


AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.
Financial Statements
Year Ended March 31, 2016



HARRIS RYAN



AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.
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Year Ended March 31, 2016

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HARRIS RYAN

INDEPENDENT AUDITOR'S REPORT

To the Members of Autism Society of Newfoundland and Labrador Inc.

We have audited the accompanying financial statements of Autism Society of Newfoundland and Labrador Inc., which comprise the statement of financial position as at March 31, 2016 and the statements of revenues and expenditures, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation 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 Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and 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 auditor's 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of 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 qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the society derives revenue from fundraising activities and donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the society and we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenue over expenses, current assets and net assets.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Autism Society of Newfoundland and Labrador inc. as at March 31, 2016 and the results of its operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.



St. John's, Newfoundland and Labrador
September 21, 2016

CHARTERED PROFESSIONAL ACCOUNTANTS

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.**Statement of Financial Position****March 31, 2016**

	Autism Centre Fund (note 6) 2016	General Fund 2016	2016	2015
ASSETS				
CURRENT				
Cash	\$ -	\$ 227,258	\$ 227,258	\$ 261,828
Accounts receivable	-	107,457	107,457	147,574
Inventory (Note 4)	-	10,857	10,857	7,917
Prepaid expenses	-	35,081	35,081	42,854
Investments (Note 3)	166,548	566,768	733,316	725,863
	166,548	947,421	1,113,969	1,186,036
CAPITAL ASSETS (Note 5)	1,208,860	25,041	1,233,901	1,287,714
	\$ 1,375,408	\$ 972,462	\$ 2,347,870	\$ 2,473,750
LIABILITIES AND NET ASSETS				
CURRENT				
Accounts payable	\$ -	\$ 50,275	\$ 50,275	\$ 72,203
Government remittances payable	-	16,948	16,948	28,402
Funds held and owing to chapters	-	46,965	46,965	50,300
Deferred contributions	-	74,584	74,584	82,222
	-	188,772	188,772	233,127
NET ASSETS				
Unrestricted net assets	-	758,649	758,649	709,557
Investment in capital assets	1,208,860	25,041	1,233,901	1,287,714
Restricted net assets	166,548	-	166,548	243,352
	1,375,408	783,690	2,159,098	2,240,623
	\$ 1,375,408	\$ 972,462	\$ 2,347,870	\$ 2,473,750

ON BEHALF OF THE BOARD_____
*Director*_____
Director

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Statement of Changes in Net Assets

Year Ended March 31, 2016

	Unrestricted net assets	Investment in capital assets	Restricted net assets	2016	2015
NET ASSETS - BEGINNING OF YEAR	\$ 709,557	\$ 1,287,714	\$ 243,352	\$ 2,240,623	\$ 2,315,031
Deficiency of revenue over expenses	(81,526)	-	-	(81,526)	(74,408)
Capital asset additions	(415)	47,347	(46,932)	-	-
Investment income	(3,261)	-	3,261	-	-
Amortization	101,160	(101,160)	-	-	-
Repairs and maintenance for Autism Centre Fund assets	33,133	-	(33,133)	-	-
NET ASSETS - END OF YEAR	\$ 758,648	\$ 1,233,901	\$ 166,548	\$ 2,159,097	\$ 2,240,623

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Statement of Revenues and Expenditures

For the Year Ended March 31, 2016

	2016	2015
REVENUE		
Grants revenue	\$ 896,524	\$ 732,699
Fundraising revenue	651,925	602,740
Pantry revenue	174,343	154,947
Program revenue	124,829	124,028
	1,847,621	1,614,414
EXPENSES		
Fundraising expenses	129,241	162,999
Pantry expenses	147,574	133,000
Program expenses	121,661	104,061
Payroll expenses	1,038,747	920,518
General and administration expenses (<i>Schedule 1</i>)	491,924	368,244
	1,929,147	1,688,822
DEFICIENCY OF REVENUE OVER EXPENSES	\$ (81,526)	\$ (74,408)

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.**Statement of Cash Flows****Year Ended March 31, 2016**

	2016	2015
OPERATING ACTIVITIES		
Deficiency of revenue over expenses	\$ (81,526)	\$ (74,408)
Amortization of capital assets	101,160	102,452
	19,634	28,044
Changes in non-cash working capital:		
Accounts receivable	40,117	(87,967)
Inventory	(2,940)	13,088
Accounts payable	(21,927)	37,589
Prepaid expenses	7,773	(16,573)
Investments	(7,453)	(8,131)
Government remittances payable	(11,454)	2,653
Funds held and owing to chapters	(3,335)	20,930
Deferred contributions	(7,638)	10,700
	(6,857)	(27,711)
Cash flow from operating activities	12,777	333
INVESTING ACTIVITY		
Purchase of capital assets	(47,347)	(106,532)
Cash flow used by investing activity	(47,347)	(106,532)
DECREASE IN CASH FLOW	(34,570)	(106,199)
Cash - beginning of year	261,828	368,027
CASH - END OF YEAR	\$ 227,258	\$ 261,828

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2016

1. DESCRIPTION OF BUSINESS

The Autism Society of Newfoundland and Labrador Inc. (the "society") is a provincial organization which provides services to people with autism spectrum disorder and their families. The society is incorporated under the Corporations Act of Newfoundland And Labrador as a corporation without share capital. The society is a registered charity under the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over their estimated useful lives at the following rates and methods:

Land improvements	40 years	straight-line method
Buildings	5 years	straight-line method
Equipment	10 years	straight-line method
Motor vehicles	10 years	straight-line method
Computer equipment	10 years	straight-line method
Computer software	10 years	straight-line method

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AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

The society recognizes revenues when they are earned, specifically when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

Interest income is recognized on the accrual basis as earned.

Fundraising revenue is recognized when received.

The society follows the deferral basis of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. INVESTMENTS

Investments consist of short term guaranteed investment certificates savings account purchased through the Newfoundland and Labrador Credit Union with a market value of \$733,316 (2015 - \$725,863). The guaranteed investment certificates are earning interest at rates between 1.85% and 2.30%

4. INVENTORY

	2016	2015
Fundraising and restaurant supplies	\$ 10,857	\$ 7,917

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2016

5. CAPITAL ASSETS

	Cost	Accumulated amortization	2016 Net book value	2015 Net book value
Buildings	\$ 1,375,694	\$ 310,503	\$ 1,065,191	\$ 1,065,735
Equipment	327,567	271,325	56,242	85,902
Motor vehicles	39,891	23,157	16,734	24,713
Resource library	82,838	53,814	29,024	33,121
Pavement	83,118	35,325	47,793	56,105
Chapter assets	36,371	17,454	18,917	22,138
	\$ 1,945,479	\$ 711,578	\$ 1,233,901	\$ 1,287,714

6. RESTRICTED NET ASSETS

Since 1998, the society has been working towards the creation of a Provincial Centre for Autism, a centre for the provision of vocational and therapeutic programs to persons with autism spectrum disorder. Contributions restricted for the construction, furnishing and equipping of the Centre's building are presented in the Autism Centre Fund (Restricted net assets).

Restricted net assets consist of donations received for the construction of the Centre in excess of the cost to build the Centre. These amounts were recorded as revenue in the year received and are to be used for Centre capital projects only.

7. ECONOMIC DEPENDENCE

The society is economically dependent on the Government of Newfoundland and Labrador from which it derives a substantial portion of its funding.

8. FINANCIAL INSTRUMENTS

The society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the society's risk exposure and concentration as of March 31, 2016.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The society is exposed to credit risk from customers. In order to reduce its credit risk, the society reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The society has a significant number of customers which minimizes concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The society is exposed to this risk mainly in respect of its receipt of funds and accounts payable.

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AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2016

8. FINANCIAL INSTRUMENTS *(continued)*

Market risk

Market Risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The society is mainly exposed to interest rate risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the society manages exposure through its normal operating and financing activities. The society is exposed to interest rate risk primarily through its investments.

9. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.**General and Administration Expenses****(Schedule 1)****Year Ended March 31, 2016**

	2016	2015
EXPENSES		
Annual general meeting	\$ 2,758	\$ 4,549
Advertising	7,225	1,151
Awareness	26,646	26,485
Website Fees	45	487
Postage	4,290	6,167
Bad debt	7,652	(942)
Bank charges	650	867
Cleaning	10,659	8,325
Copier	6,970	5,698
Credit card	16,735	16,925
Depreciation	101,160	102,452
Garbage collection	913	1,386
Gas	1,872	2,006
Insurance	11,426	10,693
Meals and entertainment	5,388	7,908
Miscellaneous	7,878	10,913
Office supplies	15,967	16,857
Payroll provider	3,626	3,783
Professional fees	98,257	15,519
Rent	51,257	51,322
Repairs and maintenance	47,853	16,481
Security monitoring	586	586
Telephone and internet	22,715	22,865
Training	9,169	6,547
Travel	16,802	10,144
Utilities	13,425	19,070
	\$ 491,924	\$ 368,244