
Valerie Kemp Dreier

Certified Public Accountant

106 Spring Street, Suite 101
Ashland City, Tennessee 37015
Telephone: (615) 792-1766
Facsimile: (615) 792-1767
e-mail: valerie@vkdcpa.com

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
The Nashville Food Project, Inc.

I have reviewed the accompanying statement of financial position of The Nashville Food Project, Inc. (a nonprofit organization) as of December 31, 2013, and the related statements of activities and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization 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, I do not express such an opinion.

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 review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

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



Valerie Kemp Dreier
May 16, 2014

The Nashville Food Project
(A Nonprofit Corporation)

Statement of Financial Position
December 31, 2013

ASSETS		
Current Assets		
Cash and cash equivalents (Note 2)	\$	97,287
Accounts receivable		84
Total Current Assets		97,371
Property and Equipment, net (Note 3)		19,182
Total Assets		116,553
LIABILITIES AND NET ASSETS		
Net Assets		
Unrestricted		116,553
Total Liabilities and Net Assets	\$	116,553

See independent accountant's review report.

The Nashville Food Project, Inc.
(A Nonprofit Corporation)

Statement of Activities
For the Year Ended December 31, 2013

UNRESTRICTED NET ASSETS		
Revenue and Support		
	Contributions and grants	\$ 251,636
	Special events	123,869
	Sales of merchandise	160
	Miscellaneous	325
	Interest	148
	Total Revenue and Support	<u>376,138</u>
Expenses		
	Program services	219,467
	Management and general	45,252
	Fundraising	84,616
	Total Expenses	<u>349,335</u>
	Decrease in Net Assets	26,803
	Net Assets - Beginning of year	<u>89,750</u>
	Net Assets - End of year	<u>\$ 116,553</u>

See independent accountant's review report.

The Nashville Food Project, Inc.
(A Nonprofit Corporation)

Statement of Cash Flows
For the Year Ended December 31, 2013

Cash Flows from Operating Activities		
	Decrease in net assets	\$ 26,803
	Adjustments to reconcile (increase) decrease in net assets to cash provided by operating activities	
	Accounts receivable	(84)
	Depreciation	11,799
	Increase (decrease) in operating liabilities	
	Accounts payable	(6,422)
	Net Cash Provided by (Used for) Operating Activities	32,096
	Decrease in cash	32,096
	Cash, Beginning of Year	65,191
	Cash, End of Year	\$ 97,287

See independent accountant's review report.

The Nashville Food Project, Inc.
(A Nonprofit Corporation)

Statement of Functional Expenses
For the Year Ended December 31, 2013

	Program	Supporting	Fundraising	Total
	Services	Services	Costs	Expenses
Compensation	\$ 106,207	\$ 12,203	\$ 43,424	\$ 161,834
Employee benefits	-	3,005	-	3,005
Payroll taxes	9,701	883	3,817	14,401
Management	-	100	-	100
Accounting	-	12,956	-	12,956
Advertising and promotion	-	-	34,975	34,975
Office supplies	-	5,857	-	5,857
Information	-	1,717	2,400	4,117
Occupancy	2,463	4,997	-	7,460
Travel	1,303	286	-	1,589
Conferences, conventions, meetings	-	1,269	-	1,269
Depreciation	11,799	-	-	11,799
Insurance	18,969	-	-	18,969
Dues and subscriptions	115	759	-	874
Meals and entertainment	-	442	-	442
Professional development	-	575	-	575
Sales tax	-	23	-	23
Garden supplies	15,148	-	-	15,148
Food supplies	47,892	-	-	47,892
Vehicle operation costs	5,870	-	-	5,870
Miscellaneous	-	180	-	180
	<u>\$ 219,467</u>	<u>\$ 45,252</u>	<u>\$ 84,616</u>	<u>\$ 349,335</u>

See independent accountant's review report.

The Nashville Food Project, Inc.
(A Nonprofit Corporation)

Notes to the Financial Statements
December 31, 2013

Note 1: Nature of Organization and Summary of Significant Accounting Policies

Nature of the Organization

The Nashville Food Project, Inc. (the Organization) is a nonprofit corporation established to provide access to healthy food in homeless and working poor communities across Davidson County, Tennessee.

Basis of Accounting

The financial statements of the organization have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

The Organization reports information reading its financial position and activities in three classes of net assets, unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents

Cash and cash equivalents include cash held in checking and money market accounts, time deposits, certificates of deposits, and all highly liquid investments with original maturities of three months or less.

Property and Equipment

Purchases of equipment with a per-unit cost of \$500 or more and a useful life of one year or more and purchases funded through federal grant awards are capitalized at cost. Donated assets are capitalized at the estimated fair value at the date of receipt. Title to assets purchased with federal awards will revert to the awarding agency at the time of disposition. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Buildings and improvements	10 to 45 years
Furniture and equipment	5 to 10 years

Deferred Revenue

Membership dues and program service fees collected prior to the fiscal year to which they apply are deferred and recognized over the periods to which the dues and fees relate.

Revenues

Revenue are recognized as they are earned. Revenues from grant agreements are reported as revenues when qualifying expenses are incurred under the agreements.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of any donor restrictions.

Contributed Services

No amounts have been reflected in the financial statements for contributed services. The Organization generally pays for services requiring specific expertise. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with its operations; however, these services do not meet the recognition as contributed services. Similarly, contributions of food supplies are not reflected in the financial statements.

Income Taxes

The Organization is exempt from federal 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). The Organization is also exempt from state income taxes in the State of Tennessee.

The Organization's Forms 990, Return of Organization Exempt of Income Tax, for the years ending 2010, 2011 and 2012 are subject to examination by the IRS, generally for three years after they were filed. The Organization has no tax positions that it considers be uncertain.

Note 2: Cash of Cash Equivalents

Cash and cash equivalents at December 31, 2013 consist of the following:

Avenue Bank Checking Account	\$81,991
Avenue Bank Money Market Saving	15,256
Cash on hand	<u>40</u>
 Total cash of cash equivalents	 <u>\$97,287</u>

Note 3:

Property and equipment at December 31, 2013 consisted of the following:

Trucks	\$45,730
Less accumulated depreciation	<u>(26,548)</u>
 Total property and equipment, net	 <u>\$19,182</u>