

**GARDENSHARE, INC.**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2014**

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**INDEPENDENT ACCOUNTANT'S COMPILATION REPORT**

To the Board of Directors of  
GardenShare, Inc.  
Canton, New York

I have compiled the accompanying statement of financial position of GardenShare, Inc. (a New York not-for-profit organization) as of December 31, 2014, and the related statement of activities and cash flows for the years then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

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 designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The accompanying 2013 financial statements of GardenShare, Inc. were previously reviewed by me, and I stated that I was not aware of any material modifications that should be made to those statements in order for them to be in conformity with accounting principles generally accepted in the United States of America in my report dated October 27, 2014, but I have not performed any procedures in connection with that review engagement since that date.

**John C. Parcell IV, CPA, CFE**

July 22, 2015

**GARDENSHARE, INC.**

**COMPARATIVE STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2014 AND 2013**

	ASSETS	Compilation 12/31/2014	Review 12/31/2013
<b>CURRENT ASSETS:</b>			
Cash		\$ 87,666	\$ 69,666
Grant Receivable		-0-	9,645
Prepaid Expense		758	2,295
Total Current Assets		<u>\$ 88,424</u>	<u>\$ 81,606</u>
<b>FIXED ASSETS:</b>			
Equipment & Fixtures		\$ 1,773	\$ 1,773
Less: Accumulated Depreciation		1,152	975
Total Fixed Assets		<u>\$ 621</u>	<u>\$ 798</u>
<b>TOTAL</b>		<u><u>\$ 89,045</u></u>	<u><u>\$ 82,404</u></u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES:</b>			
Accounts Payable		\$ -0-	\$ -0-
Accrued Payroll		1,580	3,351
Accrued Compensation		881	1,645
Deferred Revenue		10,500	-0-
Payroll Taxes Payable		127	1,412
Total Current Liabilities		<u>\$ 13,088</u>	<u>\$ 6,408</u>
<b>NET ASSETS:</b>			
Unrestricted		\$ 53,856	\$ 68,849
Temporarily Restricted		22,101	7,147
Total Net Assets		<u>\$ 75,957</u>	<u>\$ 75,996</u>
<b>TOTAL</b>		<u><u>\$ 89,045</u></u>	<u><u>\$ 82,404</u></u>

**GARDENSHARE, INC.**

**COMPARATIVE STATEMENTS OF ACTIVITIES AND NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

	Unrestricted	Temporarily Restricted	Compilation Total 12/31/2014
<b>SUPPORT AND REVENUE</b>			
Grant Income	\$ 19,670	\$ 19,023	\$ 38,693
Contributions	31,367	2,344	33,711
Special Event Income	2,091	-0-	2,091
Sponsorships	7,965	-0-	7,965
Fees	875	-0-	875
Interest	390	-0-	390
In-Kind Contributions	2,930	-0-	2,930
Net Assets Released from Restrictions	6,413	(6,413)	-0-
Total Support and Revenue	<u>\$ 71,701</u>	<u>\$ 14,954</u>	<u>\$ 86,655</u>
<b>OPERATING EXPENSES</b>			
Salary & Wages	\$ 54,979	\$ -0-	\$ 54,979
Payroll Taxes	4,249	-0-	4,249
Health Insurance	615	-0-	615
Consultant for Programs	840	-0-	840
Advertising	1,018	-0-	1,018
Bank Service Fees	234	-0-	234
Dues and Subscriptions	25	-0-	25
Equipment Lease/Rental	-0-	-0-	-0-
EBT and Token Program	467	-0-	467
Financial Assistance	3,800	-0-	3,800
Insurance	2,802	-0-	2,802
Licenses, Permits, & Fees	247	-0-	247
Printing and Copying	3,349	-0-	3,349
Professional Fees	2,706	-0-	2,706
Postage	1,814	-0-	1,814
Rent	2,700	-0-	2,700
Supplies	2,026	-0-	2,026
Telephone & Internet	1,420	-0-	1,420
Travel	3,226	-0-	3,226
Depreciation	177	-0-	177
Total Operating Expenses	<u>\$ 86,694</u>	<u>\$ -0-</u>	<u>\$ 86,694</u>
<b>CHANGE IN NET ASSETS</b>	<u>\$ (14,993)</u>	<u>\$ 14,954</u>	<u>\$ (39)</u>
<b>NET ASSETS - Beginning of Year</b>	<u>68,849</u>	<u>7,147</u>	<u>75,996</u>
<b>NET ASSETS - END OF YEAR</b>	<u><u>\$ 53,856</u></u>	<u><u>\$ 22,101</u></u>	<u><u>\$ 75,957</u></u>

**GARDENSHARE, INC.**

**COMPARATIVE STATEMENTS OF ACTIVITIES AND NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

	Unrestricted	Temporarily Restricted	Review Total 12/31/2013
<b>SUPPORT AND REVENUE</b>			
Grant Income	\$ 50,716	\$ 1,250	\$ 51,966
Contributions	39,607	-0-	39,607
Special Event Income	4,148	-0-	4,148
Sponsorships	7,470	-0-	7,470
Fees	875	-0-	875
Interest	550	-0-	550
In-Kind Contributions	2,700	-0-	2,700
Net Assets Released from Restrictions	11,853	(11,853)	-0-
Total Support and Revenue	\$ 117,919	\$ (10,603)	\$ 107,316
<b>OPERATING EXPENSES</b>			
Salary & Wages	\$ 73,290	\$ -0-	\$ 73,290
Payroll Taxes	5,530	-0-	5,530
Health Insurance	10,414	-0-	10,414
Consultant for Programs	2,331	-0-	2,331
Advertising	2,054	-0-	2,054
Bank Service Fees	171	-0-	171
Dues and Subscriptions	80	-0-	80
Equipment Lease/Rental	-0-	-0-	-0-
EBT and Token Program	1,490	-0-	1,490
Financial Assistance	3,969	-0-	3,969
Insurance	2,353	-0-	2,353
Licenses, Permits, & Fees	206	-0-	206
Printing and Copying	3,872	-0-	3,872
Professional Fees	718	-0-	718
Postage	1,833	-0-	1,833
Rent	2,700	-0-	2,700
Supplies	4,812	-0-	4,812
Telephone & Internet	1,209	-0-	1,209
Travel	15,664	-0-	15,664
Depreciation	975	-0-	975
Total Operating Expenses	\$ 133,671	\$ -0-	\$ 133,671
<b>CHANGE IN NET ASSETS</b>	\$ (15,752)	\$ (10,603)	\$ (26,355)
<b>NET ASSETS - Beginning of Year</b>	84,601	17,750	102,351
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 68,849</u>	<u>\$ 7,147</u>	<u>\$ 75,996</u>

**GARDENSHARE, INC.**

**COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

	Compilation 12/31/2014	Review 12/31/2013
<b>OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ (39)	\$ (26,355)
<b>ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Depreciation	177	975
(Increase) Decrease in Grant Receivable	9,645	(2,356)
(Increase) Decrease in Prepaid Insurance	1,537	(1,659)
Increase (Decrease) in Accounts Payable	-0-	(864)
Increase (Decrease) in Accrued Payroll	(1,771)	1,077
Increase (Decrease) in Accrued Compensation	(764)	(69)
Increase (Decrease) in Payroll Taxes Payable	(1,285)	401
Increase (Decrease) in Deferred Revenue	10,500	-0-
Net Cash Provided (Used) by Operating Activities	\$ 18,000	\$ (28,850)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES:</b>		
Investment in Equipment	-0-	(1,773)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT</b>	<b>\$ 18,000</b>	<b>\$ (30,623)</b>
<b>CASH AND CASH EQUIVALENTS - Beginning of Year</b>	<b>69,666</b>	<b>100,289</b>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b><u>\$ 87,666</u></b>	<b><u>\$ 69,666</u></b>
<b>SUPPLEMENTAL CASH FLOW DISCLOSURES</b>		
<b>Cash Paid During the Year for:</b>		
Interest	<u>\$ -0-</u>	<u>\$ -0-</u>

**GARDENSHARE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014**

**NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Organization**

GardenShare is a non-profit organization founded in St. Lawrence County, New York in 2001 by Phil Harnden. The organization's mission is to build a North Country where all of us have enough to eat and enough to share—where our food choices are healthy for us, for our communities, and for the environment.

**Basis of Presentation**

The Organization follows the presentation formats prescribed for not-for-profit organizations whereby its net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization are classified and reported as follows:

Unrestricted Net Assets -- Net assets that are not subject to donor imposed restrictions.

Temporarily Restricted Net Assets -- Net assets that are available for use, but only for the purposes specified by the donor(s).

Permanently Restricted Net Assets -- Net assets subject to donor imposed restrictions which require those assets to be maintained permanently by the Organization.

**Basis of Accounting**

The financial statements were prepared using the accrual basis of accounting. This basis of accounting recognizes revenues when earned and expenses when incurred, which conforms to accounting principles generally accepted in the United States of America.

**Cash and Cash Equivalents**

The organization reports as cash and cash equivalents all cash on hand, amounts on deposit with banks, and savings instruments with a maturity of less than three months.

**Grants Receivable**

Grants receivable represent reimbursement owed on any of the governmental grants. The organization expends funds for a program(s) then requests reimbursement from the grantor agency. No interest is charged on outstanding receivables. Any amount that is denied for reimbursement is written off when the Organization receives notification from the grantor agency. Grants receivable at December 31, 2014 and 2013 were \$ -0- and \$ 9,645, respectively.



**GARDENSHARE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Property and Equipment**

Property and equipment are stated at cost as of the date of acquisition. The Organization capitalizes property and equipment with a cost in excess of \$ 500 and an estimated useful life of 3 years or more. Depreciation is provided by the straight line method over the estimated useful life of the asset ranging from 3 to 40 years. Depreciation expense for the years ended December 31, 2014 and 2013 were \$ 177 and \$ 975, respectively.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Support and Income Recognition**

Support consists primarily of federal and state grants and contributions from supporters. Government grants can be either for general unrestricted use or for a specific program. The same is true for the contributions received from supporters.

Grants and contributions that are received without restrictions and therefore available for unrestricted use are recorded as support when received.

Grants and contributions that are restricted for a specific use are reported as an increase in temporary or permanently restricted net assets depending on the nature of the restriction. When funds are expended in accordance with the grant or donor's intent, temporarily restricted net assets are reclassified to unrestricted net assets. Grants and contributions restricted by a grantor/donor are reported as increases in unrestricted net assets if restrictions are met (either by passage of time or by use) in the reporting period in which the support is recognized.

**Donated Services**

Numerous volunteers donate significant amounts of time and perform a variety of tasks for the Organization including fundraising and special events, participation at farmers markets, and management. However, no amounts have been reflected in the financial statements because the criteria for recognition of such efforts under generally accepted accounting principles have not been satisfied.

**GARDENSHARE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Income Taxes**

GardenShare, Inc. is a not-for-profit corporation established under the laws of the State of New York. The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. The Corporation is classified as being other than a private foundation as described in Section 509(a)(1) and Section 170(b)(1)(A)(vi). The Organization files tax return with the United States Internal Revenue Service and New York State Charities Bureau. The organization is no longer subject to examination by tax jurisdictions for the years ended December 31, 2010 and prior.

**Deferred Revenue**

The organization receives grants from individual foundations every year. The grants are typically on a fiscal year term and each January the foundations will issue payment to the organization. When the foundations issues the payment at the end of the fiscal year for the next year's contract, this income becomes deferred revenue because it was received but not yet earned according to the foundations award letters. The deferred revenue activity during the years ended December 31, 2014 and 2013 are as follows:

	<u>12/31/2014</u>	<u>12/31/2013</u>
Adirondack Foundation	\$ 500	\$ -0-
McDonald Foundation	2,000	-0-
Northeast Agricultural Foundation	7,500	-0-
Price Chopper's Golub Foundation	500	-0-
Total Deferred Revenue	<u>\$ 10,500</u>	<u>\$ -0-</u>

**NOTE B -- LEASE AGREEMENT / IN-KIND CONTRIBUTION**

GardenShare has an agreement with St. Lawrence University in which the university provides occupancy space at no charge to the Organization. The initial lease is effective May 15, 2009 and expired May 14, 2010 with the option of automatic annual renewals until either party terminates the lease 90 days before the scheduled renew date. Based on the square footage that is leased and an approximate market value per square foot, an in-kind contribution of \$ 2,700 has been recorded for the years ended December 31, 2014 and 2013.

**GARDENSHARE, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE C -- TEMPORARILY RESTRICTED NET ASSETS**

GardenShare receives funds from public grants and private contributions. On occasion, those grants and contributions have restrictions placed on them for a particular program or to used at a certain point in time. As of December 31, 2014 and 2013, temporarily restricted net assets were composed of the following:

	2014	2013
CSA Bucks Program	\$ 569	\$ 750
Food Policy Program	165	5897
Youth Summit	-0-	500
FMPP	17,865	-0-
NIFA	1,158	-0-
Local Food Guide	2,344	-0-
Total Temporarily Restricted Net Assets	\$ 22,101	\$ 7,147

## **Supplemental Information**

**GARDENSHARE, INC.**

**COMPARATIVE SCHEDULES OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

	Program	Management and General	Fundraising	Total 12/31/2014	Program	Management and General	Fundraising	Total 12/31/2013
<b>OPERATING EXPENSES</b>								
Salary & Wages	\$ 31,728	\$ 13,447	\$ 9,804	\$ 54,979	\$ 48,422	\$ 16,040	\$ 8,829	\$ 73,290
Payroll Taxes	1,693	2,556	-0-	4,249	-0-	5,530	-0-	5,530
Health Insurance	615	-0-	-0-	615	-0-	10,414	-0-	10,414
Consultant for Programs	-0-	840	-0-	840	2,331	-0-	-0-	2,331
Advertising	843	175	-0-	1,018	1,949	-0-	105	2,054
Bank Service Fees	-0-	234	-0-	234	-0-	171	-0-	171
Dues and Subscriptions	25	-0-	-0-	25	25	55	-0-	80
Equipment Lease/Rental	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
EFT and Token Program	467	-0-	-0-	467	1,490	-0-	-0-	1,490
Financial Assistance	3,800	-0-	-0-	3,800	3,969	-0-	-0-	3,969
Insurance	2,689	113	-0-	2,802	0	2,353	-0-	2,353
Licenses, Permits, & Fees	75	172	-0-	247	60	146	-0-	206
Printing and Copying	2,524	128	697	3,349	2,512	-0-	1,360	3,872
Professional Fees	-0-	2,706	-0-	2,706	-0-	718	-0-	718
Postage	621	406	787	1,814	1,050	-0-	783	1,833
Rent	2,700	-0-	-0-	2,700	-0-	2,700	-0-	2,700
Supplies	1,751	-0-	275	2,026	3,284	999	529	4,812
Telephone & Internet	914	506	-0-	1,420	396	813	-0-	1,209
Travel	2,412	814	-0-	3,226	12,702	330	2,632	15,664
Depreciation	177	-0-	-0-	177	-0-	975	-0-	975
Total Operating Expenses	\$ 53,034	\$ 22,097	\$ 11,564	\$ 86,694	\$ 78,190	\$ 41,244	\$ 14,237	\$ 133,671