TYPE MEDIA CENTER, INC.

Financial Statements
for year ended
December 31, 2023
(With summarized comparative
information for 2022)

Independent Auditor's Report

To the Board of Trustees of
Type Media Center, Inc.

Opinion

We have audited the accompanying financial statements of Type Media Center, Inc. (the "Center") 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 Center as of December 31, 2023 and the results of its activities 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 Center 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 Center'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 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 Center's internal control. Accordingly, no such opinion is expressed.
- 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 Center'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 the Center's 2022 financial statements, and our report dated August 30, 2023, expressed an unmodified opinion on those financial statements. 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.

Condon O'Meara McGinty & Donnelly LLP

July 10, 2024

TYPE MEDIA CENTER, INC.

Statement of Financial Position

Assets

	December 31 2023	December 31 2022
Current assets		
Cash and cash equivalents	$ 947,048	$1,621,950
Investments, at fair value	4,927,102	4,464,150
Contributions and other receivables	311,953	614,083
Prepaid expenses	40,599	40,456
Security deposit	8,000	7,420
Total current assets	6,234,702	6,748,059
Property and equipment		
Property and equipment, at cost	69,944	69,944
Accumulated depreciation	34,500	11,185
Total property and equipment	35,444	58,759
Total assets	**$6,270,146**	**$6,806,818**

Liabilities and Net Assets

	December 31 2023	December 31 2022
Current liabilities		
Accounts payable and accrued expenses	$ 112,566	$ 123,433
Net assets		
Without donor restrictions	2,589,696	2,336,865
With donor restrictions	3,567,884	4,346,520
Total net assets	6,157,580	6,683,385
Total liabilities and net assets	**$6,270,146**	**$6,806,818**

See notes to financial statements.

TYPE MEDIA CENTER, INC.

Statement of Activities
For Year Ended December 31, 2023
(with summarized comparative information for year ended December 31, 2022)

	2023			2022
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Total**
Revenue, gains and other support				
Contributions – Individuals and bequests	$ 63,360	$ 113,959	$ 177,319	$ 280,886
Contributions – Foundations, public charities, trusts, and corporations	460,235	1,148,773	1,609,008	2,906,447
Contributed nonfinancial assets	84,391	-	84,391	126,357
Program service fees	30,000	-	30,000	72,000
Rental	42,000	-	42,000	43,500
Royalties and book sales	222,321	-	222,321	254,258
Net investment return (loss)	117,646	364,907	482,553	(797,055)
Government stimulus programs	85,352	-	85,352	217,221
Other	150	-	150	90,405
Net assets released from restrictions	2,406,275	(2,406,275)	-	-
Total revenue, gains and other support	3,511,730	(778,636)	2,733,094	3,194,019
Expenses				
Program services				
Internships	60,100	-	60,100	51,835
Type Investigations	1,379,055	-	1,379,055	1,419,302
Fellowships	467,478	-	467,478	566,939
Other programs	641,170	-	641,170	1,128,313
Total program services	2,547,803	-	2,547,803	3,166,389
Supporting activities				
Management and general	364,870		364,870	487,363
Fundraising	346,226	-	346,226	266,186
Total supporting activities	711,096	-	711,096	753,549
Total expenses	3,258,899	-	3,258,899	3,919,938
Change in net assets	**252,831**	**(778,636)**	**(525,805)**	**(725,919)**
Net assets, beginning of year	**2,336,865**	**4,346,520**	**6,683,385**	**7,409,304**
Net assets, end of year	**$ 2,589,696**	**$ 3,567,884**	**$6,157,580**	**$6,683,385**

See notes to financial statements.

TYPE MEDIA CENTER, INC.

Statement of Functional Expenses
For the Year Ended December 31, 2023
(with summarized comparative information for year ended December 31, 2022)

	2023								2022
	Program Services					Supporting Activities			
	Internships	Type Investigations	Fellowships	Other Programs	Total Program Services	Management and General	Fundraising	Total	Total
Salaries	$ 47,403	$ 620,425	$ 58,541	$ 179,977	$ 906,346	$ 54,849	$ 167,366	$1,128,561	$1,357,112
Payroll taxes and benefits	10,817	222,529	10,344	64,032	307,722	36,228	55,725	399,675	406,433
Sub-total	58,220	842,954	68,885	244,009	1,214,068	91,077	223,091	1,528,236	1,763,545
Fellowships and grants	-	184,999	392,941	206,267	784,207	-	-	784,207	1,105,968
Professional fees	236	108,115	1,251	96,299	205,901	184,895	31,000	421,796	464,078
Consulting	-	-	-	-	-	332	1,935	2,267	6,235
Telephone and internet charges	278	5,651	176	1,472	7,577	436	1,354	9,367	1,184
Occupancy	491	41,715	1,497	11,718	55,421	43,685	10,460	109,566	120,758
Insurance	489	40,374	1,445	11,334	53,642	8,667	10,097	72,406	72,220
Travel and entertainment	-	2,343	8	13,442	15,793	14,117	1,831	31,741	37,244
Postage, printing and production	44	3,072	108	1,983	5,207	1,290	805	7,302	5,574
Advertising and publicity	-	575	-	860	1,435	-	-	1,435	2,437
Bank charges and other fees	17	1,916	55	448	2,436	10,115	386	12,937	28,035
Stories, fact check, multimedia and records	-	94,751	-	6,017	100,768	-	-	100,768	113,688
Catering and facility rental	-	-	-	-	-	438	56,258	56,696	50,604
Websites costs	25	5,364	129	26,223	31,741	351	903	32,995	37,736
Conferences, dues and subscriptions	-	22,507	226	10,818	33,551	1,723	2,724	37,998	56,715
Office expenses	130	7,396	256	4,497	12,279	5,876	1,881	20,036	15,268
Tape, CD production and book purchases	-	3,325	-	-	3,325	-	-	3,325	6,290
Investment fees	-	-	-	-	-	40,142	-	40,142	43,497
Depreciation	170	13,998	501	3,930	18,599	1,215	3,501	23,315	11,185
Bad debt	-	-	-	-	-	599	-	599	4,974
Miscellaneous	-	-	-	1,853	1,853	54	-	1,907	16,200
Total expenses	60,100	1,379,055	467,478	641,170	2,547,803	405,012	346,226	3,299,041	3,963,435
Less expenses deducted directly on the statement of activities									
Investment fees	-	-	-	-	-	(40,142)	-	(40,142)	(43,497)
Total expenses reported by function on the statement of activities	**$ 60,100**	**$1,379,055**	**$ 467,478**	**$ 641,170**	**$2,547,803**	**$ 364,870**	**$ 346,226**	**$3,258,899**	**$3,919,938**

See notes to financial statements.

TYPE MEDIA CENTER, INC.

Statement of Cash Flows

	Year Ended December 31	
	2023	**2022**
Cash flows from operating activities		
Change in net assets	$ (525,805)	$ (725,919)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Realized and unrealized (gain) loss on investments	(436,521)	811,757
Depreciation and amortization	23,315	11,185
Change in security deposit	(580)	(210)
(Increase) decrease in assets		
Contributions and other receivables	302,130	188,386
Prepaid expenses	(143)	24,237
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	(10,867)	(23,154)
Net cash provided by operating activities	(648,471)	286,282
Cash flows from investing activities		
Purchase of property and equipment	-	(45,081)
Purchase of investments	(1,254,713)	(1,762,282)
Proceeds from sales of investments	1,228,282	2,010,797
Net cash provided by (used in) investing activities	(26,431)	203,434
Net change in cash and cash equivalents	**(674,902)**	**489,716**
Cash and cash equivalents, beginning of year	**1,621,950**	**1,132,234**
Cash and cash equivalents, end of year	**$ 947,048**	**$ 1,621,950**

See notes to financial statements.

TYPE MEDIA CENTER, INC.

Notes to the Financial Statements
December 31, 2023

Note 1 – Nature of organization

Type Media Center is a non-profit home for independent journalists and truth-tellers at all stages of their careers. Our mission is to produce high-impact journalism and literary nonfiction that addresses injustice and inequality, catalyzes change, informs and uplifts social movements, while transforming and diversifying the fields of journalism and publishing.

Note 2 – Summary of significant accounting policies

The financial statements of the Center have been prepared on the accrual basis. The significant accounting policies followed are described below.

Net assets

The Center reports information regarding its financial position and activities according to the following classes of net assets:

Without donor restrictions

- Net assets without donor restrictions are not restricted by donors, or the donor-imposed restrictions have expired and are available for general operations of the Center.

With donor restrictions

- Net assets with temporary donor restrictions contain donor-imposed restrictions that permit the Center to use or expend the assets including any revenue earned as specified. The restrictions are satisfied either by the passage of time or by action of the Center.
- Net assets with perpetual donor restrictions are subject to donor-imposed restrictions to be maintained in perpetuity by the Center, including contributions and pledges wherein donors stipulate that the corpus of the contribution be held in perpetuity from which the revenue is to be used for the donor stipulated purpose. As of December 31, 2023, the Center had $447,900 of net assets with perpetual donor restrictions consisting of the Lois H. Ward Fund.

Public support and revenue

Contributions are generally available for general operations unless specifically restricted by the donor. Unconditional promises to give are recorded when received. Unconditional promises to give due in the next year are reflected as current promises to give and are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reflected as long-term promises to give and are recorded at the present value of their net realizable value, using reasonable interest rates applicable to the years in which the promises are received to discount the amounts.

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 2 – Summary of significant accounting policies (continued)

Public support and revenue (continued)

Grants and other contributions of cash and other assets are reported as support with temporary donor restrictions if they are received with donor stipulations that limit the use of the donated assets or relate to future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with temporary donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Center records bequests as revenue when it is notified of a legally binding obligation and an amount can reasonably be established.

Contributed nonfinancial assets

Organizations are required to recognize contributions of services if they create or enhance non-financial assets, or require specialized skills, are provided by individuals possessing those skills and typically would have been purchased if not provided in-kind. Board members and other individuals volunteer their time and perform a variety of tasks that assist the Center. These services do not meet the criteria to be recorded and have not been included in the accompanying financial statements.

During the 2023 fiscal year, the Center recorded donated services totaling $84,391, in connection with legal services provided to the Center. These amounts are recorded as revenue on the statement of activities under contributed non-financial assets and the corresponding expense is recorded as professional fees on the statement of functional expenses.

Cash equivalents

The Center considers highly liquid investments with original maturities of three months or less to be cash equivalents.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. The change in the unrealized value of investments is included in net investment return (loss).

Fair value measurements

Fair value refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. The fair value hierarchy gives the highest priority to quoted prices in active markets and the lowest priority to unobservable data. Fair value measurements are required to be separately disclosed by level within the fair value hierarchy.

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 2 – Summary of significant accounting policies (continued)

Fair value measurements (continued)

The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Observable inputs other than level 1 prices such as quoted prices of similar assets or quoted prices in markets with insufficient volume or infrequent transactions (less than active markets).

Level 3 – Unobservable inputs to the valuation methodology that are significant to the measurement of fair value of assets.

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

Allowance for doubtful accounts

The Center deems its contributions and other receivables to be collectable, and accordingly does not have an allowance for contributions and other receivables that may not be collectible at December 31, 2023. Such estimate is based on management's experience, the aging of the receivables, subsequent receipts and current economic conditions.

Property and equipment

The Center capitalizes, as property and equipment, expenditures for assets in excess of $5,000 with an estimated useful life of greater than one year. Property and equipment are stated at cost and depreciation is computed using the straight-line method over the estimated useful lives of the assets, which ranged from 5 to 11 years.

Functional allocation of expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses attributable to more than one functional expense category are allocated using an estimate of time and effort spent.

Use of estimates

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

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 2 – Summary of significant accounting policies (continued)

Operating leases

During 2023, the Center adopted FASB ASU No. 2016-02, Leases Topic 842 ("ASC 842"). ASC 842 requires that a lease liability and related right-of-use asset ("ROU asset") representing the lessee's right to control the use of the asset be recorded on the statement of financial position except for those with lease terms of twelve months or less. Right-of-use assets and lease liabilities for operating leases are recognized at the lease commencement date based on the future lease payments over the expected lease term.

Comparative information

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

Concentrations of credit risk

The Center's financial instruments that are potentially exposed to concentrations of credit risk consist of cash and cash equivalents, investments and contributions and other receivables. The Center places its cash and cash equivalents with what it believes to be quality financial institutions. The Center's investments are exposed to various risks such as market volatility, liquidity, interest rate and credit. Due to the uncertainty related to the aforementioned risks, it is reasonably possible that changes in these risks could materially affect the fair value of the Center's investments reported in the accompanying statement of financial position at December 31, 2023. Management of the Center deems its contributions and other receivables to be collectible. The Center believes no significant concentrations of credit risk exist with respect to its cash and cash equivalents, investments and contributions and other receivables.

Subsequent events

The Center has evaluated events and transactions for potential recognition or disclosure through July 10, 2024, which is the date the financial statements were available to be issued.

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 3– Liquidity and availability of financial assets

The following is a summary of the Center's financial assets available for general use as of the statement of financial position date:

	2023	2022
Financial assets		
Cash	$ 947,048	$ 1,621,950
Investments, at fair value	4,927,102	4,464,150
Contributions and other receivables	311,953	614,083
Sub-total	6,186,103	6,700,183
Less: Net assets with donor restrictions	(3,567,884)	(4,346,520)
Total financial assets	$ 2,618,219	$ 2,353,663

The Center's working capital and cash flows vary due to timing of payments received under grants and a concentration of contributions received near calendar year-end. As part of the Center's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Center invests cash in excess of daily requirements in short-term investments. Net assets with temporary donor restrictions do not include an estimate of such net assets that are expected to be spent on programs during 2023.

Note 4 – Investments

For assets measured at fair value on a recurring basis as of December 31, 2023 accounting standards require quantitative disclosures about the fair value measurements separately for each major class of assets as follows:

	December 31, 2023			
Description	Total	Level 1	Level 2	Level 3
Money market funds	$ 88,866	$ 88,866	$ -	$ -
Common stocks	1,082,197	1,082,197	-	-
Exchange traded funds	488,603	488,603	-	-
Fixed income				
Government and GSE Bonds	1,575,282	-	1,575,282	-
Mutual funds				
International	118,195	118,195	-	-
Fixed income	239,916	239,916	-	-
Equity	1,334,043	1,334,043	-	-
Total	$ 4,927,102	$ 3,351,820	$ 1,575,282	$ -

Net investment return for the year ended December 31, 2023 consists of the following:

Interest and dividends	$ 86,174
Realized and unrealized gain	436,521
Investment management fees	(40,142)
Net investment return	$ 482,553

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 5 – Contributions receivable

Contributions receivable are unconditional promises to give to the Center which are all expected to be collected during 2024.

Note 6 – Net assets with donor restrictions

Net assets with temporary donor restrictions

Net assets with temporary donor restrictions consisted of the following as of December 31, 2023:

Fellowship	
Puffin	$ 1,367,354
Other	1,114,004
Type Investigations	540,767
Other programs	
Tom Dispatch	64,166
Johnson Hiss Oral History	33,693
Total net assets with temporary donor restrictions	$ 3,119,984

During the year ended December 31, 2023, net assets were released from donor restrictions for the following purposes:

Fellowship	
Puffin	$ 200,000
Other	668,994
Type Investigations	1,426,259
Other programs	
Tom Dispatch	111,022
Total	$ 2,406,275

Net assets with perpetual donor restrictions

As of December 31, 2023, net assets with perpetual donor restrictions consisted of the Lois H. Ward Fund totaling $447,900.

Note 7 – Government stimulus programs

Employee retention credits

In response to the coronavirus emergency, the Coronavirus Aid, Relief and Economic Security Act and subsequent legislation (the "Acts") was signed into law. The Acts provided, among other things, a refundable credit of certain qualified wages per employee for wages paid or incurred from March 13, 2020 through September 30, 2021. In connection therewith, such payroll tax credits for the year ended December 31, 2023 totaled $85,352 and are reflected on the 2023 statement of activities.

TYPE MEDIA CENTER, INC.

Notes to Financial Statements (continued)
December 31, 2023

Note 8 – Commitments

During December 2021, the Center entered into a real estate license agreement (the "License") for office space. The License required monthly payments of $7,210 which expired December 31, 2023.

During August 2023, the Center entered into an amended agreement, requiring monthly payments of $7,500 in 2025 and $7,725 in 2026, commencing January 1, 2024. Ninety days prior to the expiration of the License, the terms of the License may be extended for a successive one-year term. In connection with the License, the Center provided a security deposit of $7,210. The rental payments for the year ended December 31, 2023 totaled $84,000.

Future minimum lease payments under the lease agreement are as follows:

Year		Amount
2025		$ 90,000
2026		92,700
	Total	$ 182,700

During November 2023, the Center entered into an agreement to sub-lease their office space commencing on January 1, 2024. The sub-lease requires an annual base rent of $54,384 in 2024 and $55,920 in 2025.

Note 9 – Retirement plans

The Center maintains a 403(b) retirement plan covering substantially all eligible employees.

The Center also maintains a Simplified Employee Pension (SEP) covering all eligible employees. During 2023, the Center contributed 5% of an employee's compensation to the plan; such contributions totaled $50,871.

Note 10 – Tax status

The Center is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not subject to federal income taxes. As a nonprofit organization, the Center is also exempt from California State, New York State, and New York City income tax.