

Return of Organization Exempt From Income Tax

Department of the Treasury Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 2003 calendar year, or tax year beginning 2003, and ending

B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending. C Name of organization: FARM AID, INC. D Employer identification number: 36-3383233. E Telephone number: 617-354-2922. F Accounting method: Accrual.

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? Yes X No

H(b) If "Yes," enter number of affiliates

H(c) Are all affiliates included? Yes X No (If "No," attach a list See instructions.)

H(d) Is this a separate return filed by an organization covered by a group ruling? Yes X No

I Group Exemption Number

M Check if the organization is not required to attach Sch B (Form 990, 990-EZ, or 990-PF)

G Website: FARMAID.ORG

J Organization type (check only one) X 501(c) (3) (insert no) 4947(a)(1) or 527

K Check here if the organization's gross receipts are normally not more than \$25,000 The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data Some states require a complete return.

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 2,080,002

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 18 of the instructions)

Table with columns for Revenue, Expenses, and Net Assets. Rows include: 1 Contributions, gifts, grants, and similar amounts received; 2 Program service revenue; 3 Membership dues and assessments; 4 Interest on savings and temporary cash investments; 5 Dividends and interest from securities; 6a Gross rents; 6b Less: rental expenses; 6c Net rental income; 7 Other investment income; 8a Gross amount from sales of assets other than inventory; 8b Less: cost or other basis and sales expenses; 8c Gain or (loss); 8d Net gain or (loss); 9 Special events and activities; 9a Gross revenue; 9b Less: direct expenses; 9c Net income; 10a Gross sales of inventory; 10b Less: cost of goods sold; 10c Gross profit; 11 Other revenue; 12 Total revenue; 13 Program services; 14 Management and general; 15 Fundraising; 16 Payments to affiliates; 17 Total expenses; 18 Excess or (deficit) for the year; 19 Net assets or fund balances at beginning of year; 20 Other changes in net assets; 21 Net assets or fund balances at end of year.

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Part II Statement of Functional Expenses All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others (See page 22 of the instructions)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 Grants and allocations (attach schedule) (cash \$ <u>276,629</u> noncash \$ _____)	22 276,629	276,629		
23 Specific assistance to individuals (attach schedule)	23 0			
24 Benefits paid to or for members (attach schedule)	24 0			
25 Compensation of officers, directors, etc	25 0			
26 Other salaries and wages	26 263,894	180,236	40,860	42,798
27 Pension plan contributions	27 5,509	3,619	979	911
28 Other employee benefits	28 39,728	27,134	6,127	6,467
29 Payroll taxes	29 21,607	14,757	3,346	3,504
30 Professional fundraising fees	30 0			
31 Accounting fees	31 32,793		32,793	
32 Legal fees	32 2,579		2,579	
33 Supplies	33 10,025	5,299	2,426	2,300
34 Telephone	34 10,825	9,282	710	833
35 Postage and shipping	35 23,150	6,874	2,062	14,214
36 Occupancy	36 78,127	50,664	11,832	15,631
37 Equipment rental and maintenance	37 3,474	2,654	399	421
38 Printing and publications	38 31,277	1,827		29,450
39 Travel	39 20,144	16,916	800	2,428
40 Conferences, conventions, and meetings	40 18,148	17,973		175
41 Interest	41 0			
42 Depreciation, depletion, etc (attach schedule)	42 3,122	2,133	483	506
43 Other expenses not covered above (itemize) a	43a 0			
b AMORTIZATION EXPENSE	43b 2,629	1,708		921
c COMPUTER EXPENSE	43c 6,650	4,840	601	1,209
d CONSULTING EXPENSE	43d 13,241	1,575	4,375	7,291
e SEE ATTACHED SCHEDULE	43e 254,167	205,545	26,798	21,824
44 Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44 1,117,718	829,665	137,170	150,883

Joint Costs. Check if you are following SOP 98-2
 Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____ ; (ii) the amount allocated to Program services \$ _____ ;
 (iii) the amount allocated to Management and general \$ _____ ; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (See page 25 of the instructions.)

What is the organization's primary exempt purpose? KEEP FAMILY FARMERS ON THEIR LAND.	Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others)
a PROVIDED AID TO FARM SUPPORT GROUPS FORTY-EIGHT GRANTS WERE AWARDED	
(Grants and allocations \$ <u>276,629</u>)	<u>829,665</u>
b _____ _____	
(Grants and allocations \$ _____)	
c _____ _____	
(Grants and allocations \$ _____)	
d _____ _____	
(Grants and allocations \$ _____)	
e Other program services (attach schedule) (Grants and allocations \$ _____)	
f Total of Program Service Expenses (should equal line 44, column (B), Program services)	829,665

Part IV Balance Sheets (See page 25 of the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year
Assets	45 Cash - non-interest-bearing	124	45	30
	46 Savings and temporary cash investments	287,954	46	391,558
	47a Accounts receivable	2,233	47a	
	b Less: allowance for doubtful accounts	0	47b	2,233
	48a Pledges receivable	14	48a	
	b Less: allowance for doubtful accounts	0	48b	14
	49 Grants receivable		49	
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
	51a Other notes and loans receivable (attach schedule)		51a	
	b Less allowance for doubtful accounts		51b	51c
	52 Inventories for sale or use	15,774	52	0
	53 Prepaid expenses and deferred charges	13,285	53	17,880
	54 Investments - securities (attach schedule)	534,017	54	571,267
	55a Investments - land, buildings, and equipment: basis		55a	
	b Less: accumulated depreciation (attach schedule)		55b	55c
56 Investments - other (attach schedule)		56		
57a Land, buildings, and equipment: basis	25,956	57a		
b Less: accumulated depreciation (attach schedule)	18,546	57b	7,410	
58 Other assets (describe ► SEE ATTACHED SCHEDULE)	15,128	58	55,906	
59 Total assets (add lines 45 through 58) (must equal line 74)	896,788	59	1,046,298	
Liabilities	60 Accounts payable and accrued expenses	25,074	60	38,672
	61 Grants payable	14,748	61	13,164
	62 Deferred revenue		62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64a Tax-exempt bond liabilities (attach schedule)		64a	
	b Mortgages and other notes payable (attach schedule)		64b	
	65 Other liabilities (describe ► SEE ATTACHED SCHEDULE)	10,226	65	10,996
66 Total liabilities (add lines 60 through 65)	50,048	66	62,832	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	328,234	67	443,200
	68 Temporarily restricted	518,506	68	540,266
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)	846,740	73	983,466
	74 Total liabilities and net assets / fund balances (add lines 66 and 73)	896,788	74	1,046,298

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

Part VI Other Information (See page 28 of the instructions.)

76 Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity
77 Were any changes made in the organizing or governing documents but not reported to the IRS?
78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?
78b If "Yes," has it filed a tax return on Form 990-T for this year?
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement
80a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?
80b If "Yes," enter the name of the organization
81a Enter direct and indirect political expenditures. See line 81 instructions.
81b Did the organization file Form 1120-POL for this year?
82a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?
82b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)
83a Did the organization comply with the public inspection requirements for returns and exemption applications?
83b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?
84a Did the organization solicit any contributions or gifts that were not tax deductible?
84b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?
85b Did the organization make only in-house lobbying expenditures of \$2,000 or less?
85c Dues, assessments, and similar amounts from members
85d Section 162(e) lobbying and political expenditures
85e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices
85f Taxable amount of lobbying and political expenditures (line 85d less 85e)
85g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?
85h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?
86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12
86b Gross receipts, included on line 12, for public use of club facilities
87 501(c)(12) orgs Enter: a Gross income from members or shareholders
87b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)
88 At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX
89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911; section 4912; section 4955
89b 501(c)(3) and 501(c)(4) orgs Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction
89c Enter. Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958
89d Enter: Amount of tax on line 89c, above, reimbursed by the organization
90a List the states with which a copy of this return is filed
90b Number of employees employed in the pay period that includes March 12, 2003 (See instructions)
91 The books are in care of: GLENDA YODER, ASSOCIATE DIRECTOR Telephone no: 617-354-2922
Located at: 11 WARD STREET, SUITE 200, SOMERVILLE, MA ZIP + 4: 02143
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here
and enter the amount of tax-exempt interest received or accrued during the tax year

Form 990 (2003)

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions.)

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					960
a CONFERENCE REG. FEE					
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	1,412	
96 Dividends and interest from securities			14	20,167	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income			18	1,396	
100 Gain or (loss) from sales of assets other than inventory			01	159,254	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a COMMISSIONS			01	393	
b LICENSING FEES			01	2,392	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				185,014	960
105 Total (add line 104, columns (B), (D), and (E))					185,974

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93 (a)	PROVIDED DISASTER TRAINING FOR FARM ADVOCATES.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

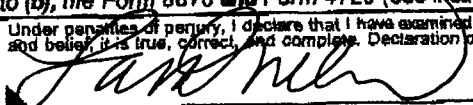
Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions.)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No

Note: If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign:  Date: 8/8/04

Secretary

Date: 8-8-04 Check if self-employed: Preparer's SGN or PTIN (See Gen. Inst. W): P00135585

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information - (See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

OMB No 1545-0047

2003

Name of the organization

FARM AID, INC.

Employer identification number

36-3383233

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
GLEENDA YODER 22 ROBESON STREET JAMAICA PLAIN, MA 02130	ASSOC. DIR. 35 HRS.	55,447	16,737	0
TED QUADAY 48 FOREST STREET WINCHESTER, MA 01890	PRGM. DIR. 35 HRS.	53,715	18,951	0
MARK SMITH 627 SOUTH STREET ROSLINDALE, MA 02131	CAMP. DIR. 35 HRS.	50,086	9,398	0
Total number of other employees paid over \$50,000	NONE			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
HD READY 250 PARKWAY DR., STE. 100 LINCOLNSHIRE, IL 60069	TV PRODUCTION	225,000
Total number of others receiving over \$50,000 for professional services	NONE	

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2003

JSA

Part III Statements About Activities (See page 2 of the instructions.)		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ <u>1,044</u> (Must equal amounts on line 38, Part VI-A, or line I of Part VI-B.)	X	
Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions)		
a	Sale, exchange, or leasing of property?		X
b	Lending of money or other extension of credit?		X
c	Furnishing of goods, services, or facilities?	X	
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? SEE PART V, FORM 990	X	
e	Transfer of any part of its income or assets?		X
3a	Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments)	X	
b	Do you have a section 403(b) annuity plan for your employees?		X
4	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?		X

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)

The organization is not a private foundation because it is. (Please check only ONE applicable box.)

- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i)
- 6 A school Section 170(b)(1)(A)(ii) (Also complete Part V.)
- 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8 A Federal, state, or local government or governmental unit Section 170(b)(1)(A)(v).
- 9 A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► _____
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A)
- 11 a An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11 b A community trust. Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A.)
- 12 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc , functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A.)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3))

Provide the following information about the supported organizations (See page 5 of the instructions)

(a) Name(s) of supported organization(s)	(b) Line number from above

14 An organization organized and operated to test for public safety Section 509(a)(4) (See page 6 of the instructions)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) Use cash method of accounting.

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting

Table with 6 columns: Calendar year (or fiscal year beginning in), (a) 2002, (b) 2001, (c) 2000, (d) 1999, (e) Total. Rows include: 15 Gifts, grants, and contributions received; 16 Membership fees received; 17 Gross receipts from admissions, merchandise sold or services performed; 18 Gross income from interest, dividends, amounts received from payments on securities loans; 19 Net income from unrelated business activities; 20 Tax revenues levied for the organization's benefit; 21 The value of services or facilities furnished to the organization by a governmental unit; 22 Other income; 23 Total of lines 15 through 22; 24 Line 23 minus line 17; 25 Enter 1% of line 23.

26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24; b Prepare a list for your records to show the name of and amount contributed by each person; c Total support for section 509(a)(1) test; d Add Amounts from column (e) for lines 18, 19, 22; e Public support (line 26c minus line 26d total); f Public support percentage (line 26e (numerator) divided by line 26c (denominator)).

27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year:

(2002) _____ (2001) _____ (2000) _____ (1999) _____

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:

(2002) _____ (2001) _____ (2000) _____ (1999) _____

c Add Amounts from column (e) for lines: 15, 16, 17, 20, 21; d Add Line 27a total and line 27b total; e Public support (line 27c total minus line 27d total); f Total support for section 509(a)(2) test: Enter amount from line 23, column (e); g Public support percentage (line 27e (numerator) divided by line 27f (denominator)); h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)).

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

Part V Private School Questionnaire (See page 7 of the instructions.)

(To be completed **ONLY** by schools that checked the box on line 6 in Part IV)

N/A

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29	
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30	
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement) ----- ----- -----	31	
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d	
	If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities?	33h	
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
34a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4.05 of Rev Proc 75-50, 1975-2 C.B 587, covering racial nondiscrimination? If "No," attach an explanation	35	

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.)

(To be completed **ONLY** by an eligible organization that filed Form 5768)

Check **a** if the organization belongs to an affiliated group. Check **b** if you checked "a" and "limited control" provisions apply

Limits on Lobbying Expenditures		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
(The term "expenditures" means amounts paid or incurred.)			
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	1,044
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38	Total lobbying expenditures (add lines 36 and 37)	38 0	1,044
39	Other exempt purpose expenditures	39	1,116,674
40	Total exempt purpose expenditures (add lines 38 and 39)	40 0	1,117,718
41	Lobbying nontaxable amount. Enter the amount from the following table - If the amount on line 40 is - The lobbying nontaxable amount is - Not over \$500,000 20% of the amount on line 40 Over \$500,000 but not over \$1,000,000 . . . \$100,000 plus 15% of the excess over \$500,000 Over \$1,000,000 but not over \$1,500,000 . . \$175,000 plus 10% of the excess over \$1,000,000 Over \$1,500,000 but not over \$17,000,000 . \$225,000 plus 5% of the excess over \$1,500,000 Over \$17,000,000 \$1,000,000	41	186,772
42	Grassroots nontaxable amount (enter 25% of line 41)	42 0	46,693
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43 0	0
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44 0	0

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below.
See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45 Lobbying nontaxable amount	186,772	179,818	176,981	200,540	744,111
46 Lobbying ceiling amount (150% of line 45(e))					1,116,167
47 Total lobbying expenditures	1,044	374	3,462	0	4,880
48 Grassroots nontaxable amount	46,693	44,955	44,245	50,135	186,028
49 Grassroots ceiling amount (150% of line 48(e))					279,042
50 Grassroots lobbying expenditures	1,044	374	2,447		3,865

Part VI-B Lobbying Activity by Nonelecting Public Charities N/A
(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers			
b Paid staff or management (include compensation in expenses reported on lines c through h.)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines c through h.)			0

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

Page 2, Part III, Line 2c, Furnishing of Goods, Services, or Facilities

A member of the board of directors provided legal services to Farm Aid, Inc. \$5,295 was paid during 2003. In addition, contributed legal services were provided by the related party valued at \$5,295 for 2003.

Page 2, Part III, Line 3, Grant Activities

Farm-Support Groups -

Farm Aid, Inc. determines that individuals and organizations are qualified to receive disbursements from Farm Aid, Inc. through a grant approval process. The grant approval process requires that each request for funds be supported by:

- a. A proposal from the grantee stating the purpose of the request
- b. An assurance that the funds will be spent in accordance with 501(c)(3) guidelines
- c. Financial reports of grantee organization
- d. Grant agreements when appropriate

Final decisions are based on the proposed use of funds being consistent with Farm Aid, Inc.'s objectives.

Youngers - Farm Aid Scholarship Fund -

Farm Aid, Inc. awards scholarships to students pursuing agriculture and agriculture - related studies at colleges and universities in the region in which Youngers, Inc. does business.

Page 1, Part I, Line 8(a), Gain or (Loss) on Sale of Assets Other Than Inventory:

	<u>Publicly Traded Securities</u>
Proceeds	\$ 15,353
Cost and sales expenses	<u>(13,957)</u>
Net Gain/(Loss)	<u>\$ 1,396</u>

Page 1, Part I, Line 9, Special Events and Activities

	<u>Concert</u>	<u>Total</u>
Gross Receipts	\$ 1,760,967	\$ 1,760,967
Less: Contributions	<u>(747,880)</u>	<u>(747,880)</u>
Net Revenue	1,013,087	1,013,087
Less: Direct Expenses	<u>(853,833)</u>	<u>(853,833)</u>
Net Income	<u>\$ 159,254</u>	<u>\$ 159,254</u>

Page 1, Part I, Line 20, Other Changes in Net Assets or Fund Balances

Net Unrealized Gain on Investments	<u>\$ 42,232</u>
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Page 2, Part II, Line 22, Grants and Allocations:

HOTLINES

Area AG Information Center, Inc. 1008 West Second Street Thief River Falls, MN 56701	\$ 3,000
Interchurch Ministries of Nebraska/Farmers Response Council 215 Centennial Mall South, Suite 411 Lincoln, MN 68508-9310	3,000
Louisiana Interchurch Conference 660 North Foster Dr., Suite A-225 Baton Rouge, LA 70806	5,000
New York FarmNet Warren Hall Cornell University Ithaca, NY 14853	2,500
Rural Advancement Foundation International (RAFI) 274 Pittsboro Elementary School Road Pittsboro, NC 27312	7,500

Page 2, Part II, Line 22, Grants and Allocations:

HOTLINES (cont'd)

Western Minnesota Farm Resource Center PO Box 1226 Detroit Lakes, MN 56502-1226	3,000
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EMERGENCY

BHK Community Action Agency 926 Dodge Street Houghton, MI 49931	300
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National Farm Crisis Center Route 4, Box 895 Madill, OK 73446	5,000
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LEGAL

Farmers' Legal Action Group (FLAG) 46 E. 4th St., Suite 1301 St. Paul, MN 55101-1121	18,000
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OUTREACH

Community Food Security Coalition PO Box 209 Venice, CA 90294	5,000
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Community Harvest 2437 15th Street, NW Washington, D.C. 20009	3,000
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Dakota Resource Council PO Box 1095 Dickinson, ND 58602-1095	6,000
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Family Farm Defenders PO Box 1772 Madison, WI 53701	5,000
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Idaho Rural Council Box 118 Bliss, ID 83314	4,000
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Illinois Stewardship Alliance Box 648 Rochester, IL 62563	5,000
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Page 2, Part II, Line 22, Grants and Allocations:

OUTREACH (cont'd)

Innovative Farmers of Ohio 3083 Liberty Road Delaware, OH 43015	11,000
Iowa Citizens for Community Improvement (Iowa CCI) 2001 Forest Avenue Des Moines, IA 50311	5,000
Just Food 307th Ave., Suite 1201 New York, NY 10001	2,500
Land Stewardship Project 2919 E 42nd Street Minneapolis, MN 55406	5,000
Missouri Rural Crisis Center (MRCC) 1108 Rangeline Road Columbia, MO 65201	8,000
National Campaign for Sustainable Agriculture PO Box 396 Pine Bush, NY 12566	7,500
National Family Farm Coalition 110 Maryland Avenue, NE, Suite 307 Washington, DC 20002	21,500
Northern Plains Resource Council 2401 Montana Avenue, #200 Billings, MT 59101	5,000
Northern Plains Sustainable Agriculture 9824 79th Street SE Fullerton, ND 58441	3,000
Ohio Environmental Council 1207 Grandview Ave., Suite 201 Columbus, OH 43212	5,000
Organic Farming Research Foundation (OFRF) Box 440 Santa Cruz, CA 95061	5,000
Pennsylvania Assoc. for Sustainable Agriculture (PASA) PO Box 419 Millheim, PA 16854	5,000

Page 2, Part II, Line 22, Grants and Allocations:

OUTREACH (cont'd)

Powder River Basin Resource Council (PRBRC) 2,500
23 North Scott, Ste. 19
Sheridan, WY 82801

Rural Coalition 3,000
1411 K St., NW Suite 901
Washington, DC 20002

Rural Vermont 5,000
15 Barre Street
Montpelier, VT 05602

Seven Generations Ahead 7,000
616 South Harvey
Oak Park, IL 60304

Sustainable Food Center 5,000
PO Box 13323
Austin, TX 78711

EDUCATION

Western Organization of Resource Councils Education 8,000
2401 Montana Avenue, #301
Billings, MT 59101

Citizens Action Coalition Education Fund, Inc. 5,000
5420 North College Avenue, Rm. 100
Indianapolis, IN 46220

Campaign for Family Farmers & the Environment 8,000
1108 Rangeline Road
Columbia, MO 65201

Community Alliance with Family Farmers Foundation 5,000
PO Box 363
Davis, CA 95617

Dakota Rural Action (DRA) 6,000
PO Box 549
Brookings, SD 57006

Farmer to Farmer Campaign on Genetic Engineering 6,000
PO Box 272
Stoughton, WI 53589-0272

Page 2, Part II, Line 22, Grants and Allocations:

EDUCATION (cont'd)

Federation of Southern Cooperatives/Land Assistance Fund 2769 Church Street East Point, GA 30344	18,000
Institute for Agriculture and Trade Policy/League 2105 First Avenue South Minneapolis, MN 55404	2,000
Organization for Competitive Markets PO Box 761 Winstead, CT 06098	5,000
The Farm School Moore Hill Road Athol, MA 01331	2,500
Washington Sustainable Food & Farming 1229 Cornwall Street Bellingham, WA 98227	3,500

YOUNKERS - FARM AID SCHOLARSHIP FUND

South Dakota State University Brookings, SD 57007-0191	2,238
University of Nebraska 103 Agricultural Hall Lincoln, NE 68583-0702	8,293
Iowa State University 134 Curtiss Hall Ames, IA 50011	<u>15,798</u>
Total Grants and Allocations	<u>\$ 276,629</u>

Page 2, Part II, Line 42, Depreciation, Depletion, etc.

<u>Asset</u>	<u>Date Acquired</u>	<u>Cost</u>	<u>Accum. Depreciation</u>	<u>Method</u>	<u>Useful Life</u>	<u>Current Depreciation</u>
Office Equipment	1991	\$ 3,100	\$ 3,100	S.L.	5	\$ -
Office Equipment	1993	2,100	2,100	S.L.	5	-
Office Equipment	1995	1,295	1,295	S.L.	5	-
Office Equipment	1997	3,457	3,458	S.L.	5	-
Office Equipment	1998	1,517	1,364	S.L.	5	152
Office Equipment	1999	1,381	874	S.L.	5	-
Office Equipment	2000	6,925	3,336	S.L.	5	1,385
Office Equipment	2002	3,118	421	S.L.	5	623
Office Equipment	2003	1,746	-	S.L.	5	87
Leasehold Imp.	2000	7,397	4,348	S.L.	4.7	1,574
Less: Current Year Disposals						
Office Equipment	1991	(3,100)	(3,100)			
Office Equipment	1997	(1,599)	(1,599)			
Office Equipment	1999	(1,381)	(874)			-
		<u>\$ 25,956</u>	<u>\$ 14,723</u>			<u>\$ 3,821</u>
						<u>(699)</u>
						<u>\$ 3,122</u>

Page 2, Part II, Line 43e, Other Expenses

<u>Description</u>	<u>Total</u>	<u>Program Services</u>	<u>Mgmt & General</u>	<u>Fundraising</u>
Credit Card Fees	\$ 4,733	\$ -	\$ 4,733	\$ -
Filing Fees	3,095		3,095	-
Footage	2,374	2,124	250	-
Informational Services	176,429	176,429	-	-
Insurance	10,440	1,017	9,182	241
Investment Expenses	5,283	-	5,283	-
Loss on Disposal of Capital Equipment	414	283	64	67
Media Services	22,699	19,998	1,135	1,566
Merchandise	18,380	-	-	18,380
Miscellaneous	6,127	2,434	3,056	637
Subscriptions	4,193	3,260	-	933
	<u>\$ 254,167</u>	<u>\$ 205,545</u>	<u>\$ 26,798</u>	<u>\$ 21,824</u>

Page 3, Part IV, Line 54, Investments - Securities

<u>Description</u>	<u>Number of Shares/Units</u>	<u>Fair Market Value</u>
Northern Institutional Government Fund		\$ 4,269
Northern Institutional Government Fund		3,290
United States Treasury Note 5.5% 02/15/08	50,000	55,125
United States Treasury Note 7.25% 08/15/04	50,000	51,891
United States Treasury Note 6.25% 02/15/07	50,000	55,734
United States Treasury Note 6.0% 8/15/2009	50,000	56,641
Federal Home Loan Bank 5.5%	50,000	50,750
American International Group	315	20,878
Bank of America	326	26,220
Biomet, Inc.	750	27,165
Bristol-Myers Squibb Co.	400	11,440
Chevron Texaco Corporation	154	13,304
Exxon Mobil Corp.	400	16,400
General Electric Co.	900	27,882
Hewlett Packard Co.	800	18,376
Interpublic Group	600	9,360
Invacare	400	16,148
Leggett & Platt, Inc.	400	8,652
McGraw-Hill Companies, Inc.	400	27,968
Pepsico, Inc.	200	9,324
Presidential Life	1,250	16,450
Proctor & Gamble Co.	100	9,988
3M Co.	400	34,012
		<u>\$ 571,267</u>
Total Investments - Securities		<u>\$ 571,267</u>

Page 3, Part IV, Line 57, Land, Buildings and Equipment

	<u>Beginning of the Year</u>	<u>End of the Year</u>
Office Equipment	\$ 22,893	\$ 18,559
Leasehold Improvements	7,397	7,397
Less: Accumulated Depreciation	<u>(20,297)</u>	<u>(18,546)</u>
Net Land, Buildings, and Equipment	<u>\$ 9,993</u>	<u>\$ 7,410</u>

Page 3, Part IV, Line 58, Other Assets

	<u>Beginning of the Year</u>	<u>End of the Year</u>
Refundable Security Deposit	\$ 7,597	\$ 7,597
Accrued Interest Receivable	239	167
Intangible Assets, net	<u>7,292</u>	<u>48,142</u>
Total Other Assets	<u>\$ 15,128</u>	<u>\$ 55,906</u>

Page 3, Part IV, Line 65, Other Liabilities

	<u>Beginning of the Year</u>	<u>End of the Year</u>
Employee Benefits Payable	\$ 6,931	\$ 6,751
Accrued Payroll and Payroll Taxes	<u>3,295</u>	<u>4,245</u>
Total Other Liabilities	<u>\$ 10,226</u>	<u>\$ 10,996</u>

Page 5, Part VI, Line 90, States in Which a Copy of this Return is Filed

Alabama	Minnesota	Virginia
Alaska	Mississippi	Washington
Arkansas	Missouri	West Virginia
Arizona	Montana	Wisconsin
California	New Hampshire	Wyoming
Colorado	New Mexico	
Connecticut	New Jersey	
DC	New York	
Florida	N. Carolina	
Georgia	N. Dakota	
Hawaii	Ohio	
Idaho	Oklahoma	
Illinois	Oregon	
Indiana	Pennsylvania	
Iowa	Rhode Island	
Kansas	S. Carolina	
Kentucky	S. Dakota	
Maine	Tennessee	
Maryland	Texas	
Massachusetts	Utah	
Michigan	Vermont	

Page 4, Part V, List of Officers, Directors, Trustees, and Key Employees

	<u>Title and</u> <u>Average Hours/</u> <u>Week Devoted</u> <u>To Position</u>	<u>Compensation</u> <u>(if not paid,</u> <u>enter 0)</u>	<u>Contributions</u> <u>To Employee</u> <u>Benefit Plans</u>	<u>Expense Account</u> <u>And Other</u> <u>Allowances</u>
Willie Nelson, Chairman of the Board and Director c/o Rothbaum & Associates 36 Mill Plain Road Danbury, CT 06811	As Needed	0	0	0
Paul English, Treasurer and Director 6607 Glenhurst Drive Dallas, TX 75240	As Needed	0	0	0
Lana Nelson, Secretary and Director 14509 Fitzhugh Austin, TX 78746	As Needed	0	0	0
Mark Rothbaum, Director 36 Mill Plain Road Danbury, CT 06811	As Needed	0	0	0
David Anderson, Director 7609 West Lovers Lane University Park, TX 75225	As Needed	0	0	0
John Mellencamp, Director c/o Hoffman Entertainment 20 West 55th Street, 11th Floor New York, NY 10019	As Needed	0	0	0
Joel Katz, Director Greenberg Traurig, LLP The Forum 3290 Northside Parkway, Suite 400 Atlanta, GA 30327	As Needed	0	0	0
Evelyn Shriver, Director c/o Bandit Records 635 West Iris Drive Nashville, TN 37204	As Needed	0	0	0
Dave Matthews, Director c/o Red Light Management PO Box 1911, 3305 Lobban Place Charlottesville, VA 22903	As Needed	0	0	0
Neil Young, Director c/o Lookout Entertainment 1460 4th Street, Suite 210 Santa Monica, CA 90401	As Needed	0	0	0
Carolyn G. Mugar, Executive Director 596 Franklin Street Cambridge, MA 02139	20+ Hours	\$ 28,071	0	0

Application for Extension of Time To File an Exempt Organization Return

Department of the Treasury
Internal Revenue Service

▶ File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box
- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

Note: Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I Automatic 3-Month Extension of Time - Only submit original (no copies needed)

Note: Form 990-T corporations requesting an automatic 6-month extension - check this box and complete Part I only
All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Type or print	Name of Exempt Organization FARM AID, INC.	Employer identification number 36-3383233
	Number, street, and room or suite no. If a P O box, see instructions. 11 WARD STREET, SUITE 200	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. SOMERVILLE, MA 02143	

Check type of return to be filed (file a separate application for each return):

- | | | |
|--|--|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T(sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- If the organization does **not** have an office or place of business in the United States, check this box
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) _____ . If this is for the **whole** group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6-month, for **990-T corporation**) extension of time until **AUGUST 16**, **2004**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
▶ calendar year **2003** or
▶ tax year beginning _____, _____, and ending _____, _____.

2 If this tax year is for less than 12 months, check reason: Initial return Final return Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions **\$ NONE**

b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit **\$**

c **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions **\$ NONE**

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ▶ *Ruth A. Robbins* Title ▶ CPA Date ▶ 4/15/04

For Paperwork Reduction Act Notice, see Instruction