

LAND FOR GOOD, INC.
FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014
AND
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

TABLE OF CONTENTS

	Page No.
INDEPENDENT ACCOUNTANT'S REVIEW REPORT	1
FINANCIAL STATEMENTS	
Statements of Financial Position	2
Statements of Activities and Changes in Net Assets	3
Schedules of Functional Expenses	4
Statements of Cash Flows	5
Notes to Financial Statements	6-9



LYNN C. RUST, CPA PC
A CERTIFIED PUBLIC ACCOUNTING FIRM

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
Land For Good, Inc.

We have reviewed the accompanying financial statements of Land for Good, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Service Committee of the AICPA. Those standards required us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Summarized Comparative Information

We previously review Land for Good, Inc.'s 2014 financial statements and in our conclusion dated August 12, 2015, stated that based on our review, we were not aware of any material modifications that should be made to the 2014 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2014, for it to be consistent with the reviewed financial statements from which it has been derived.

Swansey, NH
June 13, 2016

LAND FOR GOOD, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash	\$ 147,778	\$ 230,106
Accounts receivable	<u>809</u>	<u>750</u>
Total current assets	148,587	230,856
 Note Receivable	 82,711	 101,232
 Equipment, at cost, net of accumulated depreciation	 1,309	 1,993
 Security deposit	 <u>400</u>	 <u>400</u>
TOTAL ASSETS	\$ <u>233,007</u>	\$ <u>334,481</u>
 LIABILITIES		
Accounts payable	\$ 9,206	\$ 9,444
Accrued payroll liabilities	369	368
Accrued payroll	<u>5,984</u>	<u>6,657</u>
TOTAL LIABILITIES	<u>15,559</u>	<u>16,469</u>
 NET ASSETS		
Unrestricted	204,915	250,017
Temporarily restricted	12,533	67,995
Permanently restricted	<u>-</u>	<u>-</u>
TOTAL NET ASSETS	<u>217,448</u>	<u>318,012</u>
 TOTAL LIABILITIES AND NET ASSETS	 \$ <u>233,007</u>	 \$ <u>334,481</u>

See accompanying notes and independent accountant's review report.

LAND FOR GOOD, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	2015			2014	
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
SUPPORT AND REVENUE					
Grants	\$ 142,438	\$ 8,000	\$ -	\$ 150,438	\$ 147,995
Donations	50,658	-	-	50,658	96,716
Program revenue	87,144	-	-	87,144	34,701
Consulting	1,000	-	-	1,000	150
Miscellaneous	10	-	-	10	520
Interest	1,512	-	-	1,512	1,272
Total support and revenue	<u>282,762</u>	<u>8,000</u>	<u>-</u>	<u>290,762</u>	<u>281,354</u>
NET ASSETS RELEASED FROM RESTRICTIONS					
	<u>63,462</u>	<u>(63,462)</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	<u>346,224</u>	<u>(55,462)</u>	<u>-</u>	<u>290,762</u>	<u>281,354</u>
EXPENSES					
Program	352,456	-	-	352,456	251,031
Management and general	30,933	-	-	30,933	27,699
Fundraising	7,937	-	-	7,937	5,234
Total expenses	<u>391,326</u>	<u>-</u>	<u>-</u>	<u>391,326</u>	<u>283,964</u>
CHANGE IN NET ASSETS	(45,102)	(55,462)	-	(100,564)	(2,610)
NET ASSETS, beginning of year	<u>250,017</u>	<u>67,995</u>	<u>-</u>	<u>318,012</u>	<u>320,622</u>
NET ASSETS, end of year	<u>\$ 204,915</u>	<u>\$ 12,533</u>	<u>\$ -</u>	<u>\$ 217,448</u>	<u>\$ 318,012</u>

See accompanying notes and independent accountant's review report.

LAND FOR GOOD, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	2015			2014	
	Program	Management and General	Fundraising	Total	Total
Bad debt	\$ 170	\$ -	\$ -	\$ 170	\$ 460
Bank and miscellaneous fees	270	103	6	379	444
Communications	5,498	-	-	5,498	3,900
Contract services	63,532	-	-	63,532	21,703
Depreciation	-	684	-	684	560
Dues and memberships	715	50	-	765	735
Insurance	818	1,226	-	2,044	3,535
Legal fees	-	-	-	-	1,000
Marketing	7,123	-	-	7,123	2,254
Meetings and conferences	668	1,095	100	1,863	3,185
Occupancy	10,603	-	-	10,603	6,082
Office expenses	7,263	3	1,898	9,164	5,184
Other expenses	51	-	-	51	-
Payroll taxes	11,731	463	265	12,459	11,143
Professional fees	57,957	21,271	1,825	81,053	71,022
Program fees	624	-	-	624	-
Repairs and maintenance	117	-	-	117	2,087
Salaries and wages	151,195	4,899	3,471	159,565	142,301
Stipends	10,500	-	-	10,500	-
Travel	23,621	1,139	372	25,132	8,369
	<u>\$ 352,456</u>	<u>\$ 30,933</u>	<u>\$ 7,937</u>	<u>\$ 391,326</u>	<u>\$ 283,964</u>

See independent accountant's review report.

LAND FOR GOOD, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (100,564)	\$ (2,610)
Adjustments to reconcile change in net assets to net cash used for operating activities:		
Depreciation	684	560
Provision for bad debt	(170)	(460)
Changes in operating assets and liabilities:		
Accounts receivable	111	21,473
Accounts payable	(238)	(1,279)
Accrued payroll liabilities	1	(795)
Accrued payroll	(673)	2,564
	<u>(100,849)</u>	<u>19,453</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Note receivables	18,521	(101,232)
Purchase of office equipment	-	(674)
Net cash provided by (used for) investing activities	<u>18,521</u>	<u>(101,906)</u>
NET DECREASE IN CASH	(82,328)	(82,453)
CASH, beginning of year	<u>230,106</u>	<u>312,559</u>
CASH, end of year	<u>\$ 147,778</u>	<u>\$ 230,106</u>

See accompanying notes and independent accountant's review report.

LAND FOR GOOD, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of **Land For Good, Inc.** (the Organization) have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Organization and Nature of Activities

Land For Good, Inc. is a New Hampshire non-for-profit corporation whose purpose is to keep New England's farmers and agricultural land working and to help people get into, care for, and pass on farms and other agricultural properties.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting and are prepared under the guidance of the Financial Accounting Standards Board *Accounting Standards Codification* ("*FASB ASC*").

FASB ASC 958-605 requires the Organization to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributed services that meet certain criteria at fair values. Additionally, under the guidance of FASB ASC 958-905, unconditional promises to give that are expected to be paid in less than one year are measured at net realizable value (settlement value). Conditional promises to give, which depend on the occurrence of a specific future and uncertain event to bind the promisor, are recognized when the conditions on which they depend are substantially met.

FASB ASC 958-205 establishes standards for general purpose external financial statements of not-for-profit organizations and requires a statement of financial position, a statement of activities, and a statement of cash flows.

The three classes of net assets, based on the absence or existence of donor-imposed restrictions, are defined as follows:

Unrestricted net assets - not subject to donor-imposed restrictions, or the donor-imposed restrictions have expired.

Temporarily restricted net assets - subject to donor-imposed stipulations that may be fulfilled by actions of the Organization or become unrestricted by the passage of time.

Permanently restricted net assets - subject to donor-imposed stipulations that must be retained and invested permanently by the Organization.

See independent accountant's review report.

LAND FOR GOOD, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expense Allocation

The costs of providing direct services, management and fundraising activities have been summarized on a functional basis in the Statements of Activities and the Schedule of Functional Expenses. Accordingly, certain costs have been allocated among direct service and management.

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.

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents include cash on hand and cash in checking accounts. The Organization's cash and cash equivalents were \$147,778 and \$230,106 for the years ended December 31, 2015 and 2014, respectively.

Income Tax Status

The Organization is exempt from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). Accordingly, no income tax liability has been recorded in the financial statements. All information returns of the Organization are open to examination by taxing authorities, subject to the statute of limitations rules. Management does not believe the results of examinations, if any, will significantly affect the amounts previously reported.

Property and Equipment

Expenditures for acquisitions, renewals and betterments are capitalized, whereas maintenance and repair costs are expensed as incurred. When equipment is retired or otherwise disposed of, the appropriate accounts are relieved of costs and accumulated depreciation and any resulting gain or loss is recognized. Donated equipment is recorded at fair market value at the date of the donation. Purchased equipment is recorded at cost.

The Organization charges to expenses annual amounts of depreciation which allocate the cost of fixed assets over their estimated useful lives using the straight-line method.

See independent accountant's review report.

LAND FOR GOOD, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions

The Organization accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Donated Services

No amounts have been reflected in the financial statements for donated services. The Organization pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization to fulfill its charitable mission.

2. NOTES RECEIVABLE

The Organization has notes receivable from Cooperative Fund of New England, an investment loan, for the Organization investing in furthering the Cooperative Fund's charitable and educational activities in support of non-profit cooperative organizations. The note bears interest on the principal sum of \$100,000 at the rate of 1.5% yearly and will be repaid upon notification of the investor.

Note receivable consisted of the following at December 31:

	2015	2014
Long-term notes receivable	\$ 82,711	\$ 101,232
	\$ 82,711	\$ 101,232

3. PROPERTY AND EQUIPMENT

The cost and accumulated depreciation of property and equipment at December 31:

	2015	2014
Equipment	\$ 3,473	\$ 3,473
Less: accumulated depreciation	2,164	1,480
	\$ 1,309	\$ 1,993

Depreciation expense was \$684 and \$560 for the years ended December 31, 2015 and 2014, respectively.

See independent accountant's review report.

LAND FOR GOOD, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015 AND 2014

4. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were available for the following purposes at December 30, 2015:

\$ _____
\$ _____
=

5. INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The accounting standards on accounting for uncertainty in income taxes address the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. There were no unrecognized tax benefits identified or recorded as liabilities for years 2015 and 2014. The Organization files its forms 990 in the U.S. federal jurisdiction. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before 2012.

6. SUBSEQUENT EVENTS

The Organization evaluated events and transactions occurring subsequent to December 31, 2015 as of June 13, 2016, which is the date the financial statements were available to be issued. Subsequent events occurring after June 13, 2016 have not been evaluated by management. No material events have occurred since December 31, 2015 that require recognition or disclosure in the financial statements that have not already been recognized or disclosed in the financial statements for the year ended December 31, 2015.

See independent accountant's review report.