FINANCIAL STATEMENTS
DECEMBER 31, 2015

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

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

Management is responsible for the accompanying financial statements of GardenShare, Inc. (a New York non-profit organization), which comprise the statements of financial position as December 31, 2015 and 2014, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

John C. Parell IV, CPA, CFE

February 11, 2016

COMPARATIVE STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2015 AND 2014

ASSETS	12	/31/2015	12	/31/2014
CURRENT ASSETS:	-			
Cash	\$	62,019	\$	87,666
Grant Receivable	75.0	-0-		-0-
Prepaid Expense		831		758
Total Current Assets	\$	62,850	\$	88,424
FIXED ASSETS:				
Equipment & Fixtures	\$	1,773	\$	1,773
Less: Accumulated Depreciation	<i>≅</i> 6	1,330	Ψ	1,152
Total Fixed Assets	\$	443	\$	621
TOTAL	\$	63,293	\$	89,045
LIABILITIES AND NET ASSETS CURRENT LIABILITIES:				
Accounts Payable	\$	-0-	\$	0
Payroll Taxes Payable	J	1,191	D	-0- 127
Accrued Payroll		3,776		1,580
Accrued Compensation		1,166		881
Deferred Revenue		4,500		10,500
Total Current Liabilities	\$	10,633	\$	13,088
NET ASSETS:				
Unrestricted	\$	49,318	\$	53,856
Temporarily Restricted	250	3,342	1750	22,101
Total Net Assets	\$	52,660	\$	75,957
TOTAL	\$	63,293	\$	89,045

COMPARTIVE STATEMENTS OF ACTIVITIES AND NET ASSETS FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	U	nrestricted		emporarily Restricted	1	Total 2/31/2015
SUPPORT AND REVENUE	7					2/31/2013
Contributions	\$	31,053	\$	1,344	S	22.207
State Grants	9	571	Φ	1,429	3	32,397
Foundation Grants		29,155		-0-		2,000
Special Event Income		13,470		-0-		29,155
Sponsorships		7,825		-0-		13,470
Fees		615		-0-		7,825
Interest		423		-0-		615 423
In-Kind Contributions		2,700		-0-		
Net Assets Released from Restrictions		3,667		(3,667)		2,700 -0-
Total Support and Revenue	\$	89,479	\$	(894)	\$	88,585
OPERATING EXPENSES						
Salary & Wages	\$	73,728	\$	-0-	\$	72 729
Payroll Taxes	Ψ	5,450	Φ	-0-	Φ	73,728
Health Insurance		-0-		-0-		5,450
Consultant for Programs		400		-0-		-0- 400
Advertising		582		-0-		
Bank Service Fees		383		-0-		582 383
Dues and Subscriptions		434		-0-		383 434
EBT and Token Program		(299)		-0-		
Financial Assistance		2,250		-0-		(299)
Insurance		1,778		-0-		2,250 1,778
Licenses, Permits, & Fees		1,716		-0-		•
Meetings and Conferences		7,573		-0-		. 1,716
Printing and Copying		5,493		- 0-		7,573
Professional Fees		1,185		-0-		5,493
Postage		2,480		-0-		1,185 2,480
Rent		2,700		-0-		2,400
Supplies		2,247		-0-		2,700
Telephone & Internet		1,509		-0-		1,509
Travel		2,096		-0-		2,096
Depreciation		177		- 0-		177
Total Operating Expenses	\$	111,882	\$	-0-	\$	111,882
CHANGE IN NET ASSETS	\$	(22,403)	\$	(894)	\$	(23,297)
NET ASSETS - Beginning of Year		71,721		4,236		75,957
NET ASSETS - END OF YEAR	\$	49,318	\$	3,342	\$	52,660

COMPARATIVE STATEMENTS OF ACTIVITIES AND NET ASSETS FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	Uni	restricted		nporarily estricted	Total 31/2014
SUPPORT AND REVENUE	-				
Contributions	\$	31,367	\$	2,344	\$ 33,711
State Grants		35,035		1,158	36,193
Foundation Grants		2,500		-0-	2,500
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	\$	89,566	\$	(2,911)	\$ 86,655
OPERATING EXPENSES					
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
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
Meetings and Conferences		786		-0-	786
Printing and Copying		3,349		-0-	3,349
Professional Fees		2,936		-0-	2,936
Postage		1,814		-0-	1,814
Rent		2,700		-0-	2,700
Supplies		1,796		-0-	1,796
Telephone & Internet		1,420		-0-	1,420
Travel		2,440		-0-	2,440
Depreciation		177		-0-	 177
Total Operating Expenses	\$	86,694	\$	-0-	\$ 86,694
CHANGE IN NET ASSETS	\$	2,872	\$	(2,911)	\$ (39)
NET ASSETS - Beginning of Year		68,849	-	7,147	 75,996
NET ASSETS - END OF YEAR	\$	71,721	\$	4,236	\$ 75,957

COMPARATIVE STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	1	2/31/2015		12/31/2014
OPERATING ACTIVITIES:				
Change in Net Assets	\$	(23,297)	\$	(39)
ADJUSTMENTS TO RECONCILE NET INCOME TO				
NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Depreciation		177		177
(Increase) Decrease in Grant Receivable		-0-		9,645
(Increase) Decrease in Prepaid Insurance		(73)		1,537
Increase (Decrease) in Accounts Payable		-0-		-0-
Increase (Decrease) in Accrued Payroll		2,196		(1,771)
Increase (Decrease) in Accrued Compensation		285		(764)
Increase (Decrease) in Payroll Taxes Payable		1,064		(1,285)
Increase (Decrease) in Deferred Revenue		(6,000)		10,500
Net Cash Provided (Used) by Operating Activities	\$	(25,648)	\$	18,000
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES:				
Investment in Equipment		-0-		-0-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT	\$	(25,648)	\$	18,000
CASH AND CASH EQUIVALENTS - Beginning of Year	87,666 \$ 62,019		2	69,666
CASH AND CASH EQUIVALENTS - END OF YEAR			\$	87,666
SUPPLEMENTAL CASH FLOW DISCLOSURES Cash Paid During the Year for:				
Interest	\$	-0-	\$	-0-

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015 AND 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, 2015 and 2014 were \$-0- and \$-0-, respectively.

GARDENSHARE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 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, 2015 and 2014 were \$177 and \$177, 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, 2015 AND 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, 2015 and 2014 are as follows:

,				
	12/31/	/2015	12/31	1/2014
Adirondack Foundation	\$	-0-	\$	500
McDonald Foundation		-0-		2,000
Northeast Agricultural Foundation		-0-		7,500
Price Chopper's Golub Foundation		-0-		500
Upper NY Annual Conference		2,000		-0-
The Sweetgrass Foundation		2,500		-0-
Total Deferred Revenue	\$	4,500	\$	10,500

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, 2015 and 2014.

GARDENSHARE, INC. NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015 AND 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, 2015 and 2014, temporarily restricted net assets were composed of the following:

		2015	2014
CSA Bucks Program	\$	1,913	\$ 569
Food Policy Program		-0-	165
NIFA		-0-	1,158
Local Food Guide		-0-	2,344
Youth Summit	_	1,429	 -0-
Total Temporarily Restricted Net Assets	\$	3,342	\$ 4,236

NOTE C ·· RECLASSIFICATIONS

Certain amounts in the prior year's financial statements have been reclassified to conform to the current year's financial statements presentation.



COMPARATIVE SCHEDULES OF FUNCTIONAL EXPENSES FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	Ь	Program	Mg an	Management and General	Fur	Fundraising	12	Total 12/31/2015	а.	Program	Ma	Management and General	Fun	Fundraising	12	Total 12/31/2014
PERATING EXPENSES																
Salary & Wages	S	36,605	8	23,606	8	13,517	8	73,728	S	31,728	69	13,447	8	9,804	69	54,979
Payroll Taxes		2,704		1,748		866		5,450		1,693		2,556		-0-		4,249
Health Insurance		0-		0-		0		0-		615		þ		0		615
Consultant for Programs		400		0-		0		400		0		840		¢		840
Advertising		497		-0-		85		582		843		175		0		1,018
Bank Service Fees		7		189		187		383		0-		234		0		234
Dues and Subscriptions		434		0		-0-		434		25		-0-		0		25
EBT and Token Program		(299)		0		0-		(560)		467		9		9		467
Financial Assistance		2,250		0		0		2,250		3,800		0		0		3,800
Insurance		491		1,079		208		1,778		2,689		113		0		2,802
Licenses, Permits, & Fees		0-		1,716		0-		1,716		75		172		0-		247
Meetings and Conferences		7,573		0		0-		7,573		614		172		9		786
Printing and Copying		3,250		47		2,196		5,493		2,524		128		L69		3,349
Professional Fees		0		1,185		0		1,185		230		2,706		0		2,936
Postage		1,409		458		613		2,480		621		406		787		1,814
Rent		2,700		0-		0-		2,700		2,700		0-		0-		2,700
Supplies		609		497		1,141		2,247		1,521		0		275		1,796
Telephone & Internet		905		604		0-		1,509		914		206		o-		1,420
Travel		1,724		252		120		2,096		1,626		814		0-		2,440
Depreciation	ļ	177		-0-		-0-		177	ļ	177		-0-		-0-		177
Total Operating Expenses	S	61,436	S	31,381	S	19,065	S	111,882	8	52,862	S	22,269	S	11,563	89	86,694