WINGS Program, Inc.

Consolidated Financial Report
with Additional Information
June 30, 2019

Contents

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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. and its subsidiaries (collectively, the "Organizations"), which comprise the consolidated statement of financial position as of June 30, 2019 and 2018 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 audits 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, 2019 and 2018 and the changes in its net assets, functional expenses, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 2 to the consolidated financial statements, the Organizations adopted the provisions of the Financial Accounting Standards Board's Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entitie*s, as of July 1, 2018. Our opinion is not modified with respect to this matter.

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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 26, 2019 on our consideration of WINGS Program, Inc.'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, Inc.'s internal control over financial reporting and compliance.

Plante & Moran, PLLC

September 26, 2019

WINGS Program, Inc.

Consolidated Statement of Financial Position

June 30, 2019 and 2018

	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	$ 1,363,624	$ 1,426,146
Contracts receivable - Loan receivable	297,765	313,867
Assets held for sale	79,000	79,000
Prepaid expenses and other current assets	231,224	195,647
Total current assets	1,971,613	2,014,660
Other Assets		
Restricted investments	3,370,932	3,232,441
Restricted cash	68,959	93,959
IHDA escrow	208,855	204,524
Security deposit	34,217	31,678
Emergency fund receivables	12,536	13,131
Loan receivable - NMTC	3,993,345	3,993,345
Timeshare membership - Net of amortization	3,302	3,342
Cash held for others	13,722	16,529
Total other assets	7,705,868	7,588,949
Fixed Assets - Net	13,184,929	13,351,002
Total assets	**$ 22,862,410**	**$ 22,954,611**

Consolidated Statement of Financial Position (Continued)

June 30, 2019 and 2018

	2019	2018
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	$ 138,189	$ 238,538
Accrued compensation	181,519	145,970
Current portion of mortgage loans payable	347,177	76,289
Current portion of construction loan payable	104,600	249,885
Deferred revenue	16,900	317,500
Deferred rent	2,121	10,945
Other current liabilities	57,222	42,333
Cash held for others	13,722	16,529
Total current liabilities	861,450	1,097,989
Mortgage Loans Payable - Net of current portion	1,142,128	1,471,094
Notes Payable		
Construction loan payable	1,888,682	1,893,190
QLICI notes payable	5,000,000	5,000,000
Less unamortized debt issuance costs	(233,625)	(296,960)
Total notes payable	6,655,057	6,596,230
Deferred Grant Revenue	1,144,726	1,287,330
Total liabilities	9,803,361	10,452,643
Net Assets		
Net assets without donor restrictions:		
Undesignated	7,940,683	7,707,481
Noncontrolling interest	(11,735)	(11,721)
Board designated	121,468	121,468
Total net assets without donor restrictions	8,050,416	7,817,228
Net assets with donor restrictions	5,008,633	4,684,740
Total net assets	13,059,049	12,501,968
Total liabilities and net assets	**$ 22,862,410**	**$ 22,954,611**

WINGS Program, Inc.

Consolidated Statement of Activities

Year Ended June 30, 2019

	2019		
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Income			
Government Contracts			
FEMA	$ -	$ -	$ -
Department of Justice OVAW	70,703	-	70,703
Townships and Municipalaties	69,441	-	69,441
City of Chicago	465,062	-	465,062
Cook County CDBG	21,394	-	21,394
HUD-SHP	480,011	-	480,011
State of IL - Attorney General	15,000	-	15,000
State of IL - DHS	325,297	-	325,297
State of IL - ICADV	377,917	-	377,917
State of IL - ICJIA	233,846	-	233,846
Total Government Contracts	2,058,671	-	2,058,671
Other Revenues			
United Way	90,875	-	90,875
Contributions	1,162,797	501,124	1,663,921
Program Service Fees	117,286	-	117,286
Special Event Income (Net of Direct Costs of $306,149)	2,106,162	100,050	2,206,212
In-Kind Contributions	365,526	-	365,526
Resale Gross Income (Net of Direct Costs of $1,358,357)	713,212	-	713,212
Total Other Revenues	4,555,858	601,174	5,157,032
Other Income			
Miscellaneous	2,485	-	2,485
Item Sales Gross Income	-	-	-
NCH Partership	20,481	-	20,481
Investment Income	52,748	122	52,870
Net Gain on Fixed Assets	-	-	-
Total Other Income	75,714	122	75,836
Released from Restriction	415,892	(415,892)	-
Total Income	7,106,135	185,404	7,291,539
Expenses			
Program Expenses			
Safehouse	1,232,517	-	1,232,517
Safehouse at WINGS Metro	1,882,921	-	1,882,921
Transitional Housing	1,520,631	-	1,520,631
Permanent Supportive Housing	277,398	-	277,398
Community Based Services	310,756	-	310,756
Total Program Expenses	5,224,223	-	5,224,223
Adminstrative	821,962	-	821,962
Development	826,762	-	826,762
Total Functional Expenses	6,872,947	-	6,872,947
Change in Net Assets Before Non-Operating Investment Activity	233,188	185,404	418,592
Investment Income (Loss)			
Interest and Dividends	-	120,183	120,183
Less: Investment Fees	-	(15,532)	(15,532)
Realized and Unrealized Gain on Investments	-	33,838	33,838
Total Net Investment Income, Net	-	138,489	138,489
Change in Net Assets	233,188	323,893	557,081
Change in Net Assets Attributable to Non-controlling Interest	(14)	-	(14)
Change in Net Assets Attributable to WINGS Program, Inc.	233,202	323,893	557,095
Beginning Net Assets	7,817,228	4,684,740	12,501,968
Ending Net Assets	$ 8,050,416	$ 5,008,633	$ 13,059,049

See notes to consolidated financial statements.

WINGS Program, Inc.

Consolidated Statement of Activities

Year Ended June 30, 2018

	2018		
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Income			
Government Contracts			
FEMA	$ 75,734	$ -	$ 75,734
Department of Justice OVAW	78,174	-	78,174
Townships and Municipalaties	92,056	-	92,056
City of Chicago	470,573	-	470,573
Cook County CDBG	21,804	-	21,804
HUD-SHP	486,625	-	486,625
State of IL - Attorney General	9,000	-	9,000
State of IL - DHS	323,180	-	323,180
State of IL - ICADV	375,737	-	375,737
State of IL - ICJIA	213,704	-	213,704
Total Government Contracts	2,146,587	-	2,146,587
Other Revenues			
United Way	94,375	-	94,375
Contributions	1,062,460	436,870	1,499,330
Program Service Fees	115,352	-	115,352
Special Event Income (Net of Direct Costs of $305,830)	1,259,308	-	1,259,308
In-Kind Contributions	239,760	-	239,760
Resale Gross Income (Net of Direct Costs of $1,230,799)	490,473	-	490,473
Total Other Revenues	3,261,728	436,870	3,698,598
Other Income			
Miscellaneous	1,082	-	1,082
Item Sales Gross Income	17,822	-	17,822
NCH Partership	18,667	-	18,667
Investment Income	45,839	-	45,839
Net Gain on Fixed Assets	2,000	-	2,000
Total Other Income	85,410	-	85,410
Released from Restriction	1,468,447	(1,468,447)	-
Total Income	6,962,172	(1,031,577)	5,930,595
Expenses			
Program Expenses			
Safehouse	1,215,442	-	1,215,442
Safehouse at WINGS Metro	1,509,264	-	1,509,264
Transitional Housing	1,572,400	-	1,572,400
Permanent Supportive Housing	278,455	-	278,455
Community Based Services	290,572	-	290,572
Total Program Expenses	4,866,133	-	4,866,133
Adminstrative	748,537	-	748,537
Development	751,267	-	751,267
Total Functional Expenses	6,365,937	-	6,365,937
Change in Net Assets Before Non-Operating Investment Activity	596,235	(1,031,577)	(435,342)
Investment Income (Loss)			
Interest and Dividends	-	112,147	112,147
Less: Investment Fees	-	(15,891)	(15,891)
Realized and Unrealized Gain on Investments	-	52,205	52,205
Total Net Investment Income, Net	-	148,461	148,461
Change in Net Assets	596,235	(883,116)	(286,881)
Change in Net Assets Attributable to Non-controlling Interest	(4,438)	-	(4,438)
Change in Net Assets Attributable to WINGS Program, Inc.	600,673	(883,116)	(282,443)
Beginning Net Assets	7,220,993	5,567,856	12,788,849
Ending Net Assets	$ 7,817,228	$ 4,684,740	$ 12,501,968

Consolidated Statement of Functional Expenses

Year Ended June 30, 2019

	Safehouse Services	Safehouse at WINGS Metro	Transitional Services	Permanent Housing	Community Based Svcs	Total Program	Administrative	Development	Other Fundraising (Resale and Special Event)	Total Expenses
Personnel										
Salaries & Wages	$ 567,689	$ 555,393	$ 417,190	$ 58,264	$ 192,741	$ 1,791,277	$ 569,166	$ 440,005	$ 655,053	$ 3,455,501
Payroll Taxes	42,236	41,293	30,509	4,117	11,832	129,987	42,449	32,617	48,722	253,775
Health Insurance	44,138	48,927	42,186	7,376	5,162	147,789	29,409	16,194	36,820	230,212
Workers Compensation	7,953	7,115	5,594	813	2,414	23,889	7,301	6,179	21,070	58,439
Other Personnel Costs	6,159	7,428	(545)	459	2,075	15,576	31,930	12,290	7,789	67,585
Total Personnel	668,175	660,156	494,934	71,029	214,224	2,108,518	680,255	507,285	769,454	4,065,512
Program Expense										
Rent Expense	-	-	178,966	110,647	-	289,613	-	-	-	289,613
Food Expense	77,153	82,695	2,145	470	50	162,513	-	-	-	162,513
Other Program Expenses	65,307	77,775	344,791	10,204	31,495	529,572	-	-	-	529,572
Total Program	142,460	160,470	525,902	121,321	31,545	981,698	-	-	-	981,698
Operations Expense										
Audit	-	-	-	-	-	-	36,750	-	-	36,750
Bank Fees	-	-	-	-	-	-	1,651	23,098	33,294	58,043
Periodicals	-	-	-	-	-	-	258	64	-	322
Consultants	-	39,350	-	-	-	39,350	10,813	93,019	10,484	153,666
Equipment	13,154	4,979	16,935	1,959	572	37,599	1,094	1,098	4,026	43,817
Equipment Rental	3,288	5,801	10,243	93	106	19,531	647	500	8,931	29,609
Technology	26,948	28,017	28,760	1,925	10,269	95,919	25,257	38,202	32,969	192,347
Legal & Accounting	-	19,060	-	-	-	19,060	800	-	7,161	27,021
Licenses & Fees	488	5,161	1,429	75	23	7,176	52	-	234	7,462
Meetings & Food	339	961	295	69	110	1,774	7,742	3,526	1,768	14,810
Memberships & Dues	1,538	1,653	295	45	50	3,581	1,122	3,587	1	8,291
Mileage & Travel Expense	4,357	6,353	16,284	1,436	3,592	32,022	1,727	9,597	381	43,727
Supplies	15,542	20,891	5,646	1,281	1,065	44,425	7,422	7,015	49,131	107,993
Postage	60	91	11	-	7	169	4,086	1,779	1	6,035
Printing	1,537	2,116	1,907	386	1,352	7,298	1,912	20,067	500	29,777
Vehicles	-	-	-	-	-	-	-	1,454	32,783	34,237
Total Operations	67,251	134,433	81,805	7,269	17,146	307,904	101,333	203,006	181,664	793,907

See notes to consolidated financial statements.

Consolidated Statement of Functional Expenses (continued)

Year Ended June 30, 2019

	Safehouse Services	Safehouse at WINGS Metro	Transitional Services	Permanent Housing	Community Based Svcs	Total Program	Administrative	Development	Other Fundraising (Resale and Special Event)	Total Expenses
Development Expenses										
Special Events	-	-	-	-	-	-	-	-	306,149	306,149
Advertising	-	-	-	-	-	-	-	4,866	34,037	38,903
Appeal Expense	-	-	-	-	-	-	-	28,639	-	28,639
Marketing	95	-	-	-	2,232	2,327	-	7,256	130	9,713
Sales Tax	-	-	-	-	-	-	-	-	155,110	155,110
Community Relations	-	-	-	-	-	-	-	12,836	75	12,911
Resale Store	-	-	-	-	-	-	-	-	5,379	5,379
Total Development	95	-	-	-	2,232	2,327	-	53,597	500,880	556,804
Occupancy Expenses										
Utilities	63,818	63,766	63,456	15,646	4,172	210,858	7,032	11,339	30,942	260,171
Telephone	4,592	4,569	12,852	1,099	2,666	25,778	4,654	5,491	4,178	40,101
Mortgage Interest	17,322	171,032	13,692	1,240	1,443	204,729	5,766	5,201	14,986	230,682
Rent	102,648	165,781	133,987	24,526	29,232	456,174	-	18,850	123,058	598,082
Insurance	17,016	20,336	19,320	3,932	594	61,198	1,180	1,285	7,497	71,160
Repairs & Maintenance	95,481	101,934	109,527	23,521	5,235	335,698	13,767	13,474	2,581	365,520
Depreciation & Amortization	53,659	400,444	65,156	7,815	2,267	529,341	7,975	7,234	29,266	573,816
Total Occupancy	354,536	927,862	417,990	77,779	45,609	1,823,776	40,374	62,874	212,508	2,139,532
Total Functional Expenses	$ 1,232,517	$ 1,882,921	$ 1,520,631	$ 277,398	$ 310,756	$ 5,224,223	$ 821,962	$ 826,762	$ 1,664,506	$ 8,537,453

See notes to consolidated financial statements.

WINGS Program, Inc.

Consolidated Statement of Functional Expenses

Year Ended June 30, 2018

	Safehouse Services	Safehouse at WINGS Metro	Transitional Services	Permanent Housing	Community Based Svcs	Total Program	Administrative	Development	Total Functional Expenses	Other Fundraising (Resale and Special Event)	Total Expenses
Personnel											
Salaries & Wages	$ 553,497	$ 485,769	$ 379,693	$ 48,459	$ 163,965	$ 1,631,383	$ 544,095	$ 406,095	$ 2,581,573	$ 557,678	$ 3,139,251
Payroll Taxes	39,900	35,871	28,178	3,674	12,303	119,926	41,146	30,166	191,238	41,013	232,251
Health Insurance	30,131	37,564	29,366	3,432	4,428	104,921	22,639	11,545	139,105	37,898	177,003
Workers Compensation	8,499	6,725	5,853	870	2,121	24,068	4,801	4,818	33,687	20,464	54,151
Other Personnel Costs	8,829	5,552	7,770	2,889	335	25,375	22,839	49,637	97,851	21,400	119,251
Total Personnel	640,856	571,481	450,860	59,324	183,152	1,905,673	635,520	502,261	3,043,454	678,453	3,721,907
Program Expense											
Rent Expense	-	-	176,449	109,926	-	286,375	-	-	286,375	-	286,375
Food Expense	8,760	16,365	4,464	179	-	29,768	-	325	30,093	-	30,093
Other Program Expenses	63,588	56,282	323,383	9,298	23,973	476,524	-	-	476,524	100	476,624
Total Program	72,348	72,647	504,296	119,403	23,973	792,667	-	325	792,992	100	793,092
Operations Expense											
Audit	-	-	-	-	-	-	35,500	-	35,500	-	35,500
Bank Fees	-	-	-	-	-	-	1,952	22,448	24,400	23,526	47,926
Periodicals	67	66	51	3	17	204	144	63	411	92	503
Consultants	2,810	54,818	20,192	1,463	12,096	91,379	11,612	65,607	168,598	18,556	187,154
Equipment	11,066	6,126	14,054	2,098	1,326	34,670	135	43	34,848	775	35,623
Equipment Rental	4,261	4,024	11,668	149	212	20,314	644	627	21,585	747	22,332
Technology	18,408	21,538	11,280	957	3,752	55,935	21,430	14,660	92,025	33,225	125,250
Legal & Accounting	-	7,282	1,121	950	-	9,353	-	-	9,353	-	9,353
Licenses & Fees	673	2,060	313	206	138	3,390	213	32	3,635	157	3,792
Meetings & Food	63	618	75	3	446	1,205	2,825	2,095	6,125	777	6,902
Memberships & Dues	1,335	1,450	1,193	19	18	4,015	1,365	3,278	8,658	215	8,873
Mileage & Travel Expense	2,932	5,601	13,003	1,570	2,101	25,207	1,617	9,688	36,512	609	37,121
Supplies	13,619	30,241	6,549	895	1,207	52,511	2,679	4,068	59,258	40,443	99,701
Postage	154	227	79	16	6	482	5,199	129	5,810	25	5,835
Printing	1,843	92	2,451	379	1,944	6,709	724	11,639	19,072	900	19,972
Vehicles	786	-	2,959	1,191	11	4,947	45	4,305	9,297	27,750	37,047
Total Operations	58,017	134,143	84,988	9,899	23,274	310,321	86,084	138,682	535,087	147,797	682,884

See notes to consolidated financial statements.

Consolidated Statement of Functional Expenses (continued)

Year Ended June 30, 2018

	Safehouse Services	Safehouse at WINGS Metro	Transitional Services	Permanent Housing	Community Based Svcs	Total Program	Administrative	Development	Total Functional Expenses	Other Fundraising (Resale and Special Event)	Total Expenses
Development Expenses											
Special Events	-	-	-	-	-	-	-	-	-	305,830	305,830
Advertising	-	-	-	-	-	-	-	2,354	2,354	21,218	23,572
Appeal Expense	-	-	-	-	-	-	-	15,745	15,745	-	15,745
Marketing	-	-	-	-	1,547	1,547	-	2,825	4,372	-	4,372
Sales Tax	-	-	-	-	-	-	-	905	905	149,516	150,421
Community Relations	11	3	11	-	-	25	99	17,026	17,150	750	17,900
Online Sales Expenses	-	-	-	-	-	-	-	-	-	1,725	1,725
Annual Meeting	-	-	-	-	-	-	-	1,327	1,327	-	1,327
Total Development	11	3	11	-	1,547	1,572	99	40,182	41,853	479,039	520,892
Occupancy Expenses											
Utilities	60,533	48,397	68,288	15,430	5,859	198,507	4,683	10,282	213,472	29,774	243,246
Telephone	7,628	8,127	18,170	1,316	2,428	37,669	5,303	6,062	49,034	4,320	53,354
Mortgage Interest	20,181	173,536	13,488	695	1,865	209,765	3,336	4,663	217,764	13,693	231,457
Rent	176,117	-	194,042	40,332	39,803	450,294	-	21,450	471,744	123,112	594,856
Insurance	17,700	20,455	19,730	3,888	595	62,368	316	681	63,365	7,478	70,843
Repairs & Maintenance	106,150	84,138	151,477	21,051	5,344	368,160	8,931	12,668	389,759	22,437	412,196
Depreciation & Amortization	55,901	396,337	67,050	7,117	2,732	529,137	4,265	14,011	547,413	30,426	577,839
Total Occupancy	444,210	730,990	532,245	89,829	58,626	1,855,900	26,834	69,817	1,952,551	231,240	2,183,791
Total Functional Expenses	$ 1,215,442	$ 1,509,264	$ 1,572,400	$ 278,455	$ 290,572	$ 4,866,133	$ 748,537	$ 751,267	$ 6,365,937	$ 1,536,629	$ 7,902,566

Consolidated Statement of Cash Flows

Years Ended June 30, 2019 and 2018

	2019	2018
Cash Flows from Operating Activities		
Change in net assets	$ 557,081	$ (286,881)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	510,441	514,504
Amortization of debt issuance costs	63,335	63,334
Imputed interest expense	11,615	10,121
Realized loss (gain) on investments	22,556	(46,043)
Unrealized gain on investments	(56,394)	(6,162)
Realized gain on disposition of assets held for sale and fixed assets	-	(2,000)
Changes in current assets and liabilities:		
Decrease in contracts receivable	16,102	61,235
Increase in prepaid expenses and other current assets	(35,577)	(23,710)
(Increase) decrease in other assets	(3,428)	232,610
(Decrease) increase in accounts payable	(42,230)	12,410
(Decrease) increase in deferred revenue	(443,204)	98,260
Increase (decrease) in other current liabilities	38,806	(261,531)
Net cash provided by operating activities	639,103	366,147
Cash Flows from Investing Activities		
Purchase of marketable securities	(626,344)	(715,162)
Proceeds on sale of marketable securities	521,691	619,053
Proceeds from withdrawal of endowment investment fund	-	600,000
Purchase of fixed assets	(402,487)	(101,707)
Proceeds on sale of fixed assets	-	2,000
Net cash (used in) provided by investing activities	(507,140)	404,184
Cash Flows from Financing Activities		
Construction loan payments	(149,793)	(1,067,270)
Repayments on debt - Mortgage loans	(69,692)	(69,079)
Use of restricted cash - Reserve account	25,000	25,000
Net cash used in financing activities	(194,485)	(1,111,349)
Net Decrease in Cash and Cash Equivalents	(62,522)	(341,018)
Cash and Cash Equivalents - Beginning of year	1,426,146	1,767,164
Cash and Cash Equivalents - End of year	**$ 1,363,624**	**$ 1,426,146**
Supplemental Cash Flow Information		
Interest paid	$ 217,881	$ 222,960
Fixed asset expenditures included in accounts payable	-	58,119

Note 1 - Nature of Business

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 29 percent of its total revenue from contributions for both the years ended June 30, 2019 and 2018 and 26 percent and 36 percent of its total revenue from government contracts for the years ended June 30, 2019 and 2018, 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 as follows:

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 percent and 5 percent interest in the LLC, respectively. Profits and losses, after compensation of the Manager, will generally be allocated based on 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 (the "landlord") entered into a lease with WM Initiatives LLC (the "Lessee") on 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 commenced on February 14, 2016 and continues for a period of 10 years thereafter. Base rent for the lease period shall equal the landlord’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 above.

Note 2 - Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the accounts of WINGS and the LLC (collectively, the "Organizations"). 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.

Note 2 - Significant Accounting Policies (Continued)

The net assets of WINGS are classified as follows:

- Net assets without donor restrictions - 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.
- Net assets with donor restrictions - Represent contributed net assets for which donor-imposed time and purpose restrictions have not been met. Some donor restrictions are temporary in nature; those restrictions will be met by actions of WINGS Program, Inc. or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Estimates

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

Cash and Cash Equivalents

For the purpose of the statement 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

The LLC, under the terms of its loan agreements disclosed in Note 10, has agreed to maintain a restricted cash balance to cover quarterly management fees. 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 consolidated statement of financial position. Donated investments are recorded at their fair value as of the date of contribution. Changes in unrealized gains and losses are included in the accompanying consolidated statement of activities. The investments are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to these risk factors, it is reasonably possible that changes in the value of investments will occur in the near term that could materially affect the amounts reported in the consolidated financial statements.

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 2019 and 2018, 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.

Note 2 - Significant Accounting Policies (Continued)

The carrying amount of loan receivable would be reduced by an allowance for loan losses if management, based on its evaluation of the collectibility 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, 2019 and 2018.

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 5 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.

Timeshare Membership

Timeshare membership reflects the fair value of a donated timeshare unit, which is being amortized using the straight-line method over the finite life of the use of the timeshare unit, which is 100 years.

Debt Issuance Costs and Amortization

Debt issuance 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.

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. Support restricted by the donor is reported as an increase in net assets without donor restrictions 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 net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (i.e., when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement 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.

Note 2 - Significant Accounting Policies (Continued)

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 consolidated statement of activities, with the corresponding expense as a component of direct resale costs on that same statement. For the years ended June 30, 2019 and 2018, sales tax amounted to $155,110 and $150,421, respectively.

Income Taxes

Not-for-profit: WINGS is exempt from income taxes under the provisions of the Internal Revenue Code (IRC) Section 501(c)(3). 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 that is treated as a disregarded entity for income tax purposes. Therefore, no provision or benefit for income taxes is included in these consolidated financial statements since taxable income or loss passes through to, and is reportable by, the member individually.

Impairment of Long-lived Assets

The Organizations review the 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.

Endowment

U.S. GAAP addresses the net asset classification of donor-restricted endowment funds for organizations subject to the State Prudent Management of Institutional Funds Act (SPMIFA). A key component of SPMIFA is a requirement to clarify the portion of the donor-designated endowment fund that is not classified as with donor restrictions to be maintained in perpetuity as with donor restrictions and subject to appropriation until appropriated for expenditure.

Note 2 - Significant Accounting Policies (Continued)

Functional Allocation of Expenses

In the consolidated statement 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. Some costs have been allocated between the various programs and support services on several bases and estimates as follows:

- Salaries and other personnel costs for support departments - Based on time and effort spent by employee within each function
- Occupancy and operational costs of resale stores - Based on square footage and relative benefit to each program
- Occupancy costs of main office - Based on the staff count to various cost centers

Adoption of New Accounting Principle

As of July 1, 2018, WINGS Program, Inc. adopted the Financial Accounting Standards Board's (FASB) Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. ASU No. 2016-14 requires significant changes to the financial reporting model of organizations that follow FASB not-for-profit rules, including net asset classification, liquidity and availability of resources, and details of expenses by natural and functional classification and methods of allocation. The standard clarifies the definition of management and general and prohibits certain expenses from being allocated out of management and general. As a result of the adoption of this standard, the financial information for the years ended June 30, 2019 and 2018 has been restated, as follows: decrease in total program expense of $292,226 and $272,196, respectively; increase to administrative expense of $266,853 and $243,016, respectively; increase to development expense of $47,421 and $43,091, respectively; and decrease in direct costs of special events and resale of $15,064 and $13,911, respectively. The decrease in resale expense resulted in an increase in resale income for 2019 and 2018 due to the allocation changes. Additionally, net assets of $2,125,653 and $2,559,087 previously reported as temporarily and permanently restricted net assets, respectively, are now reported as net assets with donor restrictions as of June 30, 2018. All applicable changes to the reporting model have been incorporated into the Organizations' consolidated financial statements. Net assets of $8,050,416 and $5,008,633 are reported as net assets without donor restrictions and net assets with donor restrictions, respectively, as of June 30, 2019.

Upcoming Accounting Pronouncements

In May 2014, the FASB issued 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 Organizations' 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 Organizations plan to apply the standard using the full retrospective method and expect to have expanded disclosures as a result of the new standard.

Note 2 - Significant Accounting Policies (Continued)

In February 2016, the FASB issued ASU No. 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 new lease guidance will be effective for the Organizations' year ending June 30, 2021 (there is currently a proposal to delay the implementation date for this standard by one year) 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 Organizations' consolidated financial statements as a result of the leases for retail store locations classified as operating leases. Upon adoption, the Organizations will recognize a lease liability and corresponding right-to-use asset based on the present value of the minimum lease payments. The effects on the results of operations are not expected to be significant, as recognition and measurement of expenses and cash flows for leases will be substantially the same under the new standard.

In June 2018, the FASB issued ASU No. 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, which provides enhanced guidance to assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal transactions) and (2) determining whether a contribution is conditional. The accounting guidance will result in more governmental contracts being accounted for as contributions and may delay revenue recognition for certain grants and contributions that no longer meet the definition of unconditional. The new guidance will be effective for the Organizations’ year ending June 30, 2020 and will be applied on a modified prospective basis. The Organizations do not expect the standard to have a significant impact on the timing of revenue recognition for government grants and contracts, but have not yet determined the impact on the timing of recognition of foundation and individual grants and contributions.

Subsequent Events

The consolidated financial statements and related disclosures include evaluation of events up through and including September 26, 2019, which is the date the consolidated financial statements were issued.

Note 3 - Commitments

Not-for-profit

WINGS enters into contracts for space for its events in advance. As of June 30, 2019, WINGS is liable for $40,000 in the event of cancellation of all its upcoming events, while, as of June 30, 2018, WINGS was liable for $61,033.

WINGS Metro, LLC

The LLC has grants and land awarded by the City of Chicago, Illinois (the "City") 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, which has been funded to the LLC. There are certain construction benchmark requirements to receive funds, as defined by the Construction Grant Agreement.

Note 3 - Commitments (Continued)

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 fifth anniversary of the construction completion date (completion date is considered to be February 14, 2016). 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 $122,604 for both the years ended June 30, 2019 and 2018. Deferred grant revenue related to the DPD grant is $812,228 and $934,832 at June 30, 2019 and 2018, 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, which has been funded to the LLC.

Provided that no event of default has occurred, as defined by the grant documents and Regulatory Agreement, beginning on the first 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 $20,000 for both the years ended June 30, 2019 and 2018. Deferred grant revenue related to the CLIHTF grant is $332,498 and $352,498 at June 30, 2019 and 2018, respectively.

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, Illinois Donated Land

Land was donated to the LLC from the City of Chicago, Illinois 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 donation revenue. The land was reconveyed back to the City of Chicago, Illinois 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, 2019 and 2018 due to the likelihood of noncompliance and default of the grant agreements being remote.

Note 4 - 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, 2019 and 2018, WINGS' uninsured cash balance totaled $250,593 and $468,047, respectively.

Note 5 - Fair Value Measurements

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

Note 5 - Fair Value Measurements (Continued)

The following tables present information about WINGS' assets measured at fair value on a recurring basis at June 30, 2019 and 2018 and the valuation techniques used by WINGS to determine those fair values.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that WINGS has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. WINGS' assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

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 2019 or 2018.

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

WINGS currently uses no Level 2 or 3 inputs.

	Assets Measured at Fair Value on a Recurring Basis at June 30, 2019			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2019
Investments				
Mutual funds:				
U.S. fixed income	$ 666,493	$ -	$ -	$ 666,493
International bonds	257,136	-	-	257,136
Total mutual funds	923,629	-	-	923,629
Equities:				
U.S. large cap	1,068,201	-	-	1,068,201
U.S. mid cap	274,962	-	-	274,962
U.S. small cap	247,852	-	-	247,852
Emerging market	339,169	-	-	339,169
Global	225,513	-	-	225,513
Total equities	2,155,697	-	-	2,155,697
Real estate funds	152,226	-	-	152,226
Equity funds	133,382	-	-	133,382
Total investments	$ 3,364,934	$ -	$ -	$ 3,364,934

Note 5 - Fair Value Measurements (Continued)

	Assets Measured at Fair Value on a Recurring Basis at June 30, 2018			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2018
Investments				
Mutual funds:				
U.S. fixed income	$ 558,776	$ -	$ -	$ 558,776
International bonds	155,096	-	-	155,096
Emerging market bonds	88,973	-	-	88,973
High-yield bonds	47,919	-	-	47,919
Convertible bonds	40,426	-	-	40,426
Preferred securities	36,954	-	-	36,954
Total mutual funds	928,144	-	-	928,144
Equities:				
U.S. large cap	775,722	-	-	775,722
U.S. mid cap	228,201	-	-	228,201
U.S. small cap	178,126	-	-	178,126
Emerging market	335,629	-	-	335,629
Global	353,693	-	-	353,693
Real estate funds	114,465	-	-	114,465
Equity funds	307,719	-	-	307,719
Total investments	$ 3,221,699	$ -	$ -	$ 3,221,699

Not included in the above table is $5,998 and $10,742 of money market funds as of June 30, 2019 and 2018, 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 the Organizations' fixed assets as of June 30, 2019 and 2018 was as follows:

	2019	2018
Land	$ 1,041,644	$ 1,041,644
WINGS Metro, LLC land and improvements	383,743	383,743
Buildings and improvements	13,658,460	13,631,107
Furniture and fixtures	432,831	432,830
Computer equipment and software	196,408	196,408
Vehicles	53,121	53,121
Construction in progress	318,514	1,500
Total cost	16,084,721	15,740,353
Less accumulated depreciation	2,899,792	2,389,351
Net book value	$ 13,184,929	$ 13,351,002

Depreciation expense for June 30, 2019 and 2018 was $510,441 and $514,504, respectively.

Note 6 - Fixed Assets (Continued)

Construction in progress balance as of June 30, 2019 includes an amount of approximately $251,000 for the build-out of the 63rd Street Thrift Store. There are no commitments in regard to the construction of the resale store location as of June 30, 2019.

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 4.75 percent. It was renewed until October 1, 2018 and will automatically renew for a one-year period thereafter. 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, 2019 and 2018, there was no outstanding balance.

Note 8 - Mortgage Loans Payable

Mortgage loans payable at June 30, 2019 and 2018 are as follows:

	2019	2018
IHDA mortgage loan dated March 1, 2003 for $468,000 with $100 payable monthly with no interest; due on January 31, 2034; and secured by the building at 7920 Niles Avenue, Skokie, Illinois. The mortgage agreement requires an escrow reserve for a working capital reserve. Total amount due as of June 30, 2019 and 2018 was $449,500 and $451,900, respectively. Imputed interest as of June 30, 2018 and 2017 was $243,649 and $256,464, respectively, at 5.75 percent	$ 205,851	$ 195,436
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, N.A. mortgage loan dated September 20, 2012 for $500,000 with $3,909.86 payable monthly, including interest at 3.2 percent; due on October 1, 2022; and secured by property at 1445 Hicks Road, Rolling Meadows, Illinois, 1910 West Touhy Avenue, ParkRidge, Illinois and 156 North Hager Avenue, Barrington, Illinois. This loan agreement is subject to certain financial covenants related to debt service coverage ratio	321,497	352,159
JPMorgan Chase Bank, N.A. mortgage loan dated April 4, 2013 for $500,000 with $3,952.96 payable monthly, including interest at 4.93 percent; due on April 1, 2023; and secured by property at 5104 Tollview Drive, Suite B, Rolling Meadows, Illinois. This loan agreement is subject to certain financial covenants related to debt service coverage ratio	338,110	367,833
JPMorgan Chase Bank, N.A. mortgage loan dated July 28, 2014 for $350,000 with $1,888.11 payable monthly, including interest at a variable rate; due on August 1, 2019; and secured by property at 1265 Oakton, Elk Grove, Illinois. This loan agreement is subject to certain financial covenants related to debt service coverage ratio	294,868	302,976
Total mortgage loans payable	$ 1,489,305	$ 1,547,383

Note 8 - Mortgage Loans Payable (Continued)

Maturities of the mortgage loans are as follows:

Years Ending	Amount
2020	$ 347,177
2021	67,699
2022	71,041
2023	466,763
2024	1,200
Thereafter	790,045
Less interest factor	(254,620)
Total	$ 1,489,305

For the years ended June 30, 2019 and 2018, WINGS paid interest for all mortgage loans payable and the line of credit in Note 7 in the amount of $47,319 and $49,131, 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 allowed advances to be taken under the note from the date of commencement through April 15, 2017 (the "Draw Period"). On April 24, 2017, the LLC renegotiated the construction loan into a new promissory note with the lender. The note extended the Draw Period to October 15, 2017. Total draws amounted to $3,510,345 as of June 30, 2016. No additional amounts were drawn in 2017. The note required principal-only payments of $300,000 on or before April 15, 2017; $300,000 on or before July 15, 2017; and $600,000 on or before October 15, 2017. Beginning on November 15, 2017, monthly principal and interest payments of approximately $29,000 are required through November 15, 2018. Then, beginning on November 15, 2018, monthly principal and interest payments of approximately $17,000 are required through the maturity date of April 15, 2022, at which time any and all principal and interest will be due. The interest rate of the note is LIBOR plus 2.47 percent (effective rate of 4.87 percent and 4.54 percent at June 30, 2019 and 2018, respectively), and the note is collateralized by substantially all of the assets of the LLC. WINGS Program, Inc. is the guarantor on the note. A total of $99,814 and $102,269 of interest was expensed as a period cost for the years ended June 30, 2019 and 2018, respectively.

Maturity of the construction loan is as follows:

Years Ending	Amount
2020	$ 104,600
2021	110,255
2022	1,778,427
Total loan payable	1,993,282
Less unamortized debt issuance costs	(11,311)
Total	$ 1,981,971

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 percent tax credit against federal income taxes over a seven-year period for Qualified Equity Investments (QEIs) in designated Community Development Entities (CDEs). The CDEs received NMTC allocations pursuant to Section 45D of the Internal Revenue Code. These designated CDEs must use substantially all of the proceeds to make Qualified Low Income Community Investments (QLICIs). To earn the tax credit, the QEI must remain invested in the CDE for a seven-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 seven-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 percent, and interest expense as of June 30, 2019 and 2018 was $55,856.

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 percent, and interest expense as of June 30, 2019 and 2018 was $14,080.

Unamortized debt issuance costs related to the loans amounted to $222,314 and $281,598 as of June 30, 2019 and 2018, respectively.

The transaction is subject to a put/call option. U.S. 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 percent interest in USBCDC Investment Fund 150, LLC; the state investment fund; and CDE for $1,000. At the end of the seven-year tax credit investment period, the LLC has the call option whereby, if exercised, it has the right to purchase the TCI’s 100 percent 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 National Association. The loan receivable balance was $3,993,345 as of June 30, 2019 and 2018. The loan bears interest at 1.00 percent and is payable in quarterly installments of interest, with the balance due on March 30, 2046.

Note 11 - Net Assets With Donor Restrictions

Net assets with donor restrictions as of June 30 are available for the following purposes:

	2019	2018
Subject to expenditures for a specified purpose or time restrictions:		
McCabe House	$ 158,662	$ 158,541
Restricted to programs	810,839	523,965
Fire Relief Fund	201,798	201,798
Endowment earnings	1,034,598	896,109
Capital campaign	-	89,976
Imputed interest	243,649	255,264
Total subject to expenditures for a specified purpose or time restrictions	2,449,546	2,125,653
Not subject to appropriation or expenditure:		
Contributed property	222,750	222,750
Endowment funds	2,336,337	2,336,337
Total not subject to appropriation or expenditure	2,559,087	2,559,087
Total net assets with donor restrictions	$ 5,008,633	$ 4,684,740

Note 12 - 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 based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

WINGS is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the board of directors appropriates such amounts for expenditures. Most of those net assets also are subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The board of directors of WINGS had interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, WINGS considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. WINGS has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. Additionally, in accordance with SPMIFA, WINGS considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purpose of the Organizations and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of WINGS

Note 12 - Endowment (Continued)

- 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 percent 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 WINGS' policy to have available for annual discretionary distribution 5 percent 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. During 2018, an appropriation of $600,000 was approved by the board to cover required payments on the construction loan. There were no appropriations in 2019.

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 or SPMIFA requires to be retained as a fund of perpetual duration. There were no deficiencies as of June 30, 2019 and 2018.

Information regarding the endowment net assets as of June 30, 2019 and 2018 and changes in endowment net assets for the years then ended is as follows:

	Endowment Net Asset as of June 30, 2019		
	With Donor Restrictions and Subject to Appropriation	With Donor Restrictions to be Maintained in Perpetuity	Total
Donor-designated endowment funds	$ 1,034,598	$ 2,336,337	$ 3,370,935

	Changes in Endowment Net Assets for the Fiscal Year Ended June 30, 2019		
	With Donor Restrictions and Subject to Appropriation	With Donor Restrictions to be Maintained in Perpetuity	Total
Endowment net assets - Beginning of year	$ 896,109	$ 2,336,337	$ 3,232,446
Investment income	120,183	-	120,183
Investment expense	(15,532)	-	(15,532)
Net appreciation (realized and unrealized)	33,838	-	33,838
Endowment net assets - End of year	$ 1,034,598	$ 2,336,337	$ 3,370,935

Note 12 - Endowment (Continued)

	Endowment Net Asset Composition by Type of Fund as of June 30, 2018		
	With Donor Restrictions and Subject to Appropriation	With Donor Restrictions to be Maintained in Perpetuity	Total
Donor-designated endowment funds	$ 896,109	$ 2,336,337	$ 3,232,446

	Changes in Endowment Net Assets for the Fiscal Year Ended June 30, 2018		
	With Donor Restrictions and Subject to Appropriation	With Donor Restrictions to be Maintained in Perpetuity	Total
Endowment net assets - Beginning of year	$ 1,347,795	$ 2,336,337	$ 3,684,132
Appropriated	(600,000)	-	(600,000)
Investment income	112,000	-	112,000
Investment expense	(15,891)	-	(15,891)
Net appreciation (realized and unrealized)	52,205	-	52,205
Endowment net assets - End of year	$ 896,109	$ 2,336,337	$ 3,232,446

Note 13 - 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, 2019 and 2018, WINGS received in-kind donations of $308,381 and $147,278, respectively, and donations of gift certificates of $15,379 and $36,586, 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 52,430 and 46,533 hours of volunteer time in the years ended June 30, 2019 and 2018, 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, 2019 and 2018, WINGS recorded donated services of $21,561 and $14,400, respectively.

Donations of use of facilities are recorded at their fair value. Such donations are reported as unrestricted support. During the years ended June 30, 2019 and 2018, WINGS received donated use of facilities valued at $20,204 and $41,497, respectively.

Note 14 - Lease Obligation and Rent Expense

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. On April 3, 2017, an amendment was signed adding space and extending the lease for two and a half more years. Monthly rent expense is $12,622, plus an annually determined amount for common area costs, as well as real estate taxes.

In December 2014, WINGS extended its operating lease agreement effective June 1, 2015 for the resale store at 8349 West Golf Road, Niles, Illinois for five years. On May 29, 2019, the lease was extended for five more years to May 31, 2025. Monthly rent expense is $8,947, 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 $6,895, 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, 2019. 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 long-term leases for the years ended June 30, 2019 and 2018 was $598,081 and $594,856, respectively, which included the cost of donated facilities (see Note 13). Rent expense on program residence leases was $748,546 and $658,289 for the years ended June 30, 2019 and 2018, respectively.

The estimated future minimum rent and lease obligation for the succeeding years under noncancelable operating leases in effect as of June 30, 2019 are as follows:

Years Ending June 30	Rent
2020	$ 524,794
2021	281,826
2022	124,355
Total	$ 930,975

Note 15 - 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, 2019 and 2018.

Note 16 - Special Events

Revenue and expenses from development projects are shown at the gross amounts in the consolidated statement of activities. Gross revenue and expense for each event for the years ended June 30, 2019 and 2018 are as follows:

	2019		
	Revenue	Expense	Net
Sweet Home Chicago	$ 746,500	$ 74,437	$ 672,063
Purple Tie Ball	310,329	74,061	236,268
Speakers Luncheon	968,780	97,460	871,320
Fashion Show	379,084	39,953	339,131
Miscellaneous	107,668	20,238	87,430
Total	$ 2,512,361	$ 306,149	$ 2,206,212

	2018		
	Revenue	Expense	Net
Sweet Home Chicago	$ 851,750	$ 65,422	$ 786,328
Purple Tie Ball	319,242	101,416	217,826
WINGS in Chicago	75,685	21,617	54,068
Miscellaneous	318,461	117,375	201,086
Total	$ 1,565,138	$ 305,830	$ 1,259,308

There was $100,050 of donor-restricted contributions included in the Speakers Luncheon special events revenue as of June 30, 2019. There were no restrictions on special events revenue as of June 30, 2018.

Note 17 - Grants from Townships and Municipalities

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

	2019	2018
City of Des Plaines, Illinois	$ 1,531	$ 6,000
Elk Grove Township	1,500	1,500
Hanover Township	1,315	15,520
Maine Township	4,945	4,540
Niles Township	-	10,000
Northfield Township	4,000	-
Schaumburg Township	15,000	15,000
Village of Arlington Heights, Illinois	6,000	6,000
Village of Mt Prospect, Illinois	2,124	12,030
Village of Palatine, Illinois	3,325	1,811
Village of Schaumburg, Illinois	9,554	7,102
Wheeling Township	13,147	7,553
Palatine Township	7,000	5,000
Total	$ 69,441	$ 92,056

Note 18 - 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 years ended June 30, 2019 and 2018 was $0.

Note 19 - Liquidity and Availability of Resources

The following reflects the Organizations' financial assets as of June 30, 2019, reduced by amounts not available for general use because of contractual or donor-imposed restrictions or board designations that limit availability within one year of the consolidated statement of financial position date.

Cash and cash equivalents	$ 1,363,624
Contracts receivable - Loan receivable	297,765
Restricted investments	3,370,932
Financial assets - At year end	5,032,321
Less those unavailable for general expenditures within one year due to:	
Contractual or donor-imposed restrictions:	
Restricted by donor with time or purpose restrictions	1,171,299
Endowment funds	3,370,935
Internal designations - Board designations	121,468
Financial assets available to meet cash needs for general expenditures within one year	$ 368,619

WINGS receives significant contributions and promises to give restricted by donors and considers contributions restricted for programs that are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. WINGS manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. WINGS has a liquidity policy to maintain current financial assets less current liabilities at a minimum of 30 days' operating expenses. WINGS has a policy to target a year-end balance of reserves of unrestricted, undesignated net assets to meet 90 days of expected expenditures. To achieve these targets, WINGS forecasts its future cash flows, monitors its liquidity quarterly, and monitors its reserves annually. During the years ended June 30, 2019 and 2018, the level of liquidity and reserves was managed within the policy requirements.

Additional Information

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Independent Auditor's Report on Additional Information

To the Board of Directors
WINGS Program, Inc.

We have audited the consolidated financial statements of WINGS Program, Inc. and its subsidiaries as of and for the years ended June 30, 2019 and 2018 and have issued our report thereon dated September 26, 2019, which contained an unmodified opinion on those consolidated financial statements. Our audit was performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The June 30, 2019 consolidating statements of financial position and activities as of and for the years ended June 30, 2019 and 2018 are presented for the purpose of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Plante & Moran, PLLC

September 26, 2019

Consolidating Statement of Financial Position

June 30, 2019
(with comparative totals for 2018)

	WINGS Program, Inc. and WM Initiatives LLC	WINGS Metro, LLC	Eliminating Entries	Total	2018
Assets					
Current Assets					
Cash and cash equivalents	$ 1,258,524	$ 105,100	$ -	$ 1,363,624	$ 1,426,146
Contracts receivable - Loan receivable	297,765	-	-	297,765	313,867
Assets held for sale	79,000	-	-	79,000	79,000
Prepaid expenses and other current assets	231,224	-	-	231,224	195,647
Total current assets	1,866,513	105,100	-	1,971,613	2,014,660
Other Assets					
Restricted investments	3,370,932	-	-	3,370,932	3,232,441
Restricted cash	-	68,959	-	68,959	93,959
Investment in WINGS Metro, LLC	260,303	(260,303)	-	-	-
IHDA escrow	208,855	-	-	208,855	204,524
Security deposit	34,217	-	-	34,217	31,678
Emergency fund receivables	12,536	-	-	12,536	13,131
Loan receivable - NMTC	3,993,345	-	-	3,993,345	3,993,345
Developer fees receivable	500,000	-	(500,000)	-	-
Timeshare membership - Net of amortization	3,302	-	-	3,302	3,342
Cash held for others	13,722	-	-	13,722	16,529
Total other assets	8,397,212	(191,344)	(500,000)	7,705,868	7,588,949
Fixed Assets - Net	5,417,690	8,267,239	(500,000)	13,184,929	13,351,002
Total assets	**$ 15,681,415**	**$ 8,180,995**	**$ (1,000,000)**	**$ 22,862,410**	**$ 22,954,611**

Consolidating Statement of Financial Position (Continued)

June 30, 2019
(with comparative totals for 2018)

	WINGS Program, Inc. and WM Initiatives LLC	WINGS Metro, LLC	Eliminating Entries	Total	2018
Liabilities and Net Assets					
Current Liabilities					
Accounts payable	$ 138,189	$ -	$ -	$ 138,189	$ 238,538
Accrued compensation	181,519	-	-	181,519	145,970
Current portion of mortgage loans payable	347,177	-	-	347,177	76,289
Current portion of construction loan payable	-	104,600	-	104,600	249,885
Deferred revenue	16,900	-	-	16,900	317,500
Deferred rent	2,121	-	-	2,121	10,945
Other current liabilities	45,923	11,299	-	57,222	42,333
Cash held for others	13,722	-	-	13,722	16,529
Total current liabilities	745,551	115,899	-	861,450	1,097,989
Mortgage Loans Payable - Net of current portion	1,142,128	-	-	1,142,128	1,471,094
Notes Payable					
Construction loan payable	-	1,888,682	-	1,888,682	1,893,190
QLICI notes payable	-	5,000,000	-	5,000,000	5,000,000
Less unamortized debt issuance costs	-	(233,625)	-	(233,625)	(296,960)
Total notes payable	-	6,655,057	-	6,655,057	6,596,230
Other Long-term Payable	-	500,000	(500,000)	-	-
Deferred Grant Revenue	-	1,144,726	-	1,144,726	1,287,330
Total liabilities	1,887,679	8,415,682	(500,000)	9,803,361	10,452,643
Net Assets					
Net assets without donor restrictions:					
Undesignated	8,663,635	(234,687)	(488,265)	7,940,683	7,707,481
Noncontrolling interest	-	-	(11,735)	(11,735)	(11,721)
Board designated	121,468	-	-	121,468	121,468
Total net assets without donor restrictions	8,785,103	(234,687)	(500,000)	8,050,416	7,817,228
Net assets with donor restrictions	5,008,633	-	-	5,008,633	4,684,740
Total net assets	13,793,736	(234,687)	(500,000)	13,059,049	12,501,968
Total liabilities and net assets	**$ 15,681,415**	**$ 8,180,995**	**$ (1,000,000)**	**$ 22,862,410**	**$ 22,954,611**

Consolidating Statement of Activities

Years Ended June 30, 2019

	WINGS Program, Inc.					
	Net Assets without Donor Restrictions	**Net Assets with Donor Restrictions**	**Total Net Assets**	**WINGS Metro, LLC (Net Assets without Donor Restrictions)**	**Eliminations**	**Total**
Income						
Government Contracts						
FEMA	$ -	$ -	$ -	$ -	$ -	$ -
Department of Justice OVAW	70,703	-	70,703	-	-	70,703
Townships and Municipalaties	69,441	-	69,441	-	-	69,441
City of Chicago	322,458		322,458	142,604	-	465,062
Cook County CDBG	21,394	-	21,394	-	-	21,394
HUD-SHP	480,011	-	480,011	-	-	480,011
State of IL - Attorney General	15,000	-	15,000	-	-	15,000
State of IL - DHS	325,297	-	325,297	-	-	325,297
State of IL - ICADV	377,917		377,917			377,917
State of IL - ICJIA	233,846		233,846	-	-	233,846
Total Government Contracts	**1,916,067**	**-**	**1,916,067**	**142,604**	**-**	**2,058,671**
Other Revenues						
United Way	90,875	-	90,875	-	-	90,875
Contributions	1,162,797	501,124	1,663,921	-	-	1,663,921
Program Service Fees	117,286	-	117,286	458,933	(458,933)	117,286
Special Event Income (Net of Direct Costs of $306,149)	2,106,162	100,050	2,206,212	-	-	2,206,212
In-Kind Contributions	365,526	-	365,526	-	-	365,526
Resale Gross Income (Net of Direct Costs of $1,358,357)	713,212	-	713,212	-	-	713,212
Total Other Revenues	**4,555,858**	**601,174**	**5,157,032**	**458,933**	**(458,933)**	**5,157,032**
Other Income						
Miscellaneous	2,485	-	2,485	-	-	2,485
Item Sales Gross Income	-	-	-	-	-	-
NCH Partership	20,481	-	20,481	-	-	20,481
Investment Income	52,748	122	52,870	-	-	52,870
Net Gain on Fixed Assets	-	-	-	-	-	-
Total Other Income	**75,714**	**122**	**75,836**	**-**	**-**	**75,836**
Released from Restriction	**415,892**	**(415,892)**	**-**	**-**	**-**	**-**
Total Income	**6,963,531**	**185,404**	**7,148,935**	**601,537**	**(458,933)**	**7,291,539**
Expenses						
Program Expenses						
Safehouse	1,232,517	-	1,232,517	-	-	1,232,517
Safehouse at WINGS Metro	1,740,044	-	1,740,044	601,810	(458,933)	1,882,921
Transitional Housing	1,520,631	-	1,520,631	-	-	1,520,631
Permanent Supportive Housing	277,398	-	277,398	-	-	277,398
Community Based Services	310,756	-	310,756	-	-	310,756
Total Program Expenses	**5,081,346**	**-**	**5,081,346**	**601,810**	**(458,933)**	**5,224,223**
Administrative	**821,962**	**-**	**821,962**	**-**		**821,962**
Development	**826,762**	**-**	**826,762**	**-**	**-**	**826,762**
Total Functional Expenses	**6,730,070**	**-**	**6,730,070**	**601,810**	**(458,933)**	**6,872,947**
Change in Net Assets Before Non-Operating Investment Activity	**233,461**	**185,404**	**418,865**	**(273)**	**-**	**418,592**
Investment Income (Loss)						
Interest and Dividends	-	120,183	120,183	-	-	120,183
Less: Investment Fees	-	(15,532)	(15,532)	-	-	(15,532)
Realized and Unrealized Gain on Investments	-	33,838	33,838	-	-	33,838
Total Net Investment Income, Net	**-**	**138,489**	**138,489**	**-**	**-**	**138,489**
Change in Net Assets	**233,461**	**323,893**	**557,354**	**(273)**	**-**	**557,081**
Change in Net Assets Attributable to Non-controlling Interest	**-**	**-**	**-**	**(14)**	-	**(14)**
Change in Net Assets Attributable to WINGS Program, Inc.	**233,461**	**323,893**	**557,354**	**(259)**	-	**557,095**
Beginning Net Assets	**8,551,642**	**4,684,740**	**13,236,382**	**(234,414)**	**(500,000)**	**12,501,968**
Ending Net Assets	**$ 8,785,103**	**$ 5,008,633**	**$ 13,793,736**	**$ (234,687)**	**$ (500,000)**	**$ 13,059,049**

Consolidating Statement of Activities

Years Ended June 30, 2018

	WINGS Program, Inc.					
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total Net Assets	WINGS Metro, LLC (Net Assets without Donor Restrictions)	Eliminations	Total
Income						
Government Contracts						
FEMA	$ 75,734	$ -	$ 75,734	$ -	$ -	$ 75,734
Department of Justice OVAW	78,174	-	78,174	-	-	78,174
Townships and Municipalaties	92,056	-	92,056	-	-	92,056
City of Chicago	327,969		327,969	142,604	-	470,573
Cook County CDBG	21,804	-	21,804	-	-	21,804
HUD-SHP	486,625	-	486,625	-	-	486,625
State of IL - Attorney General	9,000	-	9,000	-	-	9,000
State of IL - DHS	323,180	-	323,180	-	-	323,180
State of IL - ICADV	375,737		375,737			375,737
State of IL - ICJIA	213,704		213,704	-	-	213,704
Total Government Contracts	**2,003,983**	**-**	**2,003,983**	**142,604**	**-**	**2,146,587**
Other Revenues						
United Way	94,375	-	94,375	-	-	94,375
Contributions	1,062,460	436,870	1,499,330	-	-	1,499,330
Program Service Fees	115,352	-	115,352	371,914	(371,914)	115,352
Special Event Income (Net of Direct Costs of $305,830)	1,259,308	-	1,259,308	-	-	1,259,308
In-Kind Contributions	239,760	-	239,760	-	-	239,760
Resale Gross Income (Net of Direct Costs of $1,230,799)	490,473	-	490,473	-	-	490,473
Total Other Revenues	**3,261,728**	**436,870**	**3,698,598**	**371,914**	**(371,914)**	**3,698,598**
Other Income						
Miscellaneous	1,082	-	1,082	-	-	1,082
Item Sales Gross Income	17,822	-	17,822	-	-	17,822
NCH Partership	18,667	-	18,667	-	-	18,667
Investment Income	45,839	-	45,839	-	-	45,839
Net Gain on Fixed Assets	2,000	-	2,000	-	-	2,000
Total Other Income	**85,410**	**-**	**85,410**	**-**	**-**	**85,410**
Released from Restriction	**1,468,447**	**(1,468,447)**	**-**	**-**	**-**	**-**
Total Income	**6,819,568**	**(1,031,577)**	**5,787,991**	**514,518**	**(371,914)**	**5,930,595**
Expenses						
Program Expenses						
Safehouse	1,215,442	-	1,215,442	-	-	1,215,442
Safehouse at WINGS Metro	1,277,906	-	1,277,906	603,272	(371,914)	1,509,264
Transitional Housing	1,572,400	-	1,572,400	-	-	1,572,400
Permanent Supportive Housing	278,455	-	278,455	-	-	278,455
Community Based Services	290,572	-	290,572	-	-	290,572
Total Program Expenses	**4,634,775**	**-**	**4,634,775**	**603,272**	**(371,914)**	**4,866,133**
Administrative	**748,537**	**-**	**748,537**	**-**		**748,537**
Development	**751,267**	**-**	**751,267**	**-**	**-**	**751,267**
Total Functional Expenses	**6,134,579**	**-**	**6,134,579**	**603,272**	**(371,914)**	**6,365,937**
Change in Net Assets Before Non-Operating Investment Activity	**684,989**	**(1,031,577)**	**(346,588)**	**(88,754)**	**-**	**(435,342)**
Investment Income (Loss)						
Interest and Dividends	-	112,147	112,147	-	-	112,147
Less: Investment Fees	-	(15,891)	(15,891)	-	-	(15,891)
Realized and Unrealized Gain on Investments	-	52,205	52,205	-	-	52,205
Total Net Investment Income, Net	**-**	**148,461**	**148,461**	**-**	**-**	**148,461**
Change in Net Assets	**684,989**	**(883,116)**	**(198,127)**	**(88,754)**	**-**	**(286,881)**
Change in Net Assets Attributable to Non-controlling Interest	**-**	**-**	**-**	**(4,438)**	**-**	**(4,438)**
Change in Net Assets Attributable to WINGS Program, Inc.	**684,989**	**(883,116)**	**(198,127)**	**(84,316)**	**-**	**(282,443)**
Beginning Net Assets	**7,866,653**	**5,567,856**	**13,434,509**	**(145,660)**	**(500,000)**	**12,788,849**
Ending Net Assets	**$ 8,551,642**	**$ 4,684,740**	**$ 13,236,382**	**$ (234,414)**	**$ (500,000)**	**$ 12,501,968**