incidental to its business. In management's opinion, settlement of these actions will not have a material adverse effect on the Organization's financial position, liquidity or results of operations.

12. Retirement Plan

The Organization sponsors a defined contribution retirement plan covering all eligible employees, as defined. The plan permits for employee salary deferrals. Retirement expense for each of the years ended June 30, 2025 and 2024 was approximately $46,000 and $38,000, respectively.

13. Subsequent Events

Management has evaluated subsequent events through November 21, 2025, the date the financial statements are available for issuance, for inclusion or disclosure in the financial statements.

The Interfaith Nutrition Network, Inc.

Schedules of Fees and Grants From Government Agencies
Years Ended June 30, 2025 and 2024

	2025	2024
Nassau County Department of Social Services	$ 2,233,841	$ 2,067,722
Nassau County Office of Housing and Intergovernmental Affairs, Emergency Solutions Grant Program	65,556	147,866
Federal Emergency Food and Shelter Program	30,072	213,479
Community Development Block Grant Program	327,308	640,916
Coronavirus State and Local Fiscal Recovery Funds	300,000	2,987
Community Project Funding Grant Program	1,991,335	-
HIPNAP- Long Island Care	-	3,615
Community Partnership and Crime Prevention Fund Program	47,013	-
	$ 4,995,125	$ 3,076,585