

AUTISM NEW JERSEY, INC.
FINANCIAL STATEMENTS AND
COMPLIANCE REPORT
SEPTEMBER 30, 2015 and 2014

**AUTISM NEW JERSEY, INC.
FINANCIAL STATEMENTS AND
COMPLIANCE REPORT**

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INDEPENDENT AUDITORS' REPORT

**To The Board of Trustees
Autism New Jersey, Inc.
Robbinsville, New Jersey**

Report on the Financial Statements

We have audited the accompanying financial statements of Autism New Jersey, Inc., which comprise the statements of financial position as of September 30, 2015 and 2014, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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 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. 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

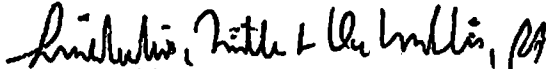
In our opinion, the financial statements referred to above presents fairly, in all material respects, the financial position of Autism New Jersey, Inc. as of September 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of State Awards as required by State of New Jersey Circular 04-04, Single Audit Policy for Recipients of State Grants is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2016 on our consideration of Autism New Jersey, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Autism New Jersey, Inc.'s internal control over financial reporting and compliance.


Simontacchi, Miller & DeAngelis, PA
Rockaway, New Jersey
January 15, 2016

AUTISM NEW JERSEY, INC.
STATEMENTS OF
FINANCIAL POSITION
SEPTEMBER 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<u>Assets</u>		
Current Assets		
Cash and Cash Equivalents	\$ 374,058	\$ 264,299
Investments		
Unrestricted	1,171,569	1,055,424
State Grant Receivable	58,216	63,896
Accounts Receivable	58,500	13,697
Current Portion of Contribution Receivable	10,000	2,500
Prepaid expenses and other current assets	<u>127,973</u>	<u>104,737</u>
Total Current Assets	1,800,316	1,504,553
Contribution Receivable, Net of Current Portion	-	10,000
Property and Equipment, Net	34,999	53,594
Security Deposit	<u>35,000</u>	<u>35,000</u>
Total Assets	<u>\$1,870,315</u>	<u>\$1,603,147</u>
<u>Liabilities and Net Assets</u>		
Current Liabilities		
Accounts Payable and accrued expenses	\$ 23,660	\$ 37,660
Deferred revenue	<u>439,425</u>	<u>198,424</u>
Total Current Liabilities	463,085	236,084
Deferred Rent Liability	<u>-</u>	<u>2,659</u>
Total Liabilities	<u>463,085</u>	<u>238,743</u>
Commitments and Contingencies		
<u>Net Assets</u>		
Unrestricted net assets	1,407,230	1,364,404
Temporarily restricted net assets	<u>-</u>	<u>-</u>
Total Net Assets	<u>1,407,230</u>	<u>1,364,404</u>
Total Liabilities and Net Assets	<u>\$1,870,315</u>	<u>\$1,603,147</u>

See Notes to Financial Statements

AUTISM NEW JERSEY, INC.
STATEMENTS OF
ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED SEPTEMBER 30, 2015 and 2014

	2015			2014		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and Revenues						
Government Grants	\$ 694,320	\$ -	\$ 694,320	\$ 700,834	\$ -	\$ 700,834
Other Government Grant	3,598	-	3,598	-	-	-
Contributions and Bequests	546,510	-	546,510	587,328	-	587,328
Conference Fees	334,372	-	334,372	305,855	-	305,855
Special Events	207,488	-	207,488	198,881	-	198,881
Membership Dues	94,577	-	94,577	91,317	-	91,317
Program Fees and Other Income	97,255	-	97,255	83,261	-	83,261
Investment Income	19,025	-	19,025	79,742	-	79,742
Loss on Sale of Condominium	-	-	-	(52,434)	-	(52,434)
Total Support and Revenues	<u>1,997,145</u>	<u>-</u>	<u>1,997,145</u>	<u>1,994,784</u>	<u>-</u>	<u>1,994,784</u>
Expenses						
Program Services	1,371,893	-	1,371,893	1,312,235	-	1,312,235
Management and General	179,594	-	179,594	159,448	-	159,448
Fund Raising	402,832	-	402,832	385,728	-	385,728
Total Expenses	<u>1,954,319</u>	<u>-</u>	<u>1,954,319</u>	<u>1,857,411</u>	<u>-</u>	<u>1,857,411</u>
Changes in Net Assets	42,826	-	42,826	137,373	-	137,373
Net Assets						
Beginning Balance	<u>1,364,404</u>	<u>-</u>	<u>1,364,404</u>	<u>1,227,031</u>	<u>-</u>	<u>1,227,031</u>
Ending Balance	<u>\$1,407,230</u>	<u>\$ -</u>	<u>\$1,407,230</u>	<u>\$1,364,404</u>	<u>\$ -</u>	<u>\$1,364,404</u>

See Notes to Financial Statements

AUTISM NEW JERSEY, INC.
STATEMENT OF
FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2015

SUPPORTING SERVICES

	<u>Program</u> <u>Services</u>	<u>Management</u> <u>and General</u>	<u>Fund Raising</u>	<u>Total</u> <u>Supporting</u> <u>Services</u>	<u>Total</u> <u>Expenses</u>
Accounting/Legal	\$ -	\$ 22,771	\$ -	\$ 22,771	\$ 22,771
Advertising	13,983	-	-	-	13,983
Bank Charges	8,022	8,185	7,725	15,910	23,932
Board Expense	-	870	-	870	870
Computer Expenses	30,976	3,393	4,683	8,076	39,052
Conferences	27,979	442	1,344	1,786	29,765
Contract Services/Consulting	97,907	7,044	3,022	10,066	107,973
Depreciation and Amortization	-	18,595	-	18,595	18,595
Dues and Subscriptions	2,291	308	1,493	1,801	4,092
Employee Insurance	57,322	6,154	12,230	18,384	75,706
Equipment and Maintenance	47,573	14,782	12,336	27,118	74,691
Event Costs	114,054	-	162,923	162,923	276,977
Insurance	9,251	2,011	2,035	4,046	13,297
Occupancy Costs	85,354	15,682	17,625	33,307	118,661
Other Program Expenses	31,706	1,646	5,995	7,641	39,347
Payroll Taxes	73,955	6,880	15,446	22,326	96,281
Pension	14,406	1,279	3,658	4,937	19,343
Postage	13,503	579	5,143	5,722	19,225
Printing	44,894	595	8,580	9,175	54,069
Salaries	650,938	62,506	132,041	194,547	845,485
Staff Expense	-	314	71	385	385
Supplies	5,601	3,127	1,344	4,471	10,072
Telephone	4,548	716	948	1,664	6,212
Travel, Meals and Entertainment	28,344	346	2,264	2,610	30,954
Utilities	<u>9,286</u>	<u>1,369</u>	<u>1,926</u>	<u>3,295</u>	<u>12,581</u>
Total	<u>\$1,371,893</u>	<u>\$ 179,594</u>	<u>\$ 402,832</u>	<u>\$ 582,426</u>	<u>\$1,954,319</u>

See Notes to Financial Statements

AUTISM NEW JERSEY, INC.
STATEMENT OF
FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2014

SUPPORTING SERVICES

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund Raising</u>	<u>Total Supporting Services</u>	<u>Total Expenses</u>
Accounting/Legal	\$ -	\$ 26,056	\$ -	\$ 26,056	\$ 26,056
Advertising	21,880	100	-	100	21,980
Bank Charges	6,649	7,426	6,874	14,300	20,949
Staff Expense	-	125	184	309	309
Computer Expenses	34,311	3,127	6,666	9,793	44,104
Conferences	22,406	483	3,802	4,285	26,691
Contract Services/Consulting	86,452	16,977	5,266	22,243	108,695
Depreciation and Amortization	19,771	809	3,802	4,611	24,382
Dues and Subscriptions	1,820	-	1,301	1,301	3,121
Employee Insurance	55,365	4,653	10,217	14,870	70,235
Equipment and Maintenance	62,549	6,943	13,801	20,744	83,293
Event Costs	115,120	-	161,886	161,886	277,006
Insurance	9,962	894	1,916	2,810	12,772
Interest	-	3,062	-	3,062	3,062
Occupancy Costs	85,697	10,883	15,825	26,708	112,405
Other Program Expenses	26,491	2,358	3,047	5,405	31,896
Payroll Taxes	56,857	5,906	11,198	17,104	73,961
Pension	13,744	1,339	2,838	4,177	17,921
Postage	14,701	962	4,207	5,169	19,870
Printing	49,604	-	6,352	6,352	55,956
Salaries	587,325	63,956	121,570	185,526	772,851
Supplies	6,979	1,576	1,053	2,629	9,608
Telephone	4,903	517	904	1,421	6,324
Travel, Meals and Entertainment	19,067	422	1,078	1,500	20,567
Utilities	10,582	874	1,941	2,815	13,397
Total	<u>\$1,312,235</u>	<u>\$ 159,448</u>	<u>\$ 385,728</u>	<u>\$ 545,176</u>	<u>\$1,857,411</u>

See Notes to Financial Statements

AUTISM NEW JERSEY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash Flows from Operating Activities		
Changes in Net Assets	\$ 42,826	\$ 137,373
Adjustments to reconcile changes in Net Assets to Net Cash provided by (used in) operating activities:		
Depreciation and Amortization	18,595	24,382
Net Unrealized Losses (Gains) on Investments	52,045	(46,809)
Realized Gain on Sale of Investments	(39,418)	(11,612)
Loss on Sale of Condominium	-	52,434
 Change in Operating Assets and Liabilities:		
State Grant Receivable	(58,216)	(63,896)
State Grant Received	63,896	62,313
Decrease (Increase) in Accounts Receivable	(9,803)	21,766
Contribution Receivable Received	2,500	12,500
Decrease (Increase) in Prepaid Expenses and Other Current Assets	(36,622)	(52,620)
Increase (Decrease) in Accounts Payable and Accrued Expenses	(14,000)	(40,190)
Increase (Decrease) in Deferred Revenue	206,001	16,630
Decrease in Deferred Rent Liability	<u>(2,659)</u>	<u>(7,978)</u>
Net Cash Provided by (Used In) Operating Activities	<u>225,145</u>	<u>104,293</u>
 Cash Flows From Investing Activities		
Purchases of Investments	(414,948)	(339,002)
Proceeds from Sale of Investments	286,176	175,976
Proceeds from Sale of Condominium	-	80,671
Proceeds from Liquidation of Investment	<u>13,386</u>	<u>-</u>
Net Cash provided by (Used In) Investing Activities	<u>(115,386)</u>	<u>(82,355)</u>
 Cash Flows From Financing Activities		
Payments on Long-Term Debt	-	(726)
Payoff of Mortgage - Condominium Sale Closing	<u>-</u>	<u>(92,776)</u>
Net Cash Provided By (Used In) Financial Activities	<u>-</u>	<u>(93,502)</u>
 Net (Decrease) Increase in Cash and Cash Equivalents	109,759	(71,564)
 Cash and Cash Equivalents - Beginning of Year	<u>\$ 264,299</u>	<u>\$ 335,863</u>
 Cash and Cash Equivalents - End of Year	<u>\$ 374,058</u>	<u>\$ 264,299</u>
 Supplemental Disclosure of Cash Flow Information:		
Cash Paid During the Year for Interest	<u>\$ -</u>	<u>\$ 3,062</u>
 Non Cash Unrestricted Gift Pledge of \$35,000 in Prepaid Expenses and Deferred Revenue		

See Notes to Financial Statements

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 1 **Nature of Organization**

Autism New Jersey, Inc. ("ANJ") was incorporated to assist families, individuals and agencies concerned with the welfare and education of children and adults with autism. Funding for ANJ is derived from contributions and State of New Jersey contracts. ANJ provides a variety of programs including information and advocacy, parent and professional education and support services, which promote the general well-being of individuals with autism living in New Jersey.

Autism New Jersey Charitable Foundation, Inc. is an affiliated organization formed during 2005 to promote the interests of people with autism exclusively by raising funds on behalf of and distributing funds to ANJ. These entities are collectively referred to as the "Organization" for the year ended September 30, 2013.

Effected on September 13, 2013, by written consent of all its members entitled to vote thereon, Autism New Jersey Charitable Foundation, Inc. elected to dissolve. A Plan of Dissolution was duly adopted by the Corporation on September 25, 2013. All assets of the Corporation have been fairly applied, to the extent possible, to pay the liabilities. The Certificate of Dissolution was filed and recorded with the State of New Jersey on October 15, 2013. The remaining assets of \$826,442 were transferred over to ANJ by September 30, 2013.

Note 2 **Summary of Significant Accounting Policies**

Basis of Accounting

The accompanying financial statements of ANJ have been prepared using the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America ("GAAP") as applicable to not-for-profit entities.

Basis of Presentation

The financial statement presentation follows the requirements of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958, Financial Statements of Not-For-Profit Organizations. Under ASC 958, ANJ is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. ANJ has no permanently restricted net assets, and its unrestricted net assets represent resources over which the board of trustees has discretionary control to use for operations, and are not subject to donor composed restrictions.

Cash and Cash Equivalents

For purposes of the statement of cash flows, ANJ considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 2 **Summary of Significant Accounting Policies (cont'd)**

Investments

Investments are reported at fair value. ASC 820, Fair Value Measurements, provides a framework for measuring fair value under GAAP, and applies to all financial instruments that are being measured and reported on a fair value basis.

ASC 820 sets out a fair value hierarchy and defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Fair value hierarchy is defined as follows:

Level 1: Inputs that reflect unadjusted quoted market prices in active markets for identical assets or liabilities that the Association has the ability to access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3: Inputs that are unobservable for the asset or liability and that include situations where there is little, if any, market activity for the asset or liability. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgment or estimates.

Realized and unrealized gains and losses are included in investment income in the statements of activities and changes in net assets. Purchases and sales of securities are recorded on a trade-date basis. In calculating realized gains and losses, the cost of securities sold is determined by the specific-identification method. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

Investments are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain investments and the level of uncertainty related to changes in the value of investments, it is at least reasonably possible that changes in risks in the near term would materially affect investment assets reported in the Statements of Financial Position.

Property and Equipment:

Property and equipment is recorded at cost. Depreciation is being provided for over the estimated useful lives of the assets of five to seven years utilizing the straight-line method.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 2 **Summary of Significant Accounting Policies (cont'd)**

Property and Equipment (cont'd):

Maintenance and repairs are charged to operations when incurred. Expenditures that substantially increase estimated useful lives are capitalized. When property and equipment is sold or otherwise disposed of, the asset accounts and related accumulated depreciation account is relieved and any gain or loss is included in the statements of activities and changes in net assets.

Contributed property and equipment is recorded at fair value at the date of donation. When donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support.

Allowance for Doubtful Accounts:

ANJ reviews the collectability of its receivables annually. At September 30, 2015 and 2014, no allowance for doubtful accounts was deemed necessary.

Revenue and Support Recognition:

In accordance with ASC 958, Financial Statements of Not-For-Profit Organizations, ANJ reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions. However, restricted contributions whose restrictions expire or are otherwise satisfied within the period of receipt are reported as unrestricted revenues in the statements of activities and changes in net assets.

Contributions, including unconditional promises to give, are recorded when made at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated cash flows, discounted at a rate commensurate with the risks involved. Amortization of the discount is included as an offset against contributions revenue.

Conference fees, community events, membership dues and program fees are recognized during the period in which they are earned. Conference fees, community events, membership dues and program fees received in advance are deferred until earned and reflected as deferred revenue in the statement of financial position. The primary components of Deferred Revenue for the year ended September 30, 2015 are advanced receipts associated with ANJ's 33rd annual Education Conference held in October 2015, and a Gala function held on November 5, 2015 to commemorate the Organization's 50th anniversary.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 2 **Summary of Significant Accounting Policies (cont'd)**

Revenue and Support Recognition (cont'd)

Contributions of donated noncash assets to be used to raise funds at the annual auction are recorded at their fair values in the period received. These items are donated and then sold at the annual auction, and the proceeds of this auction in excess of the fair value previously recorded are included in special events in the statements of activities and changes in net assets. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation are recorded at their fair values in the period received. During the years ended September 30, 2015 and 2014, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Revenue from the Federal grant is recorded when expenditures are incurred and are billable to the government. The State grant is a monthly electronic funds transfer, which is paid in twelve increments.

Allocation of Expenses:

Expenses are allocated between program services, management and general, and fund-raising based on historical percentages using the direct cost method, or other reasonable basis consistent with the benefit derived.

Income Taxes:

The Internal Revenue Service ("IRS") has determined that ANJ is exempt from federal income tax under Section 501(c)(3) of the United States Internal Revenue Code (the "Code") and from state and local income taxes under comparable laws. As a not-for-profit entity, ANJ is subject to unrelated business income tax ("UBIT"), if applicable. For the tax years ended September 30, 2015 and 2014, the ANJ did not owe any UBIT.

Management has evaluated ANJ's tax positions for all open tax years and has concluded that ANJ had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of GAAP. Generally, ANJ is no longer subject to income tax examinations by U.S. Federal, State or Local tax authorities for years before 2011, which is the standard statute of limitations look-back period.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 2 **Summary of Significant Accounting Policies (cont'd)**

Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Advertising:

Advertising costs for the years ended September 30, 2015 and 2014 amounted to \$13,983 and \$21,980 respectively, and were expensed as incurred.

Concentration of Market and Credit Risks:

Financial instruments that potentially subject ANJ to concentrations of credit risk consist principally of cash and cash equivalents and investments.

ANJ maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. ANJ has not experienced any credit risk-related losses. In order to control market risk, ANJ has an investment committee that oversees its investment portfolio and performs an ongoing evaluation of its investment manager. In the fiscal years ended September 30, 2015 and 2014, approximately 100% of ANJ's investments were held by one investment manager.

Subsequent Events:

ANJ evaluated subsequent events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected and/or disclosed in the financial statements. Such evaluation is performed through January 15, 2016, the date the financial statements were available for issuance.

Note 3 **Investments**

The following table summarizes ANJ's investments measured at fair value on a recurring basis segregated by the level of valuation inputs within the fair value hierarchy utilized to measure fair value as of September 30, 2015 and 2014:

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 3 **Investments**

		2015		
		Fair Value Measurements Using		
<u>Description</u>	<u>Fair Value</u>	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities	\$ 360,406	\$ 360,406	\$ -	\$ -
Equity Funds	145,327	-	145,327	-
Intermediate-term Bond Fund	665,836	-	665,836	-
	<u>\$ 1,171,569</u>	<u>\$ 360,406</u>	<u>\$ 811,163</u>	<u>\$ -</u>

		2014		
		Fair Value Measurements Using		
<u>Description</u>	<u>Fair Value</u>	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities	\$ 345,345	\$ 345,345	\$ -	\$ -
Equity Funds	130,560	-	130,560	-
Intermediate-term Bond Fund	579,519	-	579,519	-
	<u>\$ 1,055,424</u>	<u>\$ 345,345</u>	<u>\$ 710,079</u>	<u>\$ -</u>

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 3 **Investments (cont'd)**

Investments in securities traded on a national securities exchange are stated at the last reported sales price on the day of valuation. Securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are stated at the last quoted bid price. Investments in regulated investment companies or collective investment funds that do not trade on an exchange are valued at the net asset value per share/unit on the valuation date. U.S. government debt and corporate bonds are valued based on the last reported bid provided by broker-dealers. Certificates of deposit are valued using a matrix based on interest rates.

For the years ended September 30, 2015 and 2014, investment income consists of the following:

	<u>2015</u>	<u>2014</u>
Interest and Dividends	\$ 31,652	\$ 21,321
Net Realized Gains	39,418	11,612
Net Unrealized Gains (Losses)	<u>(52,045)</u>	<u>46,809</u>
Investment Income	19,025	79,742
Less Investment Management Fees	<u>(8,155)</u>	<u>(7,421)</u>
Net Investment Income	<u>\$ 10,870</u>	<u>\$ 72,321</u>

Note 4 **Contribution Receivable**

In January 2011, the Charitable Foundation was awarded a \$50,000 unrestricted gift pledge payable over a five year period at \$10,000 per year. As of September 30, 2015 and 2014, \$40,000 and \$37,500, respectively, has been received. The Donor has paid the remaining \$10,000 in November 2015.

In February 2015, the Organization received an Unrestricted Pledge amount of \$35,000, payable in three installments. In November 2015, \$15,000 of the Pledge was received. The final two \$10,000 payments are due October 1, 2016 and 2017.

ANJ has elected not to record the remaining pledge using present value of estimated cash flows at a discounted rate. This amount has been deemed immaterial to the financial statements taken as a whole.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 5 **Property and Equipment**

Property and equipment at September 30, 2015 and 2014 consists of the following:

	Estimated Useful Life (Years)	<u>2015</u>	<u>2014</u>
Office Equipment	7	\$ 291,522	\$ 291,522
Furniture and Fixtures	5	<u>81,586</u>	<u>81,586</u>
		373,108	373,108
Less Accumulated Depreciation		<u>338,109</u>	<u>319,514</u>
		<u>\$ 34,999</u>	<u>\$ 53,594</u>

Note 6 **Defined Contribution Plan**

ANJ maintains an incentive savings Section 403(b) defined contribution plan for substantially all employees. The plan provides that eligible employees may defer payments of taxes on a portion of their salary as allowed by Section 403(b) of the Code. Participants vest immediately in their contribution. ANJ does not contribute funds to this plan.

ANJ also maintains a Simple IRA plan that covers all employees who have attained age 18 and completed one year of service with ANJ. The plan provides that eligible employees may defer payment of taxes on a portion of their salary as allowed by Section 401(k) of the Code. The employer's matching contributions are equal to 100% of the participant's elective deferrals up to 3% of the employee's eligible compensation. For the years ended September 30, 2015 and 2014, pension expense was \$19,343 and \$17,921, respectively.

Note 7 **Commitments and Contingencies**

In February 2010, the Organization entered into an operating lease agreement (the "lease") for new building space with monthly lease payments of \$7,926 that commenced August 1, 2010 and expires February 29, 2016. The lease is also subject to escalation clauses for taxes and other building operating expenses. The lease provides for seven months of free rent throughout the duration of the lease term. Deferred rent payable of -0- and \$2,659 is the difference between the cumulative amounts recorded for occupancy costs on a straight-line basis over the term of the lease, as compared to the cumulative required amounts paid under the lease as of September 30, 2015 and 2014, respectively.

Rent expense was approximately \$91,000 and \$85,000 for the years ended September 30, 2015 and 2014, respectively. In addition, ANJ leases equipment under various non-cancellable operating leases that expire on various dates through fiscal year 2015.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 7 **Commitments and Contingencies (cont'd)**

Future minimum payments on all non-cancellable lease obligations are as follows:

Year Ending September 30,

2016	\$ 97,136
2017	<u>39,630</u>
	<u>\$136,766</u>

In June 2015, the Organization agreed to a Third Amendment to Lease to extend the Term of the Lease effective March 1, 2016 and expiring June 30, 2021, at an annual rate of \$95,112 (monthly installments of \$7,926), with no obligation to pay rent for four of the months throughout the lease term.

ANJ has received funds from the State of New Jersey that may be subject to audit by the funding sources. Such audit might result in disallowance of costs submitted for reimbursements. Management is of the opinion that such cost disallowance, if any, will not have a material effect on the accompanying financial statements for such potential claims.

Note 8 **Temporarily Restricted Net Assets**

Temporarily restricted net assets of \$ - 0 - at September 30, 2015, are comprised of amounts that are restricted for education and time-restricted to future periods.

Note 9 **Concentration of Revenue**

During the years ended September 30, 2015 and 2014, the Organization received approximately 23% and 23%, respectively, of its support and revenues from the State of New Jersey, Department of Children and Families. That grant was effective January 1, 2013, and will renew annually starting July 1, 2013, totaling \$450,000. Actual expenditures for the period July 1, 2013 through September 30, 2014 exceeded the portion of the grant received by \$18,463, which will be funded by the subsequent month's portion received. Any significant reduction in the level of support from the State of New Jersey, and the Treasury and Department of Children and Families could have a material adverse effect on the Organization's programs.

On January 2, 2014, ANJ was approved by the New Jersey Department of Health for a new Grant for Autism, up to a total of \$250,000, for the period July 1, 2014 through June 30, 2015. This contract has renewed effective July 1, 2015 through June 30, 2016 up to a total of \$250,000. During the years ended September 30, 2015 and 2014, approximately 13% and 13%, respectively, of its support and revenues was received from this Agency. For the years ended September 30, 2015 and 2014, the \$58,216 and \$63,896 State Grant Receivable was recorded as Government Grants on the Statement of Activities and Changes in Net Assets.

AUTISM NEW JERSEY, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015 and 2014

Note 10 **Other Matter**

During the year that ended September 30, 2015, ANJ initiated a fundraising campaign (Campaign) to commemorate its' 50th anniversary. ANJ raised contributions, net of expenses, of \$65,473 related to this Campaign for the year ended September 30, 2015. This Campaign will continue through the year ending September 30, 2016. In conjunction with the Campaign, ANJ held a 50th anniversary dinner/dance (The Gala) on November 5, 2015 as a means to raise additional funds in recognition of this 50th anniversary milestone. \$205,600 was received during the year for the Gala and has been classified as Deferred Revenue as of September 30, 2015. Furthermore, \$81,328 was spent during the year for the Gala and has been classified as Prepaid Expenses as of September 30, 2015. Management expects to set aside the net income earned from the Campaign and Gala for the time being.

**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in Accordance with
*Government Auditing Standards***

INDEPENDENT AUDITORS' REPORT

**To The Board of Trustees
Autism New Jersey, Inc.
Robbinsville, New Jersey**

We have audited the financial statements of Autism New Jersey, Inc. ("ANJ") as of and for the year ended September 30, 2015 and have issued a report thereon dated January 15, 2016. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of ANJ is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered ANJ's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of ANJ's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of ANJ's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of ANJ's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

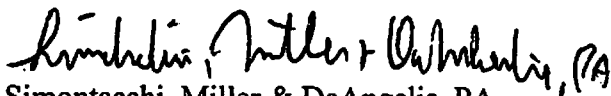
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether ANJ's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Simontacchi, Miller & DeAngelis, PA

Rockaway, New Jersey

January 15, 2016

**Report on Compliance with Requirements Applicable That Could Have a Direct and
Material Effect on Each Major Program and Internal Control over Compliance
in Accordance with the State of New Jersey, Department of the Treasury, OMB Circular 04-04**

INDEPENDENT AUDITORS' REPORT

**To The Board of Trustees
Autism New Jersey, Inc.
Robbinsville, New Jersey**

Compliance

We have audited the compliance of Autism New Jersey, Inc. with the types of compliance requirements described in the *New Jersey State Grants Compliance Supplement*, that could have a direct and material effect on its major state programs for the year ended September 30, 2015. ANJ's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of Company's management. Our responsibility is to express an opinion on ANJ's compliance for each major state program based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and New Jersey OMB Circular 04-04. Those standards and New Jersey OMB Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Autism New Jersey, Inc. is in compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Autism New Jersey, Inc.'s compliance with those requirements.

In our opinion, Autism New Jersey, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended September 30, 2015. The results of our auditing procedures disclosed no instances of noncompliance with those requirements, which are required to be reported in accordance with New Jersey OMB Circular 04-04 and which are described in the accompanying schedule of findings and questioned costs.


Internal Control Over Compliance

Management of Autism New Jersey, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our compliance audit, we considered ANJ's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance for each major state program, and to test and report on internal control over compliance in accordance with New Jersey OMB Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of ANJ's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of New Jersey OMB Circular 04-04. Accordingly, this communication is not suitable for any other purpose.


Simontacchi, Miller & DeAngelis, PA
Rockaway, New Jersey
January 15, 2016

AUTISM NEW JERSEY, INC
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED SEPTEMBER 30, 2015
(SEE NOTE 9)

<u>State Grantor/ Pass-Through Grantor/ Program Title</u>	<u>State Contract Number</u>	<u>Grant Period</u>	<u>Expenditures</u>	<u>Receivable September 30, 2015</u>
State Award:				
State of NJ, Department of Children And Families, Division of CSOC	15LMLR	10/01/14-6/30/15	\$337,500	
	16LMLR	7/01/15-9/30/15	<u>\$112,500</u>	
			M <u>\$450,000</u>	\$ - 0 -
State of NJ, Department of Health	15EVL010	10/01/14-6/30/15	\$186,104	
	16EIM005	7/01/15-9/30/15	<u>58,216</u>	
			N <u>\$244,320</u>	<u>\$ 58,216</u>

M = Denotes a Major Program

N = Denotes a Non-Major Program

Note 1. Basis of Accounting

The accompanying Schedule of Expenditures of State Awards includes the State grant activity of ANJ under programs of the State of New Jersey for the year ended September 30, 2015. The information in this schedule is presented in accordance with the requirements of the State of New Jersey, Department of Treasury, OMB Circular 04-04-OMB. Because the schedule presents only a selection portion of the operations of ANJ, it is not intended to and does not present the financial position, changes in net assets or cash flows of ANJ.

**AUTISM NEW JERSEY, INC.
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED SEPTEMBER 30, 2015**

I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified _____ Yes X No
- Significant deficiency(s) identified _____ Yes X None reported
- Noncompliance material to financial statement noted? _____ Yes X No

State Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? _____ Yes X None reported

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB Circular 04-04?

_____ Yes X No

Identification of major Program:

State Contract Number

16LMLR

Name of State Program or Cluster

State of New Jersey, Department of Children and Families

Dollar threshold used to distinguish between type A and Type B programs:

_____ \$300,000 _____

Auditee qualified as low-risk auditee?

_____ Yes X No

AUTISM NEW JERSEY, INC.
SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2015

II - Financial Statement Findings

Current year Findings:

No matters reported in the current year.

III - State Award Findings and Questioned Costs

No matters reported in the current year.

**AUTISM NEW JERSEY, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED SEPTEMBER 30, 2014**

- There Were No Audit Findings For This Year.

AUTISM NEW JERSEY, INC.
BUDGET TO EXPENSE SCHEDULE
NJDCF GRANT # 15MLR
YEAR ENDED SEPTEMBER 30, 2015

<u>Budget Category</u>	<u>Budget Amount</u> <u>10/1/14-6/30/15</u>	<u>Actual</u> <u>Expenditures</u> <u>10/1/14-6/30/15</u>	<u>Budget</u> <u>Variance</u>
Personnel	\$201,854	\$217,244	\$ 15,390
Consultants and Professional Fees	16,939	18,622	1,683
Material and Supplies	6,403	6,725	322
Facility Cost	43,314	46,986	3,672
Other	40,843	45,055	4,212
General and Administrative	<u>30,030</u>	<u>29,878</u>	<u>(152)</u>
	339,383	364,510	25,127
Revenue	<u>(1,883)</u>	<u>(1,426)</u>	<u>457</u>
	<u>\$ 337,500</u>	<u>\$363,084</u>	<u>\$ 25,584</u>

Note: This grant is for the period July 1, 2014 through June 30, 2015, in the total amount of \$450,000, (See Note 9).

AUTISM NEW JERSEY, INC.
BUDGET TO EXPENSE SCHEDULE
NJDCF GRANT # 16MLR
YEAR ENDED SEPTEMBER 30, 2015

<u>Budget Category</u>	<u>Budget Amount 7/1/15 -9/30/15</u>	<u>Actual Expenditures 7/1/15 -9/30/15</u>	<u>Budget Variance</u>
Personnel	\$ 74,361	\$ 72,436	\$ (1,925)
Consultants and Professional Fees	2,396	3,809	1,413
Material and Supplies	2,059	937	(1,122)
Facility Cost	14,392	14,761	369
Other	11,002	6,668	(4,334)
General and Administrative	<u>8,796</u>	<u>7,079</u>	<u>(1,717)</u>
	113,006	105,690	(7,316)
Revenue	<u>(506)</u>	<u>-</u>	<u>506</u>
	<u>\$ 112,500</u>	<u>\$105,690</u>	<u>\$ (6,810)</u>

Note: This grant is for the period July 1, 2015 through June 30, 2016, in the total amount of \$450,000, (See Note 9).

**AUTISM NEW JERSEY, INC.
 BUDGET TO EXPENSE SCHEDULE
 NJDOH GRANT # 15EVL010
 YEAR ENDED SEPTEMBER 30, 2015**

<u>Budget Category</u>	<u>Budget Amount 10/1/14- 6/30/15</u>	<u>Actual Expenditures 10/1/14- 6/30/15</u>	<u>Budget Variance</u>
Personnel	\$ 138,898	\$ 137,216	\$ (1,682)
Office Expense & Related Cost	12,968	24,025	11,057
Program Expense & Related Cost	3,937	6,459	2,522
Travel, Conference & Meetings	5,120	8,552	3,432
Facility Cost	20,722	19,783	(939)
Other	<u>5,855</u>	<u>(9,931)</u>	<u>(15,786)</u>
	<u>\$ 187,500</u>	<u>\$ 186,104</u>	<u>\$ (1,396)*</u>

Note: This Grant is for the Period July 1, 2014 through June 30, 2015, in the total amount of \$250,000, (See Note 10). There were no actual expenditures for the period July 1, 2014 through September 30, 2014.

* Receivable at September 30, 2014 was \$63,896.

AUTISM NEW JERSEY, INC.
BUDGET TO EXPENSE SCHEDULE
NJDOH GRANT # 16EIM005
YEAR ENDED SEPTEMBER 30, 2015

<u>Budget Category</u>	<u>Budget Amount 7/1/15 -9/30/15</u>	<u>Actual Expenditures 7/1/15 -9/30/15</u>	<u>Budget Variance</u>
Personnel	\$ 47,556	\$ 44,186	\$ (3,370)
Office Expense & Related Cost	3,750	3,784	34
Program Expense & Related Cost	1,230	-	(1,230)
Facility Cost	7,598	6,600	(998)
Travel, Conference and Meetings	184	1,516	1,332
Other	<u>2,182</u>	<u>2,130</u>	<u>(52)</u>
	<u>\$ 62,500</u>	<u>\$ 58,216*</u>	<u>\$ (4,284)</u>

Note: This Grant is for the Period July 1, 2015 through June 30, 2016, in the total amount of \$250,000, (See Note 10).

* Receivable at September 30, 2015.

AUTISM NEW JERSEY, INC.
ADDITIONAL INFORMATION REQUIRED BY
STATE OF NEW JERSEY
YEAR ENDED SEPTEMBER 30, 2015

1. All Federal and State payroll tax returns were filed timely and all required tax payments were made.
2. The IRS 990 tax return for the years ended September 30, 2015 and 2014 will be timely filed and was filed in compliance with statutory requirements.
3. The CRI-300R, New Jersey tax return for the years ended September 30, 2015 and 2014 will be timely filed and was filed in compliance with statutory requirements.
4. There were no questioned costs as a result of this audit.