

SPRINGBOARD LANDINGS, INC.

NASHVILLE, TENNESSEE

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2016

SPRINGBOARD LANDINGS, INC.
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2016

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Independent Auditors' Report

Board of Directors
Springboard Landings, Inc.
Nashville, Tennessee

We have audited the accompanying financial statements of Springboard Landings, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2016, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Springboard Landings, Inc. as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Cooper, Travis & Company, PLLC
Cooper, Travis & Company, PLC
Certified Public Accountants

Nashville, Tennessee
May 11, 2017

SPRINGBOARD LANDINGS, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2016

ASSETS

Current Assets

Cash and cash equivalents	\$ 79,617
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Other Assets

Land held for sale	<u>3,652,785</u>
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Total assets	<u><u>\$ 3,732,402</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accrued and withheld payroll taxes	<u>\$ 885</u>
Total current liabilities	<u>885</u>

Net Assets

Unrestricted	<u>3,731,517</u>
Total net assets	<u>3,731,517</u>

Total liabilities and net assets	<u><u>\$ 3,732,402</u></u>
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See independent auditors' report and the
accompanying notes to financial statements.

SPRINGBOARD LANDINGS, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2016

Unrestricted Net Assets

Public support and other revenue:

Contributions	\$ 3,668,421
Interest income	<u>30</u>

Total unrestricted support	<u>3,668,451</u>
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Expenses:

General supporting expenses	<u>28,292</u>
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Increase in unrestricted net assets	3,640,159
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Net assets, January 1, 2016	<u>91,358</u>
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Net assets, December 31, 2016	<u><u>\$ 3,731,517</u></u>
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See independent auditors' report and the
accompanying notes to financial statements.

SPRINGBOARD LANDINGS, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2016

Cash flows from operating activities:	
Cash received from donors	\$ 37,939
Interest received	30
Cash disbursed for general supporting expenses	(26,925)
Net cash provided by operating activities	<u>11,044</u>
Cash flows from investing activities:	
Investment in land	(22,785)
Net cash used for investing activities	<u>(22,785)</u>
Cash flows from financing activities: None	
Net decrease in cash and cash equivalents	(11,741)
Cash and cash equivalents at January 1, 2016	<u>91,358</u>
Cash and cash equivalents at December 31, 2016	<u><u>\$ 79,617</u></u>
Reconciliation of changes in net assets to net cash provided by operating activities:	
Increase in net assets	<u>\$ 3,640,159</u>
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Land contribution	(3,630,000)
Effect on cash flows from changes in assets and liabilities:	
Accrued and withheld payroll taxes	885
Total adjustments	<u>(3,629,115)</u>
Net cash provided by operating activities	<u><u>\$ 11,044</u></u>
Supplemental schedule of noncash contributions received:	
Land	\$ 3,630,000
In-kind contributions	<u>482</u>
Total noncash contributions	<u><u>\$ 3,630,482</u></u>

See independent auditors' report and the accompanying notes to financial statements.

SPRINGBOARD LANDINGS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

Note 1 – Summary of Significant Accounting Policies

a. Nature of Activities

Springboard Landings, Inc. is a 501(c)(3) public not-for-profit entity. The Organization was formed to provide adults with developmental disabilities above the intellectual disability range an option for independent living in a residential community-centered atmosphere with a limited amount of support.

As of December 31, 2016 the Organization was in the developmental stage and is making efforts to procure resources necessary to build housing that will serve its target demographic.

b. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis and in accordance with generally accepted accounting principles (GAAP) promulgated in the United States of America for not-for-profit entities.

c. Basis of Presentation

The Organization is required to report information regarding its financial position and activities using three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets, which are based on the existence or absence of donor-imposed restrictions. Accordingly, unrestricted net assets are amounts that are not subject to donor-imposed stipulations and are available for operations. Temporarily restricted net assets are those whose use has been limited by donors and grantors to a specific time period or purpose. Permanently restricted net assets are amounts restricted by donors to be maintained in perpetuity.

The Organization had no temporarily or permanently restricted net assets as of December 31, 2016.

d. 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.

e. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents. There were no cash equivalents at December 31, 2016.

f. Contributed Services

The Organization, at times, may receive services donated in carrying out the Organization's ministry and these services could be substantial. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition.

SPRINGBOARD LANDINGS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

Note 1 – Continued

g. Contributions In-Kind

Donated property and other donated goods are recorded at their estimated fair value as of the date of donation.

h. Income Taxes

The Organization is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3) and Tennessee Code Annotated Sec. 67-4-2007, respectively.

Note 2 – Management’s Review of Subsequent Events

The Organization’s management has performed a review of subsequent events through the date of the audit report, which is the date the financial statements were available to be issued. There has been no material event noted in this period which would either impact the results reflected in these financial statements or the Organization’s results going forward.

Note 3 – Lease

The Organization leases office space from an unrelated party on a month-to-month basis. Total rent expense for the year ended December 31, 2016 amounted to \$3,600.