AUTISM NEW JERSEY, INC.

Independent Auditors' Report,
Financial Statements for the
Nine Month Period Ended June 30, 2021,
and Supplemental Schedules
for the Year Ended June 30, 2021

AUTISM NEW JERSEY, INC.

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management of
Autism New Jersey, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Autism New Jersey, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the nine-month period then ended, and the related notes to the financial statements.

Managements' 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 misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. 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 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. 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 present fairly, in all material respects, the financial position of Autism New Jersey, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the nine-month period then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state financial assistance, as required by the *New Jersey 15-08-OMB, Government Audit Standards, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*, is presented for purposes of additional analysis and is not a required part of the 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 February 7, 2022, 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.

Leaf, Miele, Manganelli, Fortunato & Engel, LLC
Certified Public Accountants

Fairfield, New Jersey
February 7, 2022

AUTISM NEW JERSEY, INC.

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021

ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$	522,833
Investments		1,872,270
State grants receivable		57,413
Accounts receivable		11,653
Prepaid expenses		39,757
Total current assets		2,503,926
PROPERTY AND EQUIPMENT, NET		6,052
DEPOSITS		35,000
TOTAL ASSETS	$	2,544,978
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	$	35,044
Accrued expenses		64,917
Deferred revenue		49,330
Total current liabilities		149,291
PAYCHECK PROTECTION PROGRAM LOAN		213,190
TOTAL LIABILITIES		362,481
NET ASSETS WITHOUT DONOR RESTRICTIONS		2,182,497
TOTAL LIABILITIES AND NET ASSETS	$	2,544,978

AUTISM NEW JERSEY, INC.

STATEMENT OF ACTIVITIES
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2021

PUBLIC SUPPORT AND REVENUE:	
Government grants	$ 503,450
Contributions	325,994
Conference	198,754
Program service fees	66,600
Membership dues	33,747
Non-cash contributions	3,000
Total public support and revenue	1,131,545
EXPENSES:	
Program services:	
Autism services	974,017
Total program services	974,017
Supporting services:	
Management and general	127,135
Fundraising	188,484
Total supporting services	315,619
Total expenses	1,289,636
Changes in net assets before non-operating income (loss)	(158,091)
NON-OPERATING INCOME:	
Paycheck Protection Program forgiveness	213,875
Investment income	215,670
Total non-operating income	429,545
CHANGES IN NET ASSETS	271,454
NET ASSETS AT BEGINNING OF YEAR	1,911,043
NET ASSETS AT END OF YEAR	$ 2,182,497

AUTISM NEW JERSEY, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2021

	Program Services	Supporting Services		
	Autism Services	Management and General	Fundraising	Total
Personnel costs:				
Salaries and wages	$ 615,845	$ 29,918	$ 118,803	$ 764,566
Fringe benefits	39,674	11,805	15,063	66,542
Payroll taxes	50,896	4,178	10,385	65,459
Total personnel costs	706,415	45,901	144,251	896,567
Occupancy	78,361	21,249	21,297	120,907
Consultants	82,004	2,432	8,631	93,067
Equipment, repairs and maintenance	27,249	20,447	4,025	51,721
Technology and communications	39,543	7,019	4,822	51,384
Professional fees	-	24,304	-	24,304
Insurance	12,866	441	3,091	16,398
Printing and postage	13,698	2,071	170	15,939
Meetings and conferences	5,678	2,775	981	9,434
Advertising and marketing	2,598	-	-	2,598
Supplies	1,402	351	337	2,090
Dues and subscriptions	1,429	50	166	1,645
Travel, meals and entertainment	-	-	47	47
Total expenses before depreciation	971,243	127,040	187,818	1,286,101
Depreciation	2,774	95	666	3,535
Total expenses	$ 974,017	$ 127,135	$ 188,484	$ 1,289,636

AUTISM NEW JERSEY, INC.

STATEMENTS OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in net assets	$ 271,454
Adjustments to reconcile change in net assets to net cash (used in) operating activities:	
Depreciation expense	3,535
Paycheck Protection Program forgiveness	(213,875)
Unrealized (gain) on investments	(92,539)
Realized (gain) on investments	(107,266)
(Increase) decrease in operating assets	
State grants receivable	3,887
Contributions receivable	30,551
Unconditional promises to give	11,500
Accounts receivable	(9,697)
Prepaid expenses	10,702
Increase (decrease) in operating liabilities	
Accounts payable	(52,595)
Accrued expenses	25,214
Deferred revenue	(80,155)
Deferred rent	(4,476)
Net cash (used in) operating activities	(203,760)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchases of investments	(292,686)
Proceeds from sale of investments	270,114
Net cash (used in) investing activities	(22,572)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Proceeds from paycheck protection program	213,190
Net cash provided by financing activities	213,190
NET DECREASE IN CASH AND CASH EQUIVALENTS	(13,142)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	535,975
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 522,833

1. NATURE OF ACTIVITIES

Autism New Jersey, Inc. (the "Organization") was incorporated to assist families, individuals and agencies concerned with the welfare and education of children and adults with autism. Funding for the Organization is derived from contributions and State of New Jersey contracts. The Organization 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting --- The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis of Presentation --- The financial statements are prepared using guidance provided by the American Institute of Certified Public Accountants' Audit and Accounting Guide, *Nonprofit Organizations* and *New Jersey 15-08-OMB, Government Audit Standards, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid,* the *Contract Policy and Information Manuals* of the State of New Jersey Department of Children and Families and the State of New Jersey Department of Health and other pronouncements applicable to not-for-profit organizations.

Financial reporting by nonprofit organizations requires that resources be classified for accounting and reporting purposes into net asset categories according to externally (donor) imposed restrictions as follows:

> *Net Assets Without Donor Restrictions* - are resources available to support operations. The only limits on the use of these net assets are the broad limits resulting from the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.
>
> *Net Assets With Donor Restrictions* - are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the Organization must continue to use the resources in accordance with the donor's instructions. The Organization did not have any net assets with donor restrictions as of June 30, 2021.

Cash and cash equivalents --- For cash flow purposes, the Organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents. There were no restricted cash components as of June 30, 2021.

Fair value of financial assets and liabilities --- ASC 820, Fair Value Measurements, provides a framework for measuring fair value under GAAP, and applies to all assets and liabilities that are being reported. 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Fair value of financial assets and liabilities (cont.) --- The Fair value hierarchy is defined as follows:

Level 1 – Inputs are quoted prices (unadjusted) in active markets for identical assets and liabilities that the reporting entity has the ability to access at the measurement date. An active market for the asset or liability is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis. A quoted price in an active market provides the most reliable evidence of fair value and shall be used to measure fair value whenever available.

Level 2 – Inputs to the valuation methodology include:
- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;

Level 3 – Inputs are unobservable inputs for the assets and liabilities. Unobservable inputs shall be used to measure fair value to the extent that the observable inputs are not available. Unobservable inputs shall be developed based on the best information available in the circumstances, which might include the reporting entity's own data.

Unless otherwise noted, the fair values of financial instruments (except investments) approximate their carrying values. The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The Organization uses the income approach to reflect the fair value of unconditional promises to give. The fair value measurement reflects the current market expectations about those future amounts. The present value of those promises is reduced by a discount rate adjustment to arrive at an estimate of future cash flows for the asset.

Investments --- Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are reflected in the statements of activities and changes in net assets as increases or decreases in Net Assets Without Donor restrictions unless the use was restricted by explicit donor stipulations or by law.

Accounts receivable --- Accounts receivable are stated at the amounts management expects to collect from outstanding balances. Annually, the Organization performs an assessment of its individual accounts and provides for probable uncollectible amounts through an allowance for doubtful accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for doubtful accounts and a credit to accounts receivable.

As of June 30, 2021, the assessment revealed that the allowance, if any, would be trivial in nature and, therefore, no allowance has been applied.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Prepaid expenses --- Prepaid expenses consist of amounts paid in advance for items that had not yet occurred as of the end of the year.

Property and Equipment --- Property and equipment are recorded at cost and are depreciated using the straight-line method over the estimated useful lives of the assets, generally three to seven years. The Organization's policy is to capitalize fixed assets with a purchase price of $5,000 or more. Expenditures for maintenance, repairs and renewals of minor items are charged to operations as incurred. 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 statement of activities.

Contributed property and equipment is recorded at fair value at the date of donation. When a donor stipulation accompanies the donated asset, the contribution is recorded as support with donor restrictions. Annually, the depreciation portion is released from restriction. In the absence of such stipulations, contributions of property and equipment are recorded as support without donor restrictions.

Revenue and support recognition ---

Government grants --- Government grant funds are recognized as conditional contributions which contain both a barrier and right of return of the assets. Various grants are paid using a cost-reimbursement model, whereas the Organization recognizes revenue when services are performed and bills for services after service delivery. Other grants contain the ability to access funds in advance. Revenue from these grants are recognized when services have been performed. The terms of the grants specify that the Organization must incur certain qualifying expenses (or costs) in compliance with rules and regulations established by Federal and State governments, through the Office of Management and Budget and their cognizant agency. Any unused assets are forfeited, and any unallowed costs are required to be refunded.

Contributions --- Contributions, including unconditional promises to give, are recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises to give are recorded at their net realizable value, using interest rates consistent with unsecured individual credit rates applicable to the years in which the promises to give are to be received.

Conference and fundraising revenue --- Revenue received in advance of events are accounted for as deferred revenue in the statement of financial position.

Program service fees --- To the extent that program service fees contain both a barrier of entry and right of return of the asset, the Organization recognizes the revenue in the statements of activities to the extent that expenses have been incurred for the purpose specified by the grantor during the period. Grant revenue and program service fees without such stipulations are treated as contributions or are recognized at the time of service delivery. In applying these concepts, the legal and contractual requirements of each individual program are used as a guideline.

Membership dues --- Revenues from dues are recognized as unconditional contributions and not as exchange transactions. They are recognized at the time of receipt.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Donated Services --- The Organization records various types of in-kind contributions. Contributed services are recognized at fair market value of the services received in the year the services are utilized when those services (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Net assets with donor restrictions --- Contributions that are restricted by the donor are reported as increases in the fund balance "Without Donor Restriction", if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in the fund balance "With Donor Restriction". When a restriction expires, the balance of that restriction in "With Donor Restriction" is reclassified to "Without Donor Restriction".

Income taxes --- The Organization is a not-for-profit organization described under Section 501(c)(3) of the Internal Revenue Code ("I.R.C.") and is therefore exempt from federal income taxes under Section 501(a) of the I.R.C. The Organization is also exempt under Title 15 of the State of New Jersey *Corporations and Associations Not for Profit Act*. Accordingly, no provision for Federal or State income taxes has been presented in the accompanying financial statements.

The Organization adheres to FASB ASC Topic 740, *Income Taxes,* which provides guidance and clarification on accounting for uncertainty in income taxes recognized in the Organization's financial statements. The guidance prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return, and also provides guidance on de-recognition, classification, interest and penalties, disclosure and transition.

For the nine month period ended June 30, 2021, the Organization has no material uncertain tax positions to be accounted for in the financial statements.

Annually, the Organization files a federal informational tax return with the United States Internal Revenue Service. Additionally, the Organization files charities registrations in the various states where they solicit contributions. The Organization is subject to tax examinations generally for three years since their latest filing.

Use of 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Advertising expenses --- The Organization expenses costs of advertising when incurred. Total advertising costs for the nine month period ended June 30, 2021 was $2,598.

Functional allocation of expenses --- Expenses are charged to the program or supporting service based on direct expenditures incurred. Any program or supporting service expenditure not directly chargeable is allocated based on an indirect cost pool that is reasonable and consistently applied. Program expenses are those related to the Organization's autism services. Management and general relate to administrative expenses related to those programs. Fundraising includes direct costs of cultivating donors.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Functional allocation of expenses --- Allocated indirect expenditures include salaries and related payroll expenses, which are allocated on the basis of estimates of time and effort, supported by labor distribution reports, time sheets and time analysis. The direct and indirect labor hours cost pool serves as the basis for allocating all other indirect expenses.

3. RISKS AND UNCERTAINTIES

Arising from Cash Deposits in Excess of Insured Limits: The Organization maintains its cash in bank deposit accounts. During the year, cash balances can exceed federally insured limits of $250,000. Management believes that the Organization has no significant risk of loss on these amounts due to the failure of the institution.

Investments: Investments are exposed to various risks, such as interest rate, market and credit risk. 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.

Funding dependence: Approximately 45% of the funding for the Organization comes from state assistance annually. This funding is dependent upon monies from state funding programs and, accordingly, there is no guarantee that such funding will continue.

4. FAIR VALUE OF FINANCIAL INSTRUMENTS

The following descriptions of the valuation techniques applied to the Organization's major categories of assets measured at fair value on a recurring basis:

Fixed income: Investments in fixed income holdings are valued based on market data and/or quoted market prices from active markets.

Equities: Valued based on market data and/or quoted market prices from active markets.

The asset's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs.

The following tables present the Organization's financial assets which are measured and recorded at fair value on a recurring basis as of June 30, 2021.

	Fair Value (Level 1)
Fixed income	$ 985,062
Equities	887,208
Total Investments	$ 1,872,270

5. INVESTMENTS

The cost basis and estimated fair value of investments by the Organization at June 30, 2021 are as follows:

	Cost	Gross unrealized holdings gains	Gross unrealized holdings losses	Estimated Fair Value
Fixed Income	$ 983,687	$ 1,375	$ -	$ 985,062
Equities	603,451	363,962	80,205	887,208
Total	$ 1,587,138	$ 365,337	80,205	$ 1,872,270

The composition of investment returns included in net assets in the statement of activities for the nine month period ended June 30, 2021 is as follows:

Interest and dividend income	$ 25,574
Realized gains/(losses)	107,266
Investment fees	(9,709)
Change in net unrealized gains/(losses)	92,539
Total	$ 215,670

6. PREPAID EXPENSES

Prepaid expenses consisted of the following as of June 30, 2021:

Insurance	$ 17,905
Information Technology and Communications	6,951
Occupancy	4,289
Conferences	10,612
Total	$ 39,757

7. PROPERTY AND EQUIPMENT

A summary of the Organization's assets as of June 30, 2021 are as follows:

Equipment	$ 302,819
Furniture	81,586
Website development	13,950
Total	398,355
Less: accumulated depreciation	392,303
Total	$ 6,052

7. PROPERTY AND EQUIPMENT (CONT.)

The total depreciation expense charged to operations for the nine month period ended June 30, 2021 was $3,535.

8. DEFERRED REVENUE

Deferred revenue consisted of the following at June 30, 2021:

Fundraising events	$	28,675
Memberships		20,655
Total	$	49,330

9. PAYCHECK PROTECTION PROGRAM LOAN

On February 11, 2021 and April 15, 2020, the Organization obtained Paycheck Protection Program loans in the amounts of $213,190 and $213,875, respectively, pursuant to the terms of the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") enacted March 27, 2020. Under the CARES Act, so long as the Organization incurs certain qualifying expenses, they may apply for and receive forgiveness on the loans by the Small Business Administration ("SBA"). Any loan balance remaining following forgiveness by the SBA will be fully amortized over the remaining term of the loan. Interest is specified at a rate of 1.00%. The funding is uncollateralized.

On May 12, 2021, the SBA granted full forgiveness of the Paycheck Protection Loan received on April 15, 2020, which is recognized as revenue in non-operating activities on the Statement of Activities for the nine month period ended June 30, 2021.

As of June 30, 2021, the Organization has included in long term liabilities $213,190, the total amount of the loan balance. Management expects the entire amount will be forgiven and has elected to recognize the forgiveness of the loan as revenue at such time the loan is legally forgiven.

10. COMMITMENTS

Building lease --- In June of 2015, the Organization extended the term of its building lease, which houses the program, management and fundraising functions of the Organization. The lease became effective March 1, 2016 and expired June 30, 2021 (monthly installments of approximately $8,000).

On February 4, 2020, the Organization extended the current lease by sixty-five (65) months, commencing on July 1, 2021 and terminating on November 30, 2026 (monthly installments of approximately $4,300), with no obligation to pay rent from July 1, 2021 through November 30, 2021. The contract details escalation clauses for taxes and other building operating expenses. Rent expense for the nine month period ended June 30, 2021 was approximately $52,000.

Equipment leases --- The Organization also leases copiers and various other equipment for program and business use expiring in various years through 2027.

10. COMMITMENTS (CONT.)

Future minimum payments --- Future minimum payments due under all operating leases in effect at June 30, 2021 are as follows:

2022	$	63,578
2023		92,276
2024		90,097
2025		89,228
2026		89,140
Thereafter		37,752
	$	462,071

11. NON-CASH CONTRIBUTIONS

Various non-cash items are donated to the Organization annually. Amounts used internally, are reflected in revenue as non-cash contributions on the Statement of Activities and in expenses on the Statement of Functional Expenses in the following categories. Total non-cash contributions for the nine month period ended June 30, 2021 were:

Functional Classification:	Natural Classification:	Amount
Management and General	Professional fees	$ 3,000
	Total non-cash contributions	$ 3,000

12. RETIREMENT PLAN

The Organization maintains a Simple IRA plan (the "Plan"), that covers all employees who have attained the age of 18 years and who have completed two months of service. 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 Internal Revenue 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 nine month period ended June 30, 2021, retirement plan expenses were $11,898.

13. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization has in place material long-term contractual commitments, detailed in Note 11. Total annual expenditures from those contracts are included in the general expenditures of the Organization.

Management anticipates meeting general expenditures within one year of the date of the statement of financial position with the funding provided by anticipated contributions from the general public and government grant funds.

13. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (CONT.)

The following reflects the Organization's financial assets as of June 30, 2021, reduced by amounts not available for general use:

Financial assets at year-end	$ 2,503,926
Less those unavailable for general expenditures within one year, due to:	
Prepaid expenses	39,757
Financial assets available to meet cash needs for general expenditure within one year	$ 2,464,169

14. SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 7, 2022, the date on which the financial statements were available to be issued, and have determined that there are no subsequent events that require disclosure.

COVID-19 --- The Organization is evaluating the impact of COVID-19 and its pervasive impact to the overall economy and has determined it cannot reasonably estimate the financial impact, if any, on its operations, assets and material accounting estimates at this time.

PAYCHECK PROTECTION PROGRAM LOAN --- On February 4, 2022, the Organization received full forgiveness on the loan, detailed in Note 9.

Leaf | Saltzman

Lawrence R. Leaf Louis Miele Albert D.Manganelli Michael A. Fortunato Peter K. Engel
Scott D. Hagaman William F. Murphy Gerard Esposito James Quintas Donald J. Saltzman (Emeritus)

INDEPENDENT AUDITORS' 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*

To the Board of Trustees and Management of
Autism New Jersey, Inc.

We have audited, in accordance with the 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, the financial statements of Autism New Jersey, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the nine month period then ended, and the related notes to the financial statements, and have issued our report thereon dated February 7, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Autism New Jersey, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Autism New Jersey, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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 the entity'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 Autism New Jersey, Inc.'s financial statements are free from 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*.

FAIRFIELD, NJ | NEW YORK, NY

Leaf, Miele, Manganelli, Fortunato & Engel, LLC Certified Public Accountants | www.leafsaltzman.com
310 Passaic Avenue, Suite 301, Fairfield, NJ 07004 | T. 973-808-9500 | F. 973-808-9630 | info@leafsaltzman.com
INTEGRA INTERNATIONAL®

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 Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Leaf, Miele, Manganelli, Fortunato & Engel, LLC
Certified Public Accountants

Fairfield, New Jersey
February 7, 2022

AUTISM NEW JERSEY, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2021

SUMMARY OF AUDITORS' RESULTS

A. *Financial Statements*

Type of auditors' opinion(s) issued: **Unmodified**

Internal control over financial reporting:

• Material weakness(es) identified?	______	yes	X	no
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	______	yes	X	none reported
Noncompliance material to financial statements noted?	______	yes	X	no

FINDINGS – FINANCIAL STATEMENT AUDIT

The audit did not disclose any findings or questioned costs required to be reported under generally accepted auditing standards.

AUTISM NEW JERSEY, INC.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2021

STATUS OF PRIOR YEAR FINDINGS

There were no prior year findings.

AUTISM NEW JERSEY, INC.

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2021

Grantor/Program title/Pass-through grantor/Program Title	State Contract Number	Contract Period	Grant Award	Current Year Expenditures
New Jersey Department of Children and Families				
Staff and parent training	21LMLR	7/1/2020-6/30/2021	$ 427,250	$ -
Staff and parent training	21LMLR	7/1/2020-9/30/2020	-	93,264
Staff and parent training	21LMLR	10/1/2020-6/30/2021	-	333,986
Total New Jersey Department of Children and Families			427,250	427,250
New Jersey Department of Health				
Early Identification and Monitoring	21EIM003	7/1/2020-6/30/2021	$ 250,000	$ -
Early Identification and Monitoring	21EIM003	7/1/2020-9/30/2020	-	61,458
Early Identification and Monitoring	21EIM003	10/1/2020-6/30/2021	-	188,542
Total New Jersey Department of Health			250,000	250,000
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			$ 677,250	$ 677,250

See accompanying auditors' report and notes to the schedule of expenditures of state financial assistance.

AUTISM NEW JERSEY, INC.

NOTES TO THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE FOR THE YEAR ENDED JUNE 30, 2021

1. BASIS OF PRESENTATION

The information in this schedule is presented in accordance with the audit requirements of *New Jersey 15-08-OMB, Government Audit Standards, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid.*. Because the schedule presents only a selected portion of the operations of Autism New Jersey, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Autism New Jersey, Inc. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule of expenditures of state financial assistance are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in *New Jersey 15-08-OMB*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Organization has not elected to use the 10-percent de minimus indirect cost rate allowed under *New Jersey 15-08-OMB*.

3. NEW JERSEY STATE SINGLE AUDIT POLICY

The State of New Jersey requires all organizations that disburse federal grant, state grant or state aid funds to recipients that expend $750,000 or more in federal or state financial assistance within their fiscal year to have annual single audits or program-specific audits performed in accordance with the Uniform Guidance.

All organizations that disburse federal grant, state grant or state aid funds to recipients that expend less than $750,000 in federal or state financial assistance within their fiscal year, but expend $100,000 or more in state and/or federal financial assistance within their fiscal year must have either a financial statement audit performed in accordance with Government Auditing Standards (Yellow Book) or a program-specific audit performed in accordance the Uniform Guidance.

4. CHANGE IN ACCOUNTING PERIOD IN RELATION TO THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

New Jersey 15-08-OMB, specifies that expenditures are reported on the Schedule of Expenditures of State Financial Assistance (the "Schedule") when the expenditure occurred during the reporting period. For transparency purposes, since the guidance states that the Schedule must be prepared for a twelve month period and does not provide information for a change in accounting period, and because a portion of the expenditures were reported on the prior fiscal report (for the year ended September 30, 2020), those expenditures are separately distinguished on the Schedule by fiscal year/ period of reporting.