

**WINGS FOUNDATION, INC.**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

**WINGS FOUNDATION, INC.**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

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August 2, 2024

INDEPENDENT AUDITORS' REPORT

Board of Directors  
WINGS Foundation, Inc.  
Lakewood, Colorado

***Opinion***

We have audited the accompanying financial statements of the **WINGS Foundation, Inc.** (a Colorado nonprofit organization), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the WINGS Foundation, Inc. as of December 31, 2023, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the WINGS Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the WINGS Foundation Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 WINGS Foundation Inc.'s policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the WINGS Foundation Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Report on Summarized Comparative Information***

We have previously audited WINGS Foundation, Inc.'s 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 10, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Taylor Roth and Company PLLC*

TAYLOR, ROTH AND COMPANY, PLLC  
CERTIFIED PUBLIC ACCOUNTANTS  
DENVER COLORADO

**WINGS FOUNDATION, INC**  
STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2023  
(WITH COMPARATIVE TOTALS FOR 2022)

	2023	2022
<u>Assets</u>		
Cash and cash equivalents	\$ 483,073	\$ 360,245
Contributions receivable	8,037	82,284
Grants and contracts receivable (Note 4)	212,702	200,658
Prepaid expenses and deposits	441	8,862
Property and equipment (Note 5)	4,972	2,262
Total assets	\$ 709,225	\$ 654,311
<u>Liabilities and net assets</u>		
<u>Liabilities</u>		
Accounts payable	\$ 7,903	\$ 17,746
Payroll liabilities	55,550	39,419
Total liabilities	63,453	57,165
<u>Net assets</u>		
Without donor restrictions	645,772	597,146
Total net assets	645,772	597,146
Total liabilities and net assets	\$ 709,225	\$ 654,311

The accompanying notes are an integral part of these financial statements

**WINGS FOUNDATION, INC**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**  
**(WITH COMPARATIVE TOTALS FOR 2022)**

	2023		2022	
	Without Donor Restrictions	With Donor Restrictions	Total	Total
<u>Revenue and other support</u>				
Government	\$ 691,043	\$ -	\$ 691,043	\$ 664,237
Contributions	260,938	-	260,938	284,186
Foundations	110,147	-	110,147	77,980
Special events	37,993	-	37,993	-
less special events direct expenses	(6,009)	-	(6,009)	-
Interest income	5,040	-	5,040	801
Classes and other program fees	2,872	-	2,872	9,945
Paycheck Protection program forgiveness	-	-	-	32,000
Other income	4,868	-	4,868	3,614
In-kind contributions (Note 6)	11,540	-	11,540	18,560
Total revenue and other support	<u>1,118,432</u>	<u>-</u>	<u>1,118,432</u>	<u>1,091,323</u>
<u>Expense</u>				
Program services	917,477	-	917,477	886,250
Supporting services				
Management and general	97,927	-	97,927	99,948
Fundraising	54,402	-	54,402	64,683
Total expense	<u>1,069,806</u>	<u>-</u>	<u>1,069,806</u>	<u>1,050,881</u>
Change in net assets	48,626	-	48,626	40,442
Net assets, beginning of year	<u>597,146</u>	<u>-</u>	<u>597,146</u>	<u>556,704</u>
Net assets, end of year	<u>\$ 645,772</u>	<u>\$ -</u>	<u>\$ 645,772</u>	<u>\$ 597,146</u>

The accompanying notes are an integral part of these financial statements

**WINGS FOUNDATION, INC**  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2023  
(WITH COMPARATIVE TOTALS FOR 2022)

	2023			2022	
	<u>Supporting Services</u>				
		Management and General	Fund- raising	Total	Total
	Program	General	raising	Total	Total
Salaries	\$ 489,444	\$ 50,421	\$ 41,391	\$ 581,256	\$ 501,640
Payroll taxes and benefits	124,940	17,163	6,293	148,396	103,191
Facilitators	97,607	-	-	97,607	138,280
Clinical supervisor	69,996	-	-	69,996	32,323
IT and website	42,520	1,809	905	45,234	49,567
Program enhancement	41,699	1,200	-	42,899	103,641
Accounting	-	21,404	-	21,404	15,630
Professional development	7,399	1,353	271	9,023	15,602
Occupancy	5,876	1,420	625	7,921	17,948
Telephone	6,636	704	272	7,612	8,846
Insurance	6,953	371	139	7,463	4,643
Travel	5,800	52	292	6,144	2,197
Dues and subscriptions	4,226	170	650	5,046	2,515
Program materials	3,847	-	-	3,847	745
Staff and volunteer appreciation	2,081	67	891	3,039	3,730
Printing	1,195	1,048	207	2,450	7,242
Fundraising	-	-	1,709	1,709	15,415
Postage	1,437	83	106	1,626	1,520
Supplies	907	14	16	937	753
Meetings and events	-	150	-	150	-
Marketing	125	-	-	125	1,477
Program event expenses	-	-	-	-	9,749
Legal	-	-	-	-	7,562
All other	2,003	498	635	3,136	2,480
	<u>914,691</u>	<u>97,927</u>	<u>54,402</u>	<u>1,067,020</u>	<u>1,046,696</u>
Depreciation	2,786	-	-	2,786	4,185
Total expenses	<u>\$ 917,477</u>	<u>\$ 97,927</u>	<u>\$ 54,402</u>	<u>\$ 1,069,806</u>	<u>\$1,050,881</u>

The accompanying notes are an integral part of these financial statements

**WINGS FOUNDATION, INC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**  
**(WITH COMPARATIVE TOTALS FOR 2022)**

	2023	2022
<u>Cash flows from operating activities</u>		
Change in net assets	\$ 48,626	\$ 40,442
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	2,786	4,185
<u>Changes in operating assets and liabilities</u>		
Decrease(increase) in contributions receivable	74,247	(77,534)
Decrease(increase) in grants and contracts receivable	(12,044)	(66,232)
Decrease(increase) in prepaid expenses and deposits	8,421	3,259
Increase(decrease) in accounts payable	(9,843)	(3,546)
Increase(decrease) in payroll liabilities	16,131	8,438
Increase(decrease) in deferred revenue	-	(9,113)
Net cash provided(used) by operating activities	128,324	(100,101)
<u>Cash flows from investing activities</u>		
(Additions) to fixed assets	(5,496)	(3,897)
<u>Cash flows from financing activities</u>		
(Payments) on capital lease	-	(219)
Net increase(decrease) in cash and cash equivalents	122,828	(104,217)
Cash and cash equivalents, beginning of year	360,245	464,462
Cash and cash equivalents, end of year	\$ 483,073	\$ 360,245

The accompanying notes are an integral part of these financial statements



**WINGS FOUNDATION, INC.**  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

NOTE 1 - NATURE OF ACTIVITIES

**WINGS Foundation, Inc.** (The Organization) exists to support adult survivors of childhood sexual abuse to transcend trauma and lead their fullest, healthiest lives. Specifically, its mission is building systems of support for adult survivors, combining in-depth health expertise with the healing power of community.

Wings achieves its mission through ensuring everyone has access to the resources they need to speak about, heal from, and thrive beyond childhood sexual abuse trauma. It engages adult survivors, loved ones, providers, and community leaders to acknowledge the reality of this trauma and respond with care and compassion.

Wings' four program areas are:

- CSA trauma-informed education and outreach for survivors, loved ones, and professionals
- Customized referrals to therapists and other services
- Therapist-facilitated, peer-centered support groups for adult survivors and loved ones
- A new ASCSA CARE Collaborative to ignite system change at the community level

The Organization is supported primarily by government grants and contributions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES

1. Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

2. Cash and Cash Equivalents

The Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

3. Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received; conditional promises to give with a measurable performance barrier and a right of return are not recognized until the conditions on which they depend have been met.

4. Capitalization and Depreciation

The Organization follows a practice of capitalizing all expenditures for furniture and equipment in excess of \$500. The fair value of donated assets is similarly capitalized. Depreciation of furniture and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Continued)

5. Basis of Presentation

The financial statements of the Organization, Inc. have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

**Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

**Net assets with donor restrictions:** Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

6. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

7. Income Taxes

The Organization has received an Internal Revenue Service exemption from federal income taxes under Section 501(c)(3). Accordingly, no provision or liability for income taxes has been provided in the accompanying financial statements.

8. Functional Reporting of Expenses

For the year ended December 31, 2023, the costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The allocations are determined by management on a rational and systematic basis. Salaries, payroll taxes and benefits are allocated where employees spend their time. Other expenses are assigned directly to the program or functional area benefited.

9. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PROCEDURES (Concluded)

10. Summarized Prior-Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2022, from which the summarized information was derived.

11. Subsequent Events

Management has evaluated subsequent events through August 2, 2024, the date the financial statements were available to be issued.

NOTE 3 - AVAILABILITY AND LIQUIDITY

The following represents the Organizations financial assets at December 31, 2023:

<u>Description</u>	<u>Amount</u>
Cash and cash equivalents	\$ 483,073
Contributions, grants, and contracts, receivable	<u>220,739</u>
Total financial assets available to meet general expenditures over the next twelve months	<u>\$ 703,812</u>

The Organization's goal is generally to maintain financial assets to meet 60 days of operating expenses.

NOTE 4 - GRANTS AND CONTRACTS RECEIVABLE

At year-end, grants and contracts receivable totaled \$212,702. These receivables relate to government grants and reimbursement awards. Management expects to collect these in 2024.

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

<u>Description</u>	<u>Amount</u>
Equipment	\$ 20,405
Less: accumulated depreciation	<u>(15,433)</u>
Net property and equipment	<u>\$ 4,972</u>

Depreciation expense for the year was \$2,786.

NOTE 6 - IN-KIND DONATIONS

The fair value of donated services included as contributions in the financial statements and the corresponding program expenses for the year consist of:

<u>Description</u>	<u>Utilization in Programs/Activities</u>	<u>Donor Restriction</u>	<u>Revenue Recognized</u>
Facilitators	Programs	None	\$ 11,540

A portion of the donated services recognized in the statement of activities constituted professionally licensed therapists contributing their services as group facilitators. Significant services were also rendered by therapists in the process of obtaining licensure. Unlicensed therapists contributed services as group facilitators and in return received clinical supervision hours required for licensure. The value of the facilitators time are based on similar industry services.

NOTE 7 - CONCENTRATION OF FUNDING SOURCES

For the year ended December 31, 2023, 52% of total revenues and other support were received from contributions from one individual and one federal program grant administered by the state. Continuance of government grants and individual contributions are subject to considerable uncertainty and may result in a substantial adverse impact on the Organization’s ability to provide services at reduced costs to program participants.

NOTE 8 - CONCENTRATION OF CREDIT RISK

Cash and cash equivalents of \$483,073 have been placed in a single financial institution. Amounts in excess of \$250,000 are not insured by the FDIC or related entity. Management and the Board have evaluated their banking needs and have determined that the banking relationship is in the best interest of the Organization.

NOTE 9 - PENSION PLAN

The Organization participates in a Simple IRA retirement plan. The plan covers employees of the Organization who choose to participate in the plan. The Organization contributes 3% for all employees. Pension expense for the year amounted to \$9,207.