



AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.
Financial Statements
Year Ended March 31, 2018



HARRIS RYAN



AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

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Year Ended March 31, 2018

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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, 2018 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.

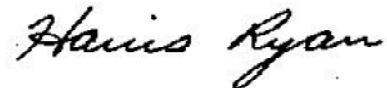
Basis for Qualified Opinion

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, 2018 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 13, 2018



CHARTERED PROFESSIONAL ACCOUNTANTS

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Statement of Financial Position

March 31, 2018

	Autism Centre Fund (note 6) 2018	General Fund 2018	Internally restricted fund 2018	2018	2017
ASSETS					
CURRENT					
Cash	\$ -	\$ 363,870	\$ -	\$ 363,870	\$ 226,639
Accounts receivable	-	47,727	-	47,727	77,861
Inventory (Note 4)	-	7,780	-	7,780	10,699
Prepaid expenses	-	36,301	-	36,301	30,642
Investments (Note 3)	451,961	-	297,608	749,569	741,600
	451,961	455,678	297,608	1,205,247	1,087,441
PROPERTY, PLANT AND EQUIPMENT (Note 5)	1,076,345	15,319	-	1,091,664	1,168,450
	\$ 1,528,306	\$ 470,997	\$ 297,608	\$ 2,296,911	\$ 2,255,891
LIABILITIES AND NET ASSETS					
CURRENT					
Accounts payable	\$ -	\$ 65,655	\$ -	\$ 65,655	\$ 47,743
Government remittances payable	-	21,961	-	21,961	18,988
Funds held and owing to chapters	-	145,930	-	145,930	95,070
Deferred contributions	-	152,718	-	152,718	71,066
	-	386,264	-	386,264	232,867
NET ASSETS					
Unrestricted net assets	-	69,414	-	69,414	112,977
Investment in capital assets	1,076,345	15,319	-	1,091,664	1,168,450
Restricted net assets	451,961	-	-	451,961	447,154
Internally restricted net assets	-	-	297,608	297,608	294,443
	1,528,306	84,733	297,608	1,910,647	2,023,024
	\$ 1,528,306	\$ 470,997	\$ 297,608	\$ 2,296,911	\$ 2,255,891

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Statement of Changes in Net Assets

Year Ended March 31, 2018

	Unrestricted net assets	Investment in capital assets	Restricted net assets	Internally Restricted Fund	2018	2017
NET ASSETS - BEGINNING OF YEAR	\$ 112,977	\$ 1,168,450	\$ 447,154	\$ 294,443	\$ 2,023,024	\$ 2,159,097
Deficiency of revenue over expenses	(112,378)	-	-	-	(112,378)	(136,073)
Capital asset additions	(7,607)	7,607	-	-	-	-
Investment income	(7,972)	-	4,807	3,165	-	-
Amortization	84,393	(84,393)	-	-	-	-
NET ASSETS - END OF YEAR	\$ 69,413	\$ 1,091,664	\$ 451,961	\$ 297,608	\$ 1,910,646	\$ 2,023,024

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Statement of Revenues and Expenditures

Year Ended March 31, 2018

	2018	2017
REVENUE		
Grants revenue	\$ 1,107,584	\$ 994,184
Fundraising revenue	441,694	531,655
Pantry revenue	160,091	169,263
Program revenue	89,813	89,595
	1,799,182	1,784,697
EXPENSES		
Fundraising expenses	110,506	134,539
Pantry expenses	148,686	144,886
Program expenses	71,841	92,773
Payroll expenses	1,244,498	1,131,034
General and Administration Expenses (<i>Schedule 1</i>)	336,029	417,537
	1,911,560	1,920,769
DEFICIENCY OF REVENUE OVER EXPENSES	\$ (112,378)	\$ (136,072)

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.**Statement of Cash Flows****Year Ended March 31, 2018**

	2018	2017
OPERATING ACTIVITIES		
Deficiency Of Revenue Over Expenses	\$ (112,378)	\$ (136,072)
Item not affecting cash:		
Amortization of capital assets	84,394	87,093
	(27,984)	(48,979)
Changes in non-cash working capital:		
Accounts receivable	30,134	29,596
Inventory	2,919	158
Accounts payable	17,916	(2,532)
Prepaid expenses	(5,659)	4,439
Investments	(7,971)	(8,284)
Government remittances payable	2,973	2,040
Funds held and owing to chapters	50,860	48,105
Deferred contributions	81,652	(3,518)
	172,824	70,004
Cash flow from operating activities	144,840	21,025
INVESTING ACTIVITY		
Purchase of capital assets	(7,609)	(21,644)
Cash flow used by investing activity	(7,609)	(21,644)
INCREASE (DECREASE) IN CASH FLOW	137,231	(619)
Cash - beginning of year	226,639	227,258
CASH - END OF YEAR	\$ 363,870	\$ 226,639

See notes to financial statements

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2018

1. PURPOSE OF THE SOCIETY

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, 2018

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 \$749,569 (2017 - \$741,597). The guaranteed investment certificates are earning interest at rates between 1.25% and 2.30%

4. INVENTORY

	2018	2017
Fundraising and restaurant supplies	\$ 7,780	\$ 10,699

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2018

5. CAPITAL ASSETS

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Buildings	\$ 1,384,185	\$ 379,779	\$ 1,004,406	\$ 1,035,780
Equipment	347,866	321,898	25,968	47,798
Motor vehicles	39,891	35,513	4,378	8,756
Resource library	83,297	69,197	14,100	21,355
Pavement	83,118	51,949	31,169	39,481
Chapter assets	36,371	24,728	11,643	15,280
	\$ 1,974,728	\$ 883,064	\$ 1,091,664	\$ 1,168,450

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. INTERNALLY RESTRICTED NET ASSETS

The Board has established an internally restricted fund. This fund can only be used for special projects that meet the objectives and align with the mission of the organization. During the prior year, it was resolved to transfer \$294,443 to this fund. Interest accrues on these investments. Board approval is required prior to expenditures from this fund.

8. ECONOMIC DEPENDENCE

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

9. 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, 2018.

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AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.

Notes to Financial Statements

Year Ended March 31, 2018

9. FINANCIAL INSTRUMENTS *(continued)*

(a) 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.

(b) 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.

(c) 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.

(d) 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.

Unless otherwise noted, it is management's opinion that the society is not exposed to significant other price risks arising from these financial instruments.

10. SUBSEQUENT EVENT

Subsequent to year end the organization signed a lease for the rental of premises in Corner Brook. The monthly lease amount is \$1,500 for one year term.

AUTISM SOCIETY OF NEWFOUNDLAND AND LABRADOR INC.**General and Administration Expenses****(Schedule 1)****Year Ended March 31, 2018**

	2018	2017
EXPENSES		
Annual general meeting	\$ 1,294	\$ 1,336
Advertising	3,780	725
Awareness	33,522	37,737
Website Fees	115	-
Postage	3,637	4,545
Bad debt	12,963	10,698
Bank charges	644	704
Cleaning	11,463	11,625
Copier	6,179	7,247
Credit card	14,954	13,383
Depreciation	84,394	87,093
Garbage collection	610	615
Gas	1,665	2,047
Insurance	13,237	11,553
Meals and entertainment	3,927	4,843
Miscellaneous	752	866
Office supplies	7,221	9,320
Payroll provider	3,811	3,672
Professional fees	16,302	82,274
Rent	47,886	51,504
Repairs and maintenance	12,824	12,316
Security monitoring	624	598
Telephone and internet	26,324	25,697
Training	4,288	3,386
Travel	11,567	23,221
Utilities	12,046	10,532
	\$ 336,029	\$ 417,537