WINGS Program, Inc.

Consolidated Financial Statements for the Years Ended June 30, 2016 and 2015

{ Financial Statements }

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WINGS Program, Inc.

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For the Years Ended June 30, 2016 and 2015

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Independent Auditor's Report

To the Board of Directors
WINGS Program, Inc.

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of WINGS Program, Inc. (WINGS Program) and its subsidiaries, which comprise the consolidated statements of financial position as of June 30, 2016 and 2015 and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of WINGS Program, Inc. as of June 30, 2016 and 2015 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.

To the Board of Directors
WINGS Program, Inc.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2016 on our consideration of WINGS Program's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the 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 WINGS Program's internal control over financial reporting and compliance.

Plante & Moran, PLLC

September 30, 2016

WINGS Program, Inc.
Comparative Consolidated Statements of Financial Position
As of June 30, 2016 and 2015

		2016		2015
ASSETS				
Current Assets				
Cash and Cash Equivalents	$	2,334,926	$	2,261,392
Investments		108,232		-
Construction Escrow		77,776		363,528
Contracts Receivable		335,926		148,617
Promises to Give Receivable		-		100,000
Prepaid Expenses		118,709		100,944
Other Current Assets		41,388		97,316
Assets Held for Sale		458,906		458,906
Total Current Assets		**3,475,863**		**3,530,703**
Fixed Assets at Net Book Value		**13,854,466**		**10,105,507**
Other Assets				
Restricted Investments		3,230,291		3,403,249
Restricted Cash		143,959		-
IHDA Escrow		201,644		201,486
Security Deposit		34,383		33,332
Loan Receivable-NMTC		3,993,345		-
Deferred NMTC Loan Costs - Net of Amortization		400,165		-
Timeshare Membership - Net of Amortization		3,424		3,461
Deferred Loan Costs - Net of Amortization		23,464		27,515
Cash Held for Others		125,374		11,034
Total Other Assets		**8,156,049**		**3,680,077**
TOTAL ASSETS	**$**	**25,486,378**	**$**	**17,316,287**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Comparative Consolidated Statements of Financial Position
As of June 30, 2016 and 2015

		2016		2015
LIABILITIES & NET ASSETS				
Liabilities				
Current Liabilities				
Current Portion Long Term Liabilities	$	69,918	$	66,882
Accounts Payable		91,227		107,558
Accrued Vacation		93,349		73,630
Construction Draws Payable		302,933		1,992,012
Retention Payable		345,084		362,208
Deferred Revenue		84,333		24,250
Deferred Rent		18,629		17,699
Accrued Payroll		11,924		10,794
Cash Held for Others		125,374		11,034
Other Current Liabilities		73,032		49,034
Total Current Liabilities		**1,215,803**		**2,715,101**
Long Term Liabilities				
Mortgage Loans Payable		1,665,163		1,721,634
Construction Loan Payable		3,510,345		-
QLICI Notes Payable		5,000,000		-
Other Long Term Payables		-		13,341
Less Current Portion		(69,918)		(66,882)
Deferred Grant Revenue		1,572,538		715,957
Total Long Term Liabilities		**11,678,128**		**2,384,050**
Total Liabilities		**12,893,931**		**5,099,151**
Net Assets				
Unrestricted Net Assets		7,047,120		6,160,662
Unrestricted Board Designated Net Assets		214,629		163,613
Unrestricted Non-controlling Interest		4,504		8,458
Temporarily Restricted Net Assets		2,767,107		3,325,316
Permanently Restricted Net Assets		2,559,087		2,559,087
Total Net Assets		**12,592,447**		**12,217,136**
TOTAL LIABILITIES AND NET ASSETS	**$**	**25,486,378**	**$**	**17,316,287**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Consolidated Statement of Activities
For the Year Ended June 30, 2016

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Assets
Income				
Government Contracts				
FEMA	$ 59,688	$ -	$ -	$ 59,688
Department of Justice OVAW	98,019	-	-	98,019
Townships and Municipalities	67,486	-	-	67,486
City of Chicago	163,386	-	-	163,386
Cook County CDBG	29,511	-	-	29,511
HUD-SHP	477,493	-	-	477,493
State of IL - Attorney General	9,000	-	-	9,000
State of IL - DHS	243,665	-	-	243,665
State of IL - ESG	66,400	-	-	66,400
Total Government Contracts	**1,214,648**	**-**	**-**	**1,214,648**
Other Revenues				
United Way	106,554	-	-	106,554
Contributions	1,038,173	1,105,986	-	2,144,159
Program Service Fees	110,059	-	-	110,059
Special Event Income (Net of Direct Costs of $336,163)	1,135,866	150,000	-	1,285,866
In-Kind Contributions	202,993	-	-	202,993
Resale Gross Income (Net of Direct Costs of $1,021,623)	126,429	-	-	126,429
Total Other Revenues	**2,720,074**	**1,255,986**	**-**	**3,976,060**
Other Income				
Miscellaneous	623	-	-	623
Item Sales Gross Income	220	1,300	-	1,520
NCH Partership	22,400	-	-	22,400
Investment Income	11,746	367	-	12,113
Management Fee	6,713	-	-	6,713
Net Gain on Fixed Assets	181,160	-	-	181,160
Total Other Income	**222,862**	**1,667**	**-**	**224,529**
Released from Restriction	**1,642,905**	**(1,642,905)**	**-**	**-**
Total Income	**5,800,489**	**(385,252)**	**-**	**5,415,237**
Expenses				
Program Expenses				
Safehouse	1,174,797	-	-	1,174,797
Safehouse at WINGS Metro	617,129	-	-	617,129
Transitional Housing	1,351,561	-	-	1,351,561
Permanent Supportive Housing	273,368	-	-	273,368
Community Based Services	283,771	-	-	283,771
Total Program Expenses	**3,700,626**	**-**	**-**	**3,700,626**
Administrative	**447,425**	**-**	**-**	**447,425**
Development	**718,918**	**-**	**-**	**718,918**
Total Functional Expenses	**4,866,969**	**-**	**-**	**4,866,969**
Change in Net Assets Before Non-Operating Investment Activity	**933,520**	**(385,252)**	**-**	**548,268**
Investment Income (Loss)				
Interest and Dividends	-	64,367	-	64,367
Less: Investment Fees	-	(24,062)	-	(24,062)
Realized and Unrealized Gain on Investments	-	(213,262)	-	(213,262)
Total Net Investment Income, Net	**-**	**(172,957)**	**-**	**(172,957)**
Change in Net Assets	**933,520**	**(558,209)**	**-**	**375,311**
Change in Net Assets Attributable to Noncontrolling Interest	**(3,954)**	**-**	**-**	**(3,954)**
Change in Net Assets Attributable to WINGS Program, Inc. and WM Initiatives LLC	**937,474**	**(558,209)**	**-**	**379,265**
Beginning Net Assets	**6,332,733**	**3,325,316**	**2,559,087**	**12,217,136**
Ending Net Assets	**$ 7,266,253**	**$ 2,767,107**	**$ 2,559,087**	**$ 12,592,447**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Consolidated Statement of Activities
For the Year Ended June 30, 2015

Income	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Assets
Government Contracts				
FEMA	$ 50,000	$ -	$ -	$ 50,000
Department of Justice OVAW	83,630	-	-	83,630
Townships and Municipalities	64,875	-	-	64,875
Cook County CDBG	19,580	-	-	19,580
CCDPH	2,000	-	-	2,000
HUD-SHP	506,448	-	-	506,448
ESG	40,000	-	-	40,000
State of IL - Attorney General	7,980	-	-	7,980
State of IL - DHS	244,177	-	-	244,177
State of IL - DCEO	500,000	-	-	500,000
Total Government Contracts	**1,518,690**	**-**	**-**	**1,518,690**
Other Revenues				
United Way	80,678	-	-	80,678
Contributions	816,184	908,636	-	1,724,820
Program Service Fees	109,148	-	-	109,148
Special Event Income (Net of Direct Costs of $328,804)	926,635	303,075	-	1,229,710
In-Kind Contributions	657,444	-	-	657,444
City of Chicago Land Donation	170,000	-	-	170,000
Resale Gross Income (Net of Direct Costs of $1,070,637)	232,927	-	-	232,927
Total Other Revenues	**2,993,016**	**1,211,711**	**-**	**4,204,727**
Other Income				
Miscellaneous	212	-	-	212
Item Sales Gross Income	8,264	-	-	8,264
NCH Partership	22,431	-	-	22,431
Investment Income	2,109	380	-	2,489
Loss on Fixed Assets	(66,821)	-	-	(66,821)
Total Other Income	**(33,805)**	**380**	**-**	**(33,425)**
Released from Restriction	**2,292,843**	**(2,292,843)**	-	-
Total Income	**6,770,744**	**(1,080,752)**	**-**	**5,689,992**
Expenses				
Program Expenses				
Safehouse	1,245,590	-	-	1,245,590
Transitional Housing	1,372,374	-	-	1,372,374
Permanent Supportive Housing	260,853	-	-	260,853
Community Based Services	353,439	-	-	353,439
Total Program Expenses	**3,232,256**	**-**	**-**	**3,232,256**
Administrative	**412,468**	-	-	**412,468**
Development	**624,410**	-	-	**624,410**
Total Functional Expenses	**4,269,134**	**-**	**-**	**4,269,134**
Change in Net Assets Before Non-Operating Investment Activity	**2,501,610**	**(1,080,752)**	**-**	**1,420,858**
Investment Income (Loss)				
Interest and Dividends	-	72,257		72,257
Less: Investment Fees	-	(22,339)		(22,339)
Realized and Unrealized Gain on Investments	-	(21,850)		(21,850)
Total Net Investment Income, Net	**-**	**28,068**	**-**	**28,068**
Change in Net Assets	**2,501,610**	**(1,052,684)**	**-**	**1,448,926**
Change in Net Assets Attributable to Noncontrolling Interest	**8,458**	**-**	**-**	**8,458**
Change in Net Assets Attributable to WINGS Program, Inc.	**2,493,152**	**(1,052,684)**	**-**	**1,440,468**
Beginning Net Assets	**3,831,123**	**4,378,000**	**2,559,087**	**10,768,210**
Ending Net Assets	**$ 6,332,733**	**$ 3,325,316**	**$ 2,559,087**	**$ 12,217,136**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Consolidated Statement of Functional Expenses
For the Year Ended June 30, 2016

	Safehouse Services	Safehouse Services WM	Transitional Services	Community Based Svcs	Permanent Housing	Total Program	Administrative	Development	Total Functional Expenses	Direct Costs of Special Events and Resale	Total Expenses
Personnel											
Salaries & Wages	$ 582,889	$ 248,610	$ 487,205	$ 192,368	$ 71,301	$ 1,582,373	$ 270,952	$ 336,192	$ 2,189,517	536,213	$ 2,725,730
Payroll Taxes	42,920	18,396	35,856	14,195	5,153	116,520	19,969	24,951	161,440	39,020	200,460
Health Insurance	29,820	7,210	39,278	385	4,846	81,539	6,160	12,406	100,105	24,451	124,556
Workers Compensation	7,855	2,808	7,300	2,153	1,022	21,138	3,813	4,556	29,507	20,685	50,192
Other Personnel Costs	9,538	29,241	12,621	4,501	2,888	58,789	7,547	16,241	82,577	9,943	92,520
Total Personnel	**673,022**	**306,265**	**582,260**	**213,602**	**85,210**	**1,860,359**	**308,441**	**394,346**	**2,563,146**	**630,312**	**3,193,458**
Program Expense											
Food Expense	14,135	4,220	8,815	-	-	27,170	-	-	27,170	-	27,170
Rent Expense	-	11,358	157,128	-	107,040	275,526	-	-	275,526	-	275,526
Other Program Expenses	72,774	3,507	141,119	90	2,718	220,208	-	5	220,213	-	220,213
Total Program	**86,909**	**19,085**	**307,062**	**90**	**109,758**	**522,904**	**-**	**5**	**522,909**	**-**	**522,909**
Operations Expense											
Audit	-	-	-	-	-	-	34,050	-	34,050	-	34,050
Bank Fees	5,342	102	6,109	1,273	1,230	14,056	658	37,494	52,208	69	52,277
Periodicals	23	-	18	6	2	49	296	167	512	134	646
Consultants	412	33,811	1,457	129	235	36,044	2,882	66,049	104,975	30,602	135,577
Equipment	7,731	16,053	9,021	161	173	33,139	1,035	809	34,983	166	35,149
Equipment Rental	3,672	444	11,378	159	114	15,767	463	567	16,797	4,617	21,414
Directors & Officers Insurance	-	-	-	-	-	-	4,094	-	4,094	-	4,094
Technology	17,259	4,166	15,811	5,767	1,192	44,195	17,649	13,455	75,299	26,250	101,549
Licenses & Fees	558	395	614	243	3,336	5,146	684	17	5,847	(2,840)	3,007
Meetings & Food	145	358	168	85	32	788	6,359	3,854	11,001	1,041	12,042
Memberships & Dues	5,305	98	1,423	77	58	6,961	1,121	3,065	11,147	217	11,364
Mileage & Travel Expense	4,068	2,118	16,689	2,734	1,661	27,270	1,418	14,373	43,061	4,637	47,698
Supplies	14,824	6,502	5,776	1,119	522	28,743	1,049	6,404	36,196	22,037	58,233
Postage	82	85	(16)	5	2	158	3,922	1,302	5,382	4	5,386
Printing	1,405	370	1,534	1,109	268	4,686	2,274	10,432	17,392	1,336	18,728
Miscellaneous	-	606	-	-	-	606	-	-	606	-	606
Vehicles	1,572	-	6,749	26	2,587	10,934	96	2,873	13,903	22,806	36,709
Project Expenses	-	-	-	-	-	-	-	3,025	3,025	-	3,025
Total Operations	**62,398**	**65,108**	**76,731**	**12,893**	**11,412**	**228,542**	**78,050**	**163,886**	**470,478**	**111,076**	**581,554**
Development Expenses											
Special Events Expenses	-	-	-	-	-	-	-	-	-	336,163	336,163
Advertising	-	-	-	-	-	-	-	5,108	5,108	7,413	12,521
Appeal Expense	-	-	-	-	-	-	-	23,726	23,726	-	23,726
Marketing	-	-	-	-	-	-	-	10,097	10,097	825	10,922
Sales Tax	-	-	-	-	-	-	-	2	2	89,778	89,780
Community Relations	-	-	-	32	-	32	125	56,682	56,839	1,669	58,508
Total Development	**-**	**-**	**-**	**32**	**-**	**32**	**125**	**95,615**	**95,772**	**435,848**	**531,620**
Occupancy Expenses											
Utilities	51,295	10,195	60,138	5,474	16,102	143,204	10,542	8,815	162,561	23,836	186,397
Telephone	12,934	2,625	20,118	3,014	1,516	40,207	3,975	3,871	48,053	5,191	53,244
Mortgage Interest	22,863	45,369	14,042	2,508	840	85,622	4,017	5,726	95,365	10,976	106,341
Rent	140,375	-	162,304	38,390	32,686	373,755	-	18,480	392,235	94,039	486,274
Insurance	13,546	9,865	15,892	984	3,287	43,574	7,972	1,660	53,206	5,760	58,966
Repairs & Maintenance	58,945	14,969	57,449	3,610	5,270	140,243	30,072	9,131	179,446	14,754	194,200
Depreciation & Amortization	52,510	143,648	55,565	3,174	7,287	262,184	4,231	17,383	283,798	25,994	309,792
Total Occupancy	**352,468**	**226,671**	**385,508**	**57,154**	**66,988**	**1,088,789**	**60,809**	**65,066**	**1,214,664**	**180,550**	**1,395,214**
Total Functional Expenses	**$ 1,174,797**	**$ 617,129**	**$ 1,351,561**	**$ 283,771**	**$ 273,368**	**$ 3,700,626**	**$ 447,425**	**$ 718,918**	**$ 4,866,969**	**1,357,786**	**$ 6,224,755**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Consolidated Statement of Functional Expenses
For the Year Ended June 30, 2015

	Safehouse Services	Transitional Services	Community Based Svcs	Permanent Housing	Total Program	Administrative	Development	Total Functional Expenses	Direct Costs of Special Events and Resale	Total Expenses
Personnel										
Salaries & Wages	$ 574,802	$ 524,379	$ 161,231	$ 69,911	$ 1,330,323	$ 234,818	$ 318,249	$ 1,883,390	$ 563,385	$ 2,446,775
Payroll Taxes	42,263	38,446	11,858	5,102	97,669	17,499	23,082	138,250	41,341	179,591
Health Insurance	32,020	34,709	850	4,229	71,808	7,149	10,583	89,540	24,105	113,645
Workers Compensation	5,567	8,329	2,028	1,318	17,242	3,125	3,155	23,522	12,234	35,756
Other Personnel Costs	18,383	10,330	2,141	2,551	33,405	11,445	9,974	54,824	6,545	61,369
Total Personnel	**673,035**	**616,193**	**178,108**	**83,111**	**1,550,447**	**274,036**	**365,043**	**2,189,526**	**647,610**	**2,837,136**
Program Expense										
Food Expense	90,269	26,770	-	-	117,039	-	-	117,039	-	117,039
Rent Expense	114	160,788	-	102,221	263,123	-	-	263,123	-	263,123
Other Program Expense	68,136	133,489	2,143	5,969	209,737	-	500	210,237	-	210,237
Total Program	**158,519**	**321,047**	**2,143**	**108,190**	**589,899**	**-**	**500**	**590,399**	**-**	**590,399**
Operations Expense										
Audit	-	-	-	-	-	24,750	-	24,750	-	24,750
Bank Fees	5,097	5,946	5,097	850	16,990	858	21,607	39,455	-	39,455
Periodicals	91	44	12	4	151	26	313	490	65	555
Consultants	715	5,269	650	582	7,216	372	63,562	71,150	31,980	103,130
Equipment	15,357	8,993	1,165	2,483	27,998	910	1,416	30,324	4,064	34,388
Equipment Rental	4,970	10,576	544	156	16,246	1,130	879	18,255	1,615	19,870
Directors & Officers Insurance	-	-	-	-	-	4,024	-	4,024	-	4,024
Technology	11,420	8,939	4,223	906	25,488	16,970	14,082	56,540	35,560	92,100
Legal & Accounting	-	-	-	-	-	9,986	-	9,986	-	9,986
Licenses & Fees	622	446	228	7,134	8,430	940	10	9,380	2,800	12,180
Meetings & Food	590	676	244	44	1,554	7,579	3,712	12,845	3,147	15,992
Memberships & Dues	660	891	231	39	1,821	912	1,995	4,728	447	5,175
Mileage & Travel Expense	8,722	22,838	4,996	910	37,466	2,372	12,527	52,365	7,794	60,159
Supplies	19,531	4,817	989	729	26,066	6,838	7,569	40,473	15,344	55,817
Postage	115	47	10	2	174	4,200	1,393	5,767	17	5,784
Printing	1,462	1,566	2,014	273	5,315	1,984	16,220	23,519	429	23,948
Miscellaneous	-	-	-	-	-	-	-	-	2,115	2,115
Vehicles	1,689	7,898	32	3,178	12,797	118	2,501	15,416	25,630	41,046
Project Expenses	-	-	-	-	-	-	4,437	4,437	-	4,437
Total Operations	**71,041**	**78,946**	**20,435**	**17,290**	**187,712**	**83,969**	**152,223**	**423,904**	**131,007**	**554,911**
Development Expenses										
Special Events Expenses	-	-	-	-	-	-	-	-	328,804	328,804
Online Store Expense	-	-	-	-	-	-	4,784	4,784	-	4,784
Advertising	-	-	-	-	-	-	9,723	9,723	3,812	13,535
Appeal Expense	-	-	-	-	-	-	2,541	2,541	-	2,541
Marketing	-	-	580	-	580	-	15,728	16,308	-	16,308
Sales Tax	-	-	-	-	-	-	377	377	98,432	98,809
Community Relations	-	75	174	-	249	-	12,552	12,801	3,702	16,503
Total Development	**-**	**75**	**754**	**-**	**829**	**-**	**45,705**	**46,534**	**434,750**	**481,284**
Occupancy Expenses										
Utilities	50,293	64,067	14,745	16,439	145,544	10,463	8,115	164,122	26,022	190,144
Telephone	15,762	18,424	3,089	958	38,233	6,506	5,412	50,151	4,958	55,109
Mortgage Interest	24,143	13,133	1,910	924	40,110	7,005	4,624	51,739	10,231	61,970
Rent	117,424	137,574	120,500	19,499	394,997	-	18,480	413,477	94,494	507,971
Insurance	12,665	14,999	2,113	2,927	32,704	6,383	1,973	41,060	7,581	48,641
Repairs & Maintenance	72,732	61,661	7,230	5,251	146,874	17,543	5,433	169,850	29,968	199,818
Depreciation & Amortization	49,976	46,255	2,412	6,264	104,907	6,563	16,902	128,372	12,820	141,192
Total Occupancy	**342,995**	**356,113**	**151,999**	**52,262**	**903,369**	**54,463**	**60,939**	**1,018,771**	**186,074**	**1,204,845**
Total Functional Expenses	**$ 1,245,590**	**$ 1,372,374**	**$ 353,439**	**$ 260,853**	**$ 3,232,256**	**$ 412,468**	**$ 624,410**	**$ 4,269,134**	**$ 1,399,441**	**$ 5,668,575**

The accompanying notes are an integral part of these consolidated statements.

WINGS Program, Inc.
Comparative Consolidated Statement of Cash Flows
For the Years Ended June 30, 2016 and June 30, 2015

	2016	2015
OPERATING ACTIVITIES		
Change in net assets	$ 375,311	$ 1,448,926
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	309,792	141,192
Donated land	-	(170,000)
Imputed interest expense	9,969	9,480
Realized loss (gain) on investments	(35,892)	(164,643)
Unrealized loss (gain) on investments	249,154	186,494
Realized loss (gain) on disposition of fixed assets	(181,160)	66,821
Changes in current assets and liabilities		
Decrease (increase) in contracts receivable	(187,309)	3,901
Decrease (increase) in promises to give	100,000	250,000
Decrease (increase) in prepaid expenses	(17,765)	(3,727)
Decrease (increase) in other current assets	55,928	(412,025)
Decrease (increase) in other assets	(115,549)	(11,443)
Increase (decrease) in accounts payable	(16,331)	(1,927)
Increase (decrease) in deferred revenue	916,664	723,657
Increase (decrease) in other current liabilities	146,775	26,155
Net cash (used) provided by operating activities	**1,609,587**	**2,092,861**
INVESTING ACTIVITIES		
Decrease (Increase) in Construction Escrow - Net	285,752	(363,528)
Purchase of marketable securities	(1,412,746)	(1,386,126)
Proceeds on sale of marketable securities	1,264,210	1,336,210
Issuance of loan receivable - NTMC	(3,993,345)	-
Purchase of fixed assets	(5,749,154)	(3,467,705)
Proceeds on sale of fixed assets	184,270	500
Net cash (used) provided by investing activities	**(9,421,013)**	**(3,880,649)**
FINANCING ACTIVITIES		
Proceeds on issuance of debt - mortgage loans	-	678,979
NMTC loan proceeds received	5,000,000	
NMTC closing costs incurred	(414,986)	
Construction loan proceeds received	3,510,345	
Repayments on debt - mortgage loans	(66,440)	(78,009)
Funding of restricted cash - reserve account	(143,959)	
Loan costs incurred	-	(28,357)
Net cash provided by financing activities	**7,884,960**	**572,613**
Net Cash and Cash Equivalents Increase (Decrease) for Year	**73,534**	**(1,215,175)**
Cash and Cash Equivalents, Beginning of Year	2,261,392	3,476,567
Cash and Cash Equivalents, End of Year	**$ 2,334,926**	**$ 2,261,392**
SUPPLEMENTAL CASH FLOW INFORMATION		
Interest paid	**$ 97,544**	**$ 52,941**
Fixed asset expenditures in construction payables	**$ 1,706,203**	**$ (2,354,220)**

The accompanying notes are an integral part of these consolidated statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

WINGS Program, Inc. (WINGS) provides housing and supportive services, some through community based services, for families who are fleeing the devastating effects of domestic violence, the major cause of homelessness among women and children. Supportive services provided include counseling, job training, skills for living and children focused services, all designed to promote financial and emotional independence. WINGS received 40% and 38% of its total revenues from contributions and 22% and 28% of its total revenues from government contracts for the years ended June 30, 2016 and 2015, respectively. The remainder of WINGS' revenue is from special events, resale, United Way, program fees and investment income.

On July 3, 2014, WINGS Metro, LLC (the LLC) was formed for the purpose of constructing and redeveloping the property located at 3501-3519 West 63rd Street, in the Chicago Lawn neighborhood on the southwest side of Chicago (the "Redevelopment Project").

The Redevelopment Project was completed in February 2016. The property is leased by the LLC to a related party and is operated as a mixed-use facility (the "Project") consisting of four basic components:

1. The Shelter – a 40-bed supportive housing facility with 24-hour staff to provide support services for women in need
2. Stage 2 Housing – three units of rental housing for residents leaving the Shelter or similarly situated individuals and families
3. Office Space – offices for counseling and other social services to serve the current and former residents of the Shelter and similarly situated individuals.
4. Retail Space – commercial retail space of approximately 4,630 square-feet to support operations of the Shelter and the Stage 2 Housing

The LLC consists of two members – WINGS Program, Inc. and GSDC DV, LLC (the "Manager"); the members have a 95% and 5% interest in the LLC, respectively. Profits and losses, after compensation of the Manager, will generally be allocated based the membership interest percentages.

On July 23, 2014, WM Initiatives LLC (WMI) was formed for the purpose of operating a domestic shelter and extended stay housing in the building being constructed and managed by the LLC. The LLC ("landlord") entered into a lease with WM Initiatives LLC ("Lessee") April 8, 2015. The Lessee is a related party as it is wholly owned by Wings Program, Inc., a member of the LLC. The lease is for the Shelter, Stage 2 Housing, and Office Space of the Project as discussed above. The initial term shall commence on the Commencement Date, which is ten business days after receipt by Lessee of written notice from Lessor that the leased premises are substantially complete and shall continue for a period of ten years thereafter. Base rent for the lease period shall equal the Lessor's debt service for the premises plus the Lessee's share of operating expenses less the total amount of rent (base rent and operating expenses) due from the Retail Space tenants as discussed in Note 1. Operations commenced February 14, 2016.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Principles of Consolidation
The consolidated financial statements include the accounts of WINGS and the LLCs. All significant intercompany transactions and balances have been eliminated in consolidation.

Basis of Presentation
The consolidated financial statements of WINGS have been prepared on the accrual basis of accounting and reflect all significant receivables, payables and other liabilities.

The net assets of WINGS are classified as follows:

> Unrestricted - Represent the portion of expendable net assets that are available for operations. Contributed net assets that relate to fixed assets are also recorded as unrestricted at the time of their receipt.
>
> Temporarily Restricted - Represent contributed net assets for which donor-imposed time and purpose restrictions have not been met and the ultimate purpose of the contribution is not permanently restricted.
>
> Permanently Restricted - Represent contributed net assets that require, by donor restriction, that the corpus be invested in perpetuity and only the revenue be made available for program operations in accordance with donor restrictions, if any.

Estimates
The process of preparing consolidated financial statements in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the consolidated financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents
For purposes of the statements of cash flows, WINGS considers its checking, unrestricted money market, and petty cash to be cash and cash equivalents.

Restricted Cash/Cash Held for Others
Cash held for others represents cash held for a similarly focused newly formed nonprofit organization. WINGS serves as a fiscal agent for this new nonprofit and pays program expenses on behalf of the organization.

Investments
Investments are reported at their fair values in the statements of financial position. Donated investments are recorded at the fair value as of the date of contribution. Changes in unrealized gains and losses are included in the accompanying statements of activities.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contracts Receivable

WINGS has receivables from government contracts that arise in the normal course of business. It is the policy of management to review the outstanding contracts receivable at year-end as well as the bad debt write-offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts. In 2016 and 2015, there was no allowance recorded.

Loan Receivable

Loan receivable is stated at unpaid principal balances less an allowance for loan losses. Interest is recognized over the term of the loan and is calculated using the simple interest method. Management considers a note impaired when, based on current information or factors (such as payment history, value of collateral, and assessment of the customer's current credit worthiness), it is probable that the principal and interest payments will not be collected according to the loan agreement. Management does not consider its loan receivable to be impaired.

The carrying amount of loan receivable would be reduced by an allowance for loan losses if management, based on its evaluation of the collectability of the loan receivable, including the nature of the loan, economic conditions, and other risks inherent in the loan receivable, deems all or a portion of the loan receivable to be uncollectible. Management believes the loan receivable is fully collectible as of June 30, 2016.

Fixed Assets

Fixed assets are carried at cost for current additions, if purchased, or at fair value, if contributed. Depreciation is computed on the straight-line method over 5 to 40 years for improvements; 40 years for buildings; 5 to 20 years for computer equipment and furniture and office equipment; and five years for vehicles. Maintenance, repairs and minor renewals are expensed as incurred. When fixed assets are retired or otherwise disposed of, the costs and related accumulated depreciation are removed from the respective accounts and any gain or loss on disposition is credited or charged to operations.

Time-Share Membership

Time Share-Membership reflects the fair value of a donated time-share unit, which is being amortized using the straight-line method over the finite life of the use of the time-share unit, which is 100 years.

Deferred Loan Costs and Amortization

Deferred loan costs are amortized over the life of the loan using the straight-line method. Accounting principles generally accepted in the United States of America require that the effective yield method be used to amortize financing costs. However, the effect of using the straight-line method is not materially different from the results that would have been obtained under the effective yield method.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (i.e., 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 as net assets released from restrictions.

Government Contracts

WINGS enters into contracts with certain governmental and private agencies. Revenue under these contracts is recognized when earned. The activities of WINGS relating to certain contracts are subject to review or audit by the responsible governmental agency to determine compliance with award documents and may be subject to possible adjustments based on negotiations with the funding agencies. WINGS has not provided allowances in the consolidated financial statements for potential adjustments since such amounts, if any, are not expected to be significant.

Imputed Interest

WINGS entered into a noninterest-bearing note payable with the Illinois Housing Development Authority (IHDA). In the year that the loan was issued, interest was imputed at the effective rate resulting in temporarily restricted contribution revenue. Each year, as the interest expense is recognized, the corresponding amount of temporarily restricted revenue is released to unrestricted revenue. WINGS determined its rate for valuation purposes as a rate at which it can obtain financing of a similar nature from other sources at the date of the transaction. The difference between the present value and the face amount of the note payable shall be treated as a discount and amortized as interest expense over the life of the note in such a way as to result in a constant rate of interest when applied to the amount outstanding at the beginning of any given period. The rate remains unchanged throughout the term of the respective note.

Taxes Collected from Customers

WINGS collects sales tax from its customers that is remitted to the state governmental authority when due. WINGS' policy is to record sales tax collected from customers as a component of resale income on the statement of activities, with the corresponding expense as a component of direct resale costs on that same statement. For the years ended June 30, 2016 and 2015, sales tax amounted to $89,780 and $98,809, respectively.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

Not-For-Profit: WINGS is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). In addition, WINGS qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and has been classified as an organization other than a private foundation under IRC Section 509(a)(1).

WINGS Metro, LLC: The LLC is treated as a partnership for federal income tax purposes. Consequently, federal income taxes are not payable or provided for by the LLC. Members are taxed individually on their pro-rata ownership share of the LLC's earnings. The LLC's net income or loss is allocated among the members in accordance with the LLC's operating agreement.

WM Initiatives LLC: WMI is a single member LLC which is treated as a disregarded entity for income tax purposes. Therefore, no provision or benefit for income taxes is included in these financial statements since taxable income or loss passes through to, and is reportable by, the Member individually.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by WINGS and recognize a tax liability if WINGS has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS or other applicable taxing authorities. Management has analyzed the tax positions taken by the organization, and has concluded that as of June 30, 2016 and 2015, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the consolidated financial statements.

Impairment of Long-Lived Assets

The Partnership reviews long-lived assets, including property and equipment and intangible assets, for impairment whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be fully recoverable, but not less than annually. An impairment loss would be recognized when the estimated future cash flows from the use of the asset are less than the carrying amount of that asset. To date, there have been no such losses.

Endowments

U.S. GAAP addresses the net asset classification of donor-restricted endowment funds for organizations subject to an enacted version of the 2006 Uniform Prudent Management of Institutional Funds Act (UPMIFA). UPMIFA was enacted in Illinois effective June 30, 2009. A key component of UPMIFA is a requirement to clarify the portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets as temporarily restricted net assets until appropriated for expenditure.

Functional Allocation of Expenses

In the statements of functional expenses, expenses are first charged to the various programs and supporting services on the basis of actual expense. Expenses are then allocated based on various criteria, such as relative program salaries and/or service units provided. Although the methods of allocation used are considered reasonable, other methods could be used that would produce a different amount.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Upcoming Accounting Pronouncement – Debt Issuance Costs

In April 2015, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2015-03, Interest-Imputation of Interest (Subtopic 835-30). The ASU is aimed to simplify presentation of debt issuance costs. The amendments in this update require that debt issuance costs related to a recognized debt liability be presented in the balance sheet as a direct deduction from the carrying amount of that debt liability, consistent with debt discounts. The recognition and measurement guidance for debt issuance costs are not affected by the amendments in this update. The new guidance will be effective for the Organization's year ending June 30, 2017. Early adoption of the amendments in this update is permitted for financial statements that have not been previously issued. An entity should apply the new guidance on a retrospective basis, wherein the balance sheet of each individual period presented should be adjusted to reflect the period-specific effects of applying the new guidance.

Upcoming Accounting Pronouncement – Not-for Profit Entities Financial Reporting Model

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities in August, 2016. ASU 2016-14 requires significant changes to the financial reporting model of organizations who follow FASB not-for-profit rules, including changing from three classes of net assets to two classes, net assets with donor restrictions and net assets without donor restrictions. The ASU will also require changes in the way certain information is aggregated and reported by the Organization, including required disclosures about the liquidity and availability of resources. The new standard is effective for the Organizations' year ending June 30, 2019 and thereafter and must be applied on a retrospective basis. The Organization is currently evaluating the impact this standard will have on the financial statements.

Upcoming Accounting Pronouncement – Revenue Recognition

In May 2014, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2014-09, Revenue from Contracts with Customers (Topic 606), which will supersede the current revenue recognition requirements in Topic 605, Revenue Recognition. The ASU is based on the principle that revenue is recognized to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The ASU also requires additional disclosure about the nature, amount, timing, and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to obtain or fulfill a contract. The new guidance will be effective for the Organization's year ending June 30, 2020. The ASU permits application of the new revenue recognition guidance to be applied using one of two retrospective application methods. The Organization has not yet determined which application method it will use or the potential effects of the new standard on the consolidated financial statements, if any.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Upcoming Accounting Pronouncement - Leases

In February 2016, the Financial Accounting Standards Board issued ASU 2016-02, *Leases*, which will supersede the current lease requirements in ASC 840. The ASU requires lessees to recognize a right of use asset and related lease liability for all leases, with a limited exception for short-term leases. Leases will be classified as either finance or operating, with the classification affecting the pattern of expense recognition in the statement of operations. Currently, leases are classified as either capital or operating, with only capital leases recognized on the balance sheet. The reporting of lease related expenses in the statements of operations and cash flows will be generally consistent with the current guidance.

The lease new guidance will be effective for the Organization's year ending June 30, 2021 and will be applied using a modified retrospective transition method to the beginning of the earliest period presented. The new lease standard is expected to have a significant effect on the Organization's financial statements as a result of the leases for the retail store locations classified as operating leases. The effect of applying the new lease guidance on the financial statements has not yet been determined.

Subsequent Events

The consolidated financial statements and related disclosures include evaluation of events up through and including September 30, 2016, which is the date the consolidated financial statements were issued.

Reclassifications

The 2015 consolidated financial statements reflect reclassifications to the statement of cash flows for certain construction activity, resulting in a decrease to cash provided from operating activities of $2,354,220.

NOTE 2 – COMMITMENTS AND CONTINGENCIES

Not-For-Profit

WINGS enters into contracts for space for its events in advance. As of June 30, 2016, WINGS is liable for $60,455 in the event of cancellation of one of its upcoming events, while as of June 30, 2015, WINGS was liable for $38,039.

WINGS Metro, LLC

The LLC has grants and land awarded by the City of Chicago and the Chicago Low-Income Housing Trust Fund that are contingent on the LLC's ability to maintain compliance with applicable provisions defined in the grant and regulatory agreements.

City of Chicago Department of Planning and Development ("DPD")

The total amount of the construction grant awarded by DPD was in the amount of $1,226,016. There are certain construction benchmark requirements to receive funds as defined by the Construction Grant Agreement. Amounts totaling $626,016 and $600,000 were funded by the City in the years ended June 30, 2016 and 2015, respectively.

The grant requires that in the event of default, the full amount of the grant not forgiven under the terms of the agreement shall be immediately recoverable by the City. A portion of the grant, $600,000, shall be forgiven on the first day of the 5th anniversary of the construction completion date. The remainder of the grant shall be forgiven upon the first day of the 10th anniversary of the construction completion date, provided that no event of default has occurred pursuant to the grant documents. The LLC believes that the potential of default is remote.

Grant income recognized related to the DPD grant was $45,976 for the year ended June 30, 2016. No revenue was recognized in 2015. Deferred grant revenue related to the DPD grant is $1,180,040 and $600,000 at June 30, 2016 and 2015, respectively.

Chicago Low-Income Housing Trust Fund ("CLIHTF")

The total amount of the construction grant awarded by CLIHTF was in the amount of $400,000, of which $284,043 and $115,957 was funded to the LLC in the years ended June 30, 2016 and 2015, respectively.

Provided that no event of default has occurred as defined by the grant documents and regulatory agreement, beginning on the 1st anniversary after the completion date, and annually thereafter during the project term, the LLC shall be deemed to have earned a portion of the grant in an amount equal to $20,000 each year. Any portion of the grant not forgiven shall be recapturable on the expiration of the project term as defined in the grant agreement.

Grant income recognized related to the CLIHTF grant was $7,502 for the year ended June 30, 2016. No revenue was recognized in 2015. Deferred grant revenue related to the CLIHTF grant is $392,498 and $115,957 at June 30, 2016 and 2015, respectively.

NOTE 2 – COMMITMENTS AND CONTINGENCIES (Continued)

The LLC recorded the receipt of all grant funds as of June 30, 2016, which totaled $1,626,016, as deferred revenue until the commencement of operations of the facility began on February 14, 2016. The LLC is recognizing the grant income on a straight-line basis over the terms of each grant.

City of Chicago Donated Land

Land was donated to the LLC from the City of Chicago on April 1, 2015, with the understanding that the Redevelopment Project and the Project would operate in accordance with all related City agreements and grants executed and entered into by the City, the LLC, and the LLC's members.

It was determined at the time of the donation that the estimated fair value of the land was $170,000. The LLC recorded the land at its fair value at the time of transfer in the accompanying financial statements as a donation revenue. The land was reconveyed back to the City of Chicago as collateral until the forgiveness period of the grants awarded expire; however, the LLC believes that recording the land as an asset of the LLC is appropriate at June 30, 2016 and 2015, due to the likelihood of noncompliance and default of the grant agreements being remote.

NOTE 3 – CONCENTRATION OF CREDIT RISK

WINGS maintains the majority of its cash at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. As of June 30, 2016, WINGS' uninsured cash balance totaled $782,584 and as of June 30, 2015, WINGS' uninsured cash balance totaled $1,344,965.

NOTE 4 – PROMISES TO GIVE

In 2010, WINGS received a letter of intent to contribute $500,000 to the WINGS Capital Campaign. In 2013, WINGS received a letter of intent to contribute $500,000 to the WINGS Capital Campaign. These amounts were classified as temporarily restricted until received.

The total amount of these promises to give is $0 and $100,000 as of June 30, 2016 and 2015, respectively. The difference between the actual amount to be received and the present value of the promises to give is immaterial; therefore, no adjustment had been made as of June 30, 2015.

NOTE 5 – FAIR VALUE

U.S. GAAP 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 as of the measurement date. U.S. GAAP describes three approaches to measuring the fair value of assets and liabilities: the market approach, the income approach and the cost approach. Each approach includes multiple valuation techniques. The topic does not prescribe which valuation technique should be used when measuring fair value, but does establish a fair value hierarchy that prioritizes the inputs used in applying the various techniques. Inputs broadly refer to the assumptions that market participants use to make pricing decisions including assumptions about risk. Level 1 inputs are given the highest priority in the hierarchy while Level 3 inputs are given the lowest priority. Financial assets and liabilities carried at fair value are classified in one of the following three categories based on the inputs to the valuation technique used:

- Level 1 - Observable inputs that reflect unadjusted quoted prices for identical assets or liabilities in active markets as of the reporting date. Active markets are those in which transactions for the asset or liability occur in sufficient frequency and volume to provide pricing information on an ongoing basis.

- Level 2 - Observable market-based inputs or unobservable inputs that are corroborated by market data.

- Level 3 - Unobservable inputs that are not corroborated by market data. These inputs reflect management's best estimate of fair value using its own assumptions about the assumptions a market participant would use in pricing the asset or liability.

The following table sets forth by level, within the fair value hierarchy, WINGS' financial assets that were accounted for at fair value as of June 30, 2016 and 2015. As required by U.S. GAAP, assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. WINGS' assessment of the significance of a particular input to the fair value measurement requires judgment and may affect their placement within the fair value hierarchy levels.

WINGS' policy is to recognize transfers in and out of Level 1, 2, and 3 fair value classifications as of the beginning of the reporting period. There were no transfers in 2016 or 2015.

Level 1 includes mutual funds, structured securities and marketable equity funds for which quoted market prices are available in an active market.

Level 2 includes equity funds and structured securities represented by observable market inputs or unobservable inputs that are corroborated by market data.

WINGS currently uses no Level 3 inputs.

NOTE 5 – FAIR VALUE (Continued)

Description	Fair Values as of June 30, 2016	Fair Value Measurements as of Reporting Date Using: Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets				
Investments				
Mutual Funds				
US Fixed Income	688,553	688,553	-	-
Equities				
US Large Cap	1,176,727	1,176,727	-	-
US Mid Cap	141,024	141,024	-	-
EAFE	686,221	628,561	57,660	-
European Large Cap	28,743	28,743	-	-
European Small Cap	108,232	108,232	-	-
Japanese Large Cap	46,710	46,710	-	-
Global	324,032	324,032	-	-
Total Investments	3,200,242	3,142,582	57,660	-
Total	$ 3,200,242	$ 3,142,582	$ 57,660	$ -

NOTE 5 – FAIR VALUE (Continued)

		Fair Value Measurements as of Reporting Date Using:		
Description	Fair Values as of June 30, 2015	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Assets				
Cash				
Money Market Funds	$ 504,815	$ 504,815	$ -	$ -
Investments				
Mutual Funds				
US Fixed Income	477,680	477,680	-	-
Equities				
US Large Cap	1,191,576	1,191,576	-	-
US Mid Cap	269,196	269,196	-	-
EAFE	655,668	582,707	72,961	-
Asia ex-Japan	180,022	180,022	-	-
Japanese Large Cap	41,939	41,939	-	-
Global	305,927	305,927	-	-
Emerging Market	30,765	30,765	-	-
Structured Securities	65,466	50,671	14,795	-
Total Investments	3,218,239	3,130,483	87,756	-
Total	$ 3,723,054	$ 3,635,298	$ 87,756	$ -

Not included in the above tables is $138,281 and $185,010 of money market funds as of June 30, 2016 and 2015, respectively. WINGS considers money market funds held in brokerage accounts to be comparable to cash, which can be used to buy or sell investments in marketable equity securities or fixed income securities.

NOTE 6 – FIXED ASSETS

The cost of WINGS' fixed assets as of June 30, 2016 and 2015 were as follows:

	2016	2015
Land	$ 1,041,644	$ 1,041,644
WINGS Metro, LLC Land and Improvements	362,993	170,000
Buildings and Improvements	13,297,572	5,019,425
Furniture and Fixtures	359,003	96,435
Computer and Software	183,013	114,875
Vehicles	108,601	80,976
Construction in Progress	9,019	51,795
WINGS Metro, LLC Construction in Progress	-	4,763,292
	15,361,845	11,338,442
Less Accumulated Depreciation	1,507,379	1,232,935
Net Book Value	**$ 13,854,466**	**$ 10,105,507**

Depreciation expense for June 30, 2016 and 2015 was $290,920 and $140,350, respectively.

The LLC entered into a construction contract with a general contractor for the Redevelopment Project as discussed in Note 1. The costs to complete the project total $8,569,659. At June 30, 2016, all related project costs have been recorded in the accompanying statement of financial position. The LLC has construction draws payable of $302,933 and $1,992,012, and retention payable of $345,084 and $362,208 at June 30, 2016 and 2015, respectively.

NOTE 7 – LINE OF CREDIT

On September 20, 2012, WINGS entered into a secured revolving line of credit agreement with JPMorgan Chase Bank N.A. to expire on October 1, 2013. The line of credit is not to exceed $250,000 and bears an interest rate of 4 percent. It was renewed until October 1, 2016. The loan is collateralized by the mortgage and assignment of all rents of real property located in Park Ridge, Rolling Meadows and Barrington. As of June 30, 2016 and June 30, 2015, the outstanding balance was $0. Management has the intention to renew its line of credit with similar terms upon expiration.

NOTE 8 – MORTGAGE LOANS PAYABLE

Mortgage loans payable as of June 30, 2016 and 2015 consist of the following:

		2016	2015
IHDA mortgage loan dated March 1, 2003 for $468,000; $100 payable monthly with no interest; due on January 31, 2034; secured by the building at 7920 Skokie Avenue, Niles, Illinois. The mortgage agreement requires an escrow reserve for a working capital reserve.			
	Amount due	$ 454,300	$ 455,500
	Imputed interest, 5.75%	(276,141)	(286,110)
	Present value	178,159	169,390
On August 25, 2014, WINGS received property at 7000 Plumtree Lane, Hanover Park, Illinois with a loan attached. The property needs to be operated in compliance with the Neighborhood Stabilization Program until December 16, 2026 at which time the entire loan will be forgiven.		179,227	179,227
On August 25, 2014, WINGS received property at 1623 McKool Avenue, Streamwood, Illinois with a loan attached. The property Needs to be operated in compliance with the Neighborhood Stabilization Program until December 15, 2025 at which time the entire loan will be forgiven.		149,752	149,752
JPMorgan Chase Bank NA mortgage loan dated September 20, 2012 for $500,000, $3,909.86 payable monthly including interest at 3.2%; due on October 1, 2022; secured by property at 1445 Hicks Road, Rolling Meadows, Illinois, 1910 West Touhy Avenue, ParkRidge, Illinois and 156 North Hager Avenue, Barrington, Illinois.*		409,242	435,742
JPMorgan Chase Bank NA mortgage loan dated April 4, 2013 for $500,000; $3,952.96 payable monthly including interest at 4.93%; Due on April 1, 2023; secured by property at 5104 Tollview Drive, Suite B, Rolling Meadows, Illinois.*		423,009	448,544
JPMorgan Chase Bank NA mortgage loan dated July 28, 2014 for $350,000; $1888.11 payable monthly including interest at a variable rate. Due on August 1, 2019; secured by property at 1265 Oakton, Elk Grove, Illinois.*		325,774	338,979
Total Mortgage Loans Payable		**$ 1,665,163**	**$ 1,721,634**

* Denotes that the loan agreement is subject to certain financial covenants related to debt service coverage ratio.

NOTE 8 – MORTGAGE LOANS PAYABLE (Continued)

Maturities of the mortgage loans are as follows:

2017	$ 69,918
2018	73,014
2019	76,289
2020	347,176
2021	67,699
2022 and thereafter	1,307,208
Total mortgages	1,941,304
Interest factor	(276,141)
	1,665,163

For the years ended June 30, 2016 and 2015, WINGS paid interest for all mortgage loans payable and the line of credit in Note 7 in the amount of $51,771 and $52,491, respectively. The remainder was imputed interest expense related to the interest-free notes.

NOTE 9 – CONSTRUCTION LOAN PAYABLE

The LLC entered into a $4,000,000 construction loan with its lender on April 8, 2015. The promissory note allows advances to be taken under the note from the date of commencement through April 15, 2017 (the “Draw Period”). Interest only payments are required during the Draw Period. A one-time principal payment will be due on or before April 15, 2017 to bring the balance to $2,400,000. Beginning on May 15, 2017, monthly principal and interest payments of approximately $43,000 per month will be required and the note matures on April 15, 2022, at which time any and all principal and interest will be due. The interest rate of the note is LIBOR plus 2.74% and the note is collateralized by substantially all of the assets of the LLC. As of June 30, 2016 and June 30, 2015 the amounts drawn on the note were $3,510,345 and $0, respectively. WINGS Program, Inc. is the guarantor on the note. Interest capitalized as building and improvement costs was $13,743 at June 30, 2016, and $44,604 of interest was expensed as a period cost for the year ended June 30, 2016.

Maturity of the construction loan is as follows:

2017	$ 1,184,957
2018	452,883
2019	467,690
2020	481,915
2021	496,573
2022	426,327
	3,510,345

NOTE 10 – NEW MARKET TAX CREDIT PROGRAM AND FINANCING

The New Market Tax Credit (NMTC) Program was designed to stimulate investment and economic growth in low income communities by offering taxpayers a 39% tax credit against federal income taxes over a 7-year period for Qualified Equity Investments (QEI's) in designated Community Development Entities (CDE's). The CDE's received NMTC allocations pursuant to Section 45D of the Internal Revenue Code. These designated CDE's must use substantially all of the proceeds to make Qualified Low Income Community Investments (QLICI's). To earn the tax credit, the QEI must remain invested in the CDE for a 7-year period. Also, the entity receiving the loans needs to be treated as a Qualified Active Low Income Community Business (QALICB) for the duration of the 7-year period. The QALICB requirements are outlined in Treasury Regulation Section 1.45D-1(d)(4)(i).

On March 31, 2016, the LLC entered into a debt transaction to access additional funds through the NMTC program. The LLC, as the QALICB in this transaction, received $5,000,000 in the form of two QLICI loans from PNBI Subsidiary CDE11, LLC (a Sub-CDE of the Tax Credit Investor, US Bank National Association). These funds were used for the construction of the Redevelopment Project as discussed in Note 1.

PNBI QLICI Loan A, in the amount of $3,993,345, requires quarterly interest-only payments of $13,964 through June 30, 2022, with quarterly principal and interest payments of $38,681 thereafter, through the maturity date of March 30, 2046. Interest is at a fixed rate of 1.39%, and both interest expense and accrued interest at June 30, 2016 and for the year then ended, was $14,120.

PNBI QLICI Loan B, in the amount of $1,006,655, requires quarterly interest-only payments of $3,520 through June 30, 2022, with quarterly principal and interest payments of $9,750 thereafter, through the maturity date of March 30, 2046. Interest is at a fixed rate of 1.39%, and both interest expense and accrued interest at June 30, 2016 and for the year then ended was $3,560.

The transaction is subject to a put/call option. US Bank National Association, the Tax Credit Investor (TCI), has a put option whereby upon exercise of the option after the last day of the tax credit investment period, the LLC is obligated to purchase the TCI's 100% interest in USBCDC Investment Fund 150, LLC, the state investment fund and CDE, for $1,000. At the end of the 7-year tax credit investment period, the LLC has the call option whereby if exercised, they have the right to purchase the TCI's 100% membership interest in USBCDC Investment Fund 150, LLC, at fair value.

As part of the NMTC program, WINGS Program, Inc. finalized an agreement on March 31, 2016 to lend $3,993,345 to USBCDC Investment Fund 150 LLC, wholly owned by U.S. Bank. The loan receivable balance was $3,993,345 as of June 30, 2016. The loan bears interest at 1.00% and is payable in quarterly installments of interest, with the balance due on March 30, 2046.

NOTE 11 – TEMPORARILY RESTRICTED NET ASSETS

The following items are considered temporarily restricted as of June 30, 2016 and 2015 due to either use or time restrictions:

	2016	2015
McCabe House	$ 351,114	$ 360,062
Restricted to Programs	869,922	1,161,631
Fire Relief Fund	151,798	151,798
Endowment Earnings - Purpose Restricted	893,958	1,066,915
Capital Campaign	225,374	200,000
Imputed Interest	274,941	284,910
Promises to Give - Time & Purpose Restricted	-	100,000
Net Book Value	**$ 2,767,107**	**$ 3,325,316**

NOTE 12 – PERMANENTLY RESTRICTED NET ASSETS

Fixed Assets
WINGS previously received several contributions of property valued at $222,750.

Endowment

The portion of perpetual endowment funds required to be retained permanently by explicit donor stipulation is $2,336,337.

NOTE 13 – ENDOWMENT

WINGS' endowment consists of five donor-restricted individual funds established to ensure the future of WINGS. As required by U.S. GAAP, these funds are classified and reported as permanently restricted based on the existence of these restrictions.

The Board of Directors of WINGS has interpreted the State of Illinois' UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, WINGS classifies as permanently restricted net assets (1) the original value of gifts donated to the permanent endowment and (2) the original value of subsequent gifts to the permanent endowment. The portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by WINGS in a manner consistent with the standard of prudence prescribed by UPMIFA.

NOTE 13 – ENDOWMENT (Continued)

In accordance with UPMIFA, WINGS considers the following factors, among others, in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) the duration and preservation of the fund
(2) the purpose of the organization and donor-restricted endowment fund
(3) general economic conditions
(4) the possible effect of inflation and deflation
(5) the expected total return from income and the appreciation of investments
(6) other resources of WINGS
(7) the investment policies of WINGS.

Return Objectives and Risk Parameters: The investment objective of the endowment assets is to ensure that the future growth of these assets is sufficient to offset normal inflation plus reasonable spending, thereby preserving the constant dollar value and purchasing power of the endowment for future generations. It is expected that the endowment funds, over time, will provide an average rate of return of approximately 5% annually above the Consumer Price Index (CPI). Actual returns in any given year may vary from this amount.

Spending Policy and Relationship with Investment Objectives: It is the agency's policy to have available for annual discretionary distribution 5% of a trailing three-year or five-year average of the endowment's total asset value, with the understanding that this spending rate plus inflation will not normally exceed total return from investment. There were no appropriations in 2016 or 2015.

Strategies Employed for Achieving Objectives: WINGS has established investment policies, guidelines and restrictions that serve as a framework to help the endowment and its investment managers achieve the investment objectives at an acceptable level of risk. The general policy is to diversify investments among equity securities and fixed-income securities to provide a balance that will enhance total return while avoiding undue risk from concentration in any single asset class or investment category.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires to be retained as a fund of perpetual duration. In accordance with U.S. GAAP, deficiencies of this nature that are reported in unrestricted net assets were $0 as of June 30, 2016 and 2015. These deficiencies resulted from unfavorable market price fluctuations over the course of the respective investment periods.

Information regarding the endowment net assets as of June 30, 2016 and 2015 and changes in endowment net assets for the years then ended follows.

NOTE 13 – ENDOWMENT (Continued)

	Endowment Net Assets as of June 30, 2016			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-designated endowment funds	$ -	$ 893,954	$ 2,336,337	$ 3,230,291

	Changes in Endowment Net Assets Year Ended June 30, 2016			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	$ -	$ 1,066,915	$ 2,336,337	$ 3,403,252
Appropriated	-	-	-	-
Investment return				
Investment income	-	64,367	-	64,367
Investment expense	-	(24,062)	-	(24,062)
Net depreciation (realized and unrealized)	-	(213,262)	-	(213,262)
	-	(172,957)	-	(172,957)
Endowment net assets, end of year	**$ -**	**$ 893,958**	**$ 2,336,337**	**$ 3,230,295**

NOTE 13 – ENDOWMENT (Continued)

	Endowment Net Assets as of June 30, 2015			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-designated endowment funds	$ -	$ 1,066,915	$ 2,336,337	$ 3,403,252

	Changes in Endowment Net Assets Year Ended June 30, 2015			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	$ -	$ 1,038,847	$ 2,336,337	$ 3,375,184
Appropriated	-	-	-	-
Investment return				
Investment income	-	72,257	-	72,257
Investment expense	-	(22,339)	-	(22,339)
Net depreciation (realized and unrealized)	-	(21,850)	-	(21,850)
	-	28,068	-	28,068
Endowment net assets, end of year	**$ -**	**$ 1,066,915**	**$ 2,336,337**	**$ 3,403,252**

NOTE 14 – DONATED PROPERTY AND EQUIPMENT, MATERIALS, SERVICES AND FACILITIES

In-kind donations of materials are recorded at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Conditional transfers of assets are recognized when the conditions upon which they depend are substantially met. During the years ended June 30, 2016 and 2015, WINGS received in-kind donations of $99,220 and $196,475, respectively, and donations of gift certificates of $14,329 and $18,231, respectively.

Donations of services are recorded if they create or enhance a nonfinancial asset or are specialized skills that would be purchased if they were not donated. WINGS received 43,943 and 46,167 hours of volunteer time in the years ended June 30, 2016 and 2015, respectively. While some of this time was from professional services, the value of all such services is not estimable. The majority of the donated services are not considered specialized or as enhancements to a nonfinancial asset and thus are not recorded in the consolidated financial statements. During the years ended June 30, 2016 and 2015, WINGS recorded donated services of $39,557 and $21,350, respectively.

NOTE 14 – DONATED PROPERTY AND EQUIPMENT, MATERIALS, SERVICES AND FACILITIES (Continued)

Donations of use of facilities are recorded at their fair value. Such donations are reported as unrestricted support. During the years ended June 30, 2016 and 2015, WINGS received donated use of facilities valued at $46,388 in each year.

In December 2014, WINGS received title to the property at 1617 and 1619 Colonial Parkway, Inverness. Such donations are recorded at their fair value. The property was received free of any restrictions. The donation was recorded at $375,000.

NOTE 15 – LEASE OBLIGATION AND RENT EXPENSE

In May 2010, WINGS extended its operating lease agreement effective May 1, 2010 for the resale store at 8349 West Golf Road, Niles, Illinois for five years. Monthly rent expense is $8,686, plus an annually determined amount for common area costs as well as real estate taxes.

In August 2011, WINGS entered into an operating lease agreement effective September 8, 2010 for the resale store at 1315 North Rand Road, Palatine, Illinois for three years with the ability to terminate the least with 90 days' notice. The lease was extended for an additional three years on August 14, 2013. The landlord exercised its termination right and the lease ended June 30, 2015.

In June 2014, WINGS entered into an operating lease agreement effective September 26, 2014 for the resale store at 300 West Golf Road, Schaumburg, Illinois for five years. Monthly rent expense is $9,013, plus an annually determined amount for common area costs as well as real estate taxes.

In March 2015, WINGS entered into an operating lease agreement effective June 1, 2015 for the resale store at 1302 North Rand Road, Prospect Heights, Illinois for five years. Monthly rent expense is $6,365, plus an annually determined amount for common area costs as well as real estate taxes.

There are numerous one-year operating leases for program residences as of June 30, 2016. These are funded under contracts with the U.S. Department of Housing and Urban Development as well as collaborations with other community agencies.

Rent expense on all leases for the years ended June 30, 2016 and 2015 was $750,443 and $771,094, respectively, which included the cost of donated facilities. (See Note 14.)

NOTE 15 – LEASE OBLIGATION AND RENT EXPENSE (Continued)

The estimated future minimum rent and lease obligation for the succeeding years under noncancelable operating leases for office facilities in effect as of June 30, 2016 are as follows:

Year Ending June 30	Rent
2017	$ 475,755
2018	303,987
2019	310,623
2020	143,796
2021	-
Thereafter	-
	1,234,161

NOTE 16 – RETIREMENT PLANS

WINGS has established a 403(b) plan that allows eligible employees to defer payment of taxes on a portion of their salary by making contributions to the plan through payroll deductions. At the discretion of the Board of Directors, WINGS may make a matching contribution. No employer contributions were made for the years ended June 30, 2016 and 2015.

NOTE 17 – SPECIAL EVENTS

Revenues and expenses from development projects are shown at the gross amounts in the statements of activities. Gross revenue and expense for each event for the years ended June 30, 2016 and 2015 are as follows:

	2016		
	Revenue	Expense	Net
Sweet Home Chicago	$ 972,037	$ 71,918	$ 900,119
Purple Tie Ball	216,927	100,351	116,576
WINGS in Chicago	189,370	44,140	145,230
Miscellaneous	243,695	119,754	123,941
Total	**$ 1,622,029**	**$ 336,163**	**$ 1,285,866**

	2015		
	Revenue	Expense	Net
Sweet Home Chicago	$ 948,896	$ 78,007	$ 870,889
Purple Tie Ball	251,636	88,407	163,229
A Night to Remember	84,503	63,493	21,010
Miscellaneous	273,479	98,897	174,582
Total	**$ 1,558,514**	**$ 328,804**	**$ 1,229,710**

As of June 30, 2016 and 2015, special events revenue of $150,000 and $303,075, respectively, was restricted at the events by donors for specified programs and/or projects.

NOTE 18 – GRANTS FROM TOWNSHIPS AND MUNICIPALITIES

Grants from townships and municipalities for the years ended June 30 consist of the following:

Grantor	2016	2015
City of Des Plaines	$ 2,490	$ 5,846
Elk Grove Township	750	1,875
Hanover Township	10,000	10,000
Maine Township	6,750	3,000
Northfield Township	4,000	4,000
Schaumburg Township	10,000	8,000
Village of Arlington Heights	4,345	2,700
Village of Mt Prospect	10,966	7,500
Village of Palatine	3,160	6,329
Village of Schaumburg	4,675	5,275
Wheeling Township	10,350	10,350
Total	**$ 67,486**	**$ 64,875**

NOTE 19 – RELATED PARTY TRANSACTIONS

Property Management Agreement

The LLC entered into an agreement with GSDC DV, LLC, one of its members, to be the manager of the Project’s property, which includes, but is not limited to, the management, operations, leasing supervision, repairs and maintenance, and financing of the property. The amount paid to GSDC DV, LLC for the year ended June 30, 2016 was $0.

Additional Information

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Independent Auditor's Report on Additional Information

To the Board of Directors
WING Program, Inc.

We have audited the consolidated financial statements of WING Program, Inc. as of and for the years ended June 30, 2016 and 2015, and have issued our report thereon dated September 30, 2016, which contained an unmodified opinion on those consolidated financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The June 30, 2016 consolidating statements of financial position and consolidating statements of activities for the years ended June 30, 2016 and 2015 are presented for the purpose of additional analysis and are 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.

Plante & Moran, PLLC

September 30, 2016

WINGS Program, Inc.
Consolidating Statements of Financial Position
As of June 30, 2016 (with comparative totals for June 30, 2015)

	WINGS Program, Inc. and WM Initiatives LLC	WINGS Metro, LLC	Eliminating Entries	Total 2016	Total 2015
ASSETS					
Current Assets					
Cash and Cash Equivalents	$ 1,893,535	$ 441,391	$ -	$ 2,334,926	$ 2,261,392
Investments	108,232	-	-	108,232	-
Construction Escrow	-	77,776	-	77,776	363,528
Contracts Receivable	335,926	70,331	(70,331)	335,926	148,617
Promises to Give Receivable	-	-	-	-	100,000
Prepaid Expenses	116,134	2,575	-	118,709	100,944
Other Current Assets	41,388	-	-	41,388	97,316
Assets Held for Sale	458,906	-	-	458,906	458,906
Total Current Assets	**2,954,121**	**592,073**	**(70,331)**	**3,475,863**	**3,530,703**
Fixed Assets at Net Book Value	**5,288,893**	**9,065,573**	**(500,000)**	**13,854,466**	**10,105,507**
Other Assets					
Restricted Investments	3,230,291	-	-	3,230,291	3,403,249
Restricted Cash	-	143,959	-	143,959	-
Investment in WINGS Metro, LLC.	(1,113,417)	-	1,113,417	-	-
IHDA Escrow	201,644	-	-	201,644	201,486
Security Deposit	34,383	-	-	34,383	33,332
Loan Receivable - NMTC	3,993,345	-	-	3,993,345	-
Deferred NMTC Loan Costs	-	400,165	-	400,165	-
Developer Fees Receivable	500,000	-	(500,000)	-	-
Timeshare Membership - Net of Amortization	3,424	-	-	3,424	3,461
Deferred Loan Costs - Net of Amortization	-	23,464	-	23,464	27,515
Cash Held for Others	125,374	-	-	125,374	11,034
Total Other Assets	**6,975,044**	**567,588**	**613,417**	**8,156,049**	**3,680,077**
TOTAL ASSETS	**$ 15,218,058**	**$ 10,225,234**	**$ 43,086**	**$ 25,486,378**	**$ 17,316,287**

WINGS Program, Inc.
Consolidating Statements of Financial Position
As of June 30, 2016 (with comparative totals for June 30, 2015)

	WINGS Program, Inc. and WM Initiatives LLC	WINGS Metro, LLC	Eliminating Entries	Total 2016	Total 2015
LIABILITIES & NET ASSETS					
Liabilities					
Current Liabilities					
Current Portion Long Term Liabilities	$ 69,918	$ -	$ -	$ 69,918	$ 66,882
Accounts Payable	161,558	-	(70,331)	91,227	107,558
Accrued Vacation	93,349	-	-	93,349	73,630
Construction Draws Payable	-	302,933	-	302,933	1,992,012
Retention Payable	-	345,084	-	345,084	362,208
Deferred Revenue	84,333	-	-	84,333	24,250
Deferred Rent	18,629	-	-	18,629	17,699
Accrued Payroll	11,924	-	-	11,924	10,794
Cash Held for Others	125,374	-	-	125,374	11,034
Other Current Liabilities	55,351	17,681	-	73,032	49,034
Total Current Liabilities	**620,436**	**665,698**	**(70,331)**	**1,215,803**	**2,715,101**
Long Term Liabilities					
Mortgage Loans Payable	1,665,163	-	-	1,665,163	1,721,634
Construction Loan Payable	-	3,510,345	-	3,510,345	-
QLICI Notes Payable	-	5,000,000	-	5,000,000	-
Other Long Term Payables	-	500,000	(500,000)	-	13,341
Less Current Portion	(69,918)	-	-	(69,918)	(66,882)
Deferred Grant Revenue	-	1,572,538	-	1,572,538	715,957
Total Long Term Liabilities	**1,595,245**	**10,582,883**	**(500,000)**	**11,678,128**	**2,384,050**
Total Liabilities	**2,215,681**	**11,248,581**	**(570,331)**	**12,893,931**	**5,099,151**
Net Assets					
Unrestricted Net Assets	7,461,554	(1,023,347)	608,913	7,047,120	6,160,662
Unrestricted Board Designated Net Assets	214,629	-	-	214,629	163,613
Unrestricted Non-controlling Interest	-	-	4,504	4,504	8,458
Temporarily Restricted Net Assets	2,767,107	-	-	2,767,107	3,325,316
Permanently Restricted Net Assets	2,559,087	-	-	2,559,087	2,559,087
Total Net Assets	**13,002,377**	**(1,023,347)**	**613,417**	**12,592,447**	**12,217,136**
TOTAL LIABILITIES AND NET ASSETS	**$ 15,218,058**	**$ 10,225,234**	**$ 43,086**	**$ 25,486,378**	**$ 17,316,287**

WINGS Program, Inc.
Consolidating Statement of Activities
For the Year Ended June 30, 2016

	WINGS Program, Inc. and WM Initiatives LLC						
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Assets	WINGS Metro, LLC	Eliminations	Total
Income							
Government Contracts							
FEMA	$ 59,688	$ -	$ -	$ 59,688	$ -	$ -	$ 59,688
Department of Justice OVAW	98,019	-	-	98,019	-	-	98,019
Townships and Municipalities	67,486	-	-	67,486	-	-	67,486
City of Chicago	109,908			109,908	53,478	-	163,386
Cook County CDBG	29,511	-	-	29,511	-	-	29,511
HUD-SHP	477,493	-	-	477,493	-	-	477,493
State of IL - Attorney General	9,000	-	-	9,000	-	-	9,000
State of IL - DHS	243,665	-	-	243,665	-	-	243,665
State of IL - ESG	66,400			66,400	-	-	66,400
Total Government Contracts	**1,161,170**	**-**	**-**	**1,161,170**	**53,478**	**-**	**1,214,648**
Other Revenues							
United Way	106,554	-	-	106,554	-	-	106,554
Contributions	1,038,173	1,105,986	-	2,144,159	-	-	2,144,159
Program Service Fees	110,059	-	-	110,059	70,331	(70,331)	110,059
Special Event Income (Net of Direct Costs of $336,163)	1,135,866	150,000	-	1,285,866	-	-	1,285,866
In-Kind Contributions	202,993	-	-	202,993	-	-	202,993
Resale Gross Income (Net of Direct Costs of $1,021,623)	126,429	-	-	126,429	-	-	126,429
Total Other Revenues	**2,720,074**	**1,255,986**	**-**	**3,976,060**	**70,331**	**(70,331)**	**3,976,060**
Other Income							
Miscellaneous	623	-	-	623	-	-	623
Item Sales Gross Income	220	1,300	-	1,520	-	-	1,520
NCH Partership	22,400	-	-	22,400	-	-	22,400
Investment Income	11,746	367	-	12,113	-	-	12,113
Management Fees	6,713	-	-	6,713	-	-	6,713
Developer Fees	500,000	-	-	500,000	-	(500,000)	-
Net Gain on Fixed Assets	181,160	-	-	181,160	-	-	181,160
Total Other Income	**722,862**	**1,667**	**-**	**724,529**	**-**	**(500,000)**	**224,529**
Released from Restriction	**1,642,905**	**(1,642,905)**	**-**	**-**	**-**	**-**	**-**
Total Income	**6,247,011**	**(385,252)**	**-**	**5,861,759**	**123,809**	**(570,331)**	**5,415,237**
Expenses							
Program Expenses							
Safehouse	1,174,797	-	-	1,174,797	-	-	1,174,797
Safehouse at WINGS Metro	484,563	-	-	484,563	202,897	(70,331)	617,129
Transitional Housing	1,351,561	-	-	1,351,561	-	-	1,351,561
Permanent Supportive Housing	273,368	-	-	273,368	-	-	273,368
Community Based Services	283,771	-	-	283,771	-	-	283,771
Total Program Expenses	**3,568,060**	**-**	**-**	**3,568,060**	**202,897**	**(70,331)**	**3,700,626**
Administrative	**447,425**	**-**	**-**	**447,425**	-		**447,425**
Development	**718,918**	**-**	**-**	**718,918**	**-**	**-**	**718,918**
Total Functional Expenses	**4,734,403**	**-**	**-**	**4,734,403**	**202,897**	**(70,331)**	**4,866,969**
Change in Net Assets Before Non-Operating Investment Activity	**1,512,608**	**(385,252)**	**-**	**1,127,356**	**(79,088)**	**(500,000)**	**548,268**
Investment Income (Loss)							
Interest and Dividends	-	64,367	-	64,367	-	-	64,367
Less: Investment Fees	-	(24,062)	-	(24,062)	-	-	(24,062)
Realized and Unrealized Gain on Investments	-	(213,262)	-	(213,262)	-	-	(213,262)
Total Net Investment Income, Net	**-**	**(172,957)**	**-**	**(172,957)**	**-**	**-**	**(172,957)**
Change in Net Assets	**1,512,608**	**(558,209)**	**-**	**954,399**	**(79,088)**	**(500,000)**	**375,311**
Change in Net Assets Attributable to Non-controlling Interest	**-**	**-**	**-**	**-**	**(3,954)**	-	**(3,954)**
Change in Net Assets Attributable to WINGS Program, Inc. and WM Initiatives LLC	**1,512,608**	**(558,209)**	**-**	**954,399**	**(75,134)**	(500,000)	**379,265**
Beginning Net Assets	**6,163,575**	**3,325,316**	**2,559,087**	**12,047,978**	**169,158**	**-**	**12,217,136**
Ending Net Assets	**$ 7,676,183**	**$ 2,767,107**	**$ 2,559,087**	**$ 13,002,377**	**$ 90,070**	**$ (500,000)**	**$ 12,592,447**

WINGS Program, Inc.
Consolidating Statement of Activities
For the Year Ended June 30, 2015

	WINGS Program, Inc.						
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Assets	WINGS Metro, LLC	Eliminations	Total
ncome							
Government Contracts							
FEMA	$ 50,000	$ -	$ -	$ 50,000	$ -	$ -	$ 50,000
Department of Justice OVAW	83,630	-	-	83,630	-	-	83,630
Townships and Municipalities	64,875	-	-	64,875	-	-	64,875
Cook County CDBG	19,580	-	-	19,580	-	-	19,580
CCDPH	2,000	-	-	2,000	-	-	2,000
HUD-SHP	506,448	-	-	506,448	-	-	506,448
ESG	40,000	-	-	40,000	-	-	40,000
State of IL - Attorney General	7,980	-	-	7,980	-	-	7,980
State of IL - DHS	244,177	-	-	244,177	-	-	244,177
State of IL - DCEO	500,000	-	-	500,000	-	-	500,000
Total Government Contracts	**1,518,690**	**-**	**-**	**1,518,690**	**-**	**-**	**1,518,690**
Other Revenues							
United Way	80,678	-	-	80,678	-	-	80,678
Contributions	816,184	908,636	-	1,724,820	-	-	1,724,820
Program Service Fees	109,148	-	-	109,148	-	-	109,148
Special Event Income (Net of Direct Costs of $328,804)	926,635	303,075	-	1,229,710	-	-	1,229,710
In-Kind Contributions	657,444	-	-	657,444	-	-	657,444
City of Chicago Land Donation	-	-	-	-	170,000	-	170,000
Resale Gross Income (Net of Direct Costs of $1,070,637)	232,927	-	-	232,927	-	-	232,927
Total Other Revenues	**2,823,016**	**1,211,711**	**-**	**4,034,727**	**170,000**	**-**	**4,204,727**
Other Income							
Miscellaneous	212	-	-	212	-	-	212
Item Sales Gross Income	8,264	-	-	8,264	-	-	8,264
NCH Partership	22,431	-	-	22,431	-	-	22,431
Investment Income	2,109	380	-	2,489	-	-	2,489
Gain on Fixed Assets	(66,821)	-	-	(66,821)	-	-	(66,821)
Total Other Income	**(33,805)**	**380**	**-**	**(33,425)**	**-**	**-**	**(33,425)**
Released from Restriction	**2,292,843**	**(2,292,843)**	**-**	**-**	**-**	**-**	**-**
Total Income	**6,600,744**	**(1,080,752)**	**-**	**5,519,992**	**170,000**	**-**	**5,689,992**
Expenses							
Program Expenses							
Safehouse	1,245,590	-	-	1,245,590	-	-	1,245,590
Transitional Housing	1,372,374	-	-	1,372,374	-	-	1,372,374
Permanent Supportive Housing	260,853	-	-	260,853	-	-	260,853
Community Based Services	353,439	-	-	353,439	-	-	353,439
Total Program Expenses	**3,232,256**	**-**	**-**	**3,232,256**	**-**	**-**	**3,232,256**
Administrative	**411,626**	**-**	**-**	**411,626**	842		**412,468**
Development	**624,410**	**-**	**-**	**624,410**	**-**	**-**	**624,410**
Total Functional Expenses	**4,268,292**	**-**	**-**	**4,268,292**	**842**	**-**	**4,269,134**
Change in Net Assets Before Non-Operating Investment Activity	**2,332,452**	**(1,080,752)**	**-**	**1,251,700**	**169,158**	**-**	**1,420,858**
nvestment Income (Loss)							
Interest and Dividends	-	72,257	-	72,257	-	-	72,257
Less: Investment Fees	-	(22,339)	-	(22,339)	-	-	(22,339)
Realized and Unrealized Gain on Investments	-	(21,850)	-	(21,850)	-	-	(21,850)
Total Net Investment Income, Net	**-**	**28,068**	**-**	**28,068**	**-**	**-**	**28,068**
Change in Net Assets	**2,332,452**	**(1,052,684)**	**-**	**1,279,768**	**169,158**	**-**	**1,448,926**
Change in Net Assets Attributable to Non-controlling Interest	**-**	**-**	**-**	**-**	**8,458**	-	**8,458**
Change in Net Assets Attributable to WINGS Program, Inc.	**2,332,452**	**(1,052,684)**	**-**	**1,279,768**	**160,700**	-	**1,440,468**
Beginning Net Assets	**3,831,123**	**4,378,000**	**2,559,087**	**10,768,210**	**-**	**-**	**10,768,210**
Ending Net Assets	**$ 6,163,575**	**$ 3,325,316**	**$ 2,559,087**	**$ 12,047,978**	**$ 169,158**	**$ -**	**$ 12,217,136**