WRITERS & BOOKS, INC.

FINANCIAL STATEMENTS

December 31, 2024

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
Writers & Books, Inc.
Rochester, New York

We have reviewed the accompanying financial statements of Writers & Books, Inc. (a New York State not-for-profit organization), which comprise the statement of financial position as of December 31, 2024 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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

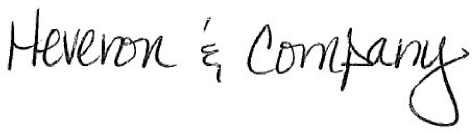
Accountants' Responsibility
Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion. We are required to be independent of Writers & Books, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

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Accountants' Conclusion
Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Summarized Comparative Information
We previously reviewed Writers & Books, Inc.'s 2023 financial statements and in our conclusion dated August 12, 2024, stated that based on our review, we were not aware of any material modifications that should be made to the 2023 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein, as of and for the year ended December 31, 2023 for it to be consistent with the reviewed financial statements from which it has been derived



Heveron & Company
Certified Public Accountants

Rochester, New York
August 12, 2025

WRITERS & BOOKS, INC.
STATEMENTS OF FINANCIAL POSITION
December 31, 2024 and 2023

ASSETS

	2024	2023
Current Assets		
Cash and Cash Equivalents	$ 70,559	$ 74,034
Accounts and Grants Receivable	106,293	137,008
Prepaid Expenses	5,516	3,032
Inventory	12,687	23,441
Total Current Assets	195,055	237,515
Property and Equipment		
Land	11,150	11,150
Building and Improvements	1,793,901	1,793,901
Website	16,894	16,894
Equipment	137,102	127,807
Less: Accumulated Depreciation and Amortization	(1,351,941)	(1,296,395)
Net Property and Equipment	607,106	653,357
TOTAL ASSETS	$ 802,161	$ 890,872

LIABILITIES AND NET ASSETS

	2024	2023
Current Liabilities		
Line of Credit	$ 133,612	$ 88,981
Accounts Payable and Accrued Expenses	57,008	46,851
Deferred Revenue	3,595	2,346
Total Current Liabilities	194,215	138,178
Net Assets		
Without Donor Restrictions:		
Undesignated	389,426	567,532
With Donor Restrictions:		
Purpose Restrictions	218,520	185,162
Total Net Assets	607,946	752,694
TOTAL LIABILITIES AND NET ASSETS	$ 802,161	$ 890,872

See Accompanying Notes to Financial Statements.

WRITERS & BOOKS, INC.
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2024
(With Comparative Totals For The Year Ended December 31, 2023)

	Without Donor Restrictions	With Donor Restrictions	Totals 2024	Totals 2023
Support and Revenue				
Individuals	$ 124,336	$ 49,830	$ 174,166	$ 122,367
Corporations	23,500	-	23,500	24,659
Foundations	173,857	89,284	263,141	236,282
Government	51,970	50,000	101,970	158,290
Workshops and Readings	87,426	-	87,426	67,480
Membership Dues	3,715	-	3,715	3,135
Rental Income	10,518	-	10,518	5,295
Contracted Services	2,075	-	2,075	2,150
Bookstore Sales	54,348	-	54,348	50,905
Less: Purchases	(41,893)	-	(41,893)	(38,354)
Other Income	694	-	694	1,020
Net Assets Released from Restriction	155,756	(155,756)	-	-
Total Support and Revenue	646,302	33,358	679,660	633,229
Expenses				
Program Services	591,859	-	591,859	522,023
Supporting Services:				
Management and General	127,507	-	127,507	225,475
Fundraising	105,042	-	105,042	52,242
Total Expenses	824,408	-	824,408	799,740
Change in Net Assets	(178,106)	33,358	(144,748)	(166,511)
Net Assets - Beginning of Year	512,337	240,357	752,694	919,205
Reclassification	55,195	(55,195)	-	-
Net Assets - Beginning of Year, As Restated	567,532	185,162	752,694	919,205
Net Assets - End of Year	$ 389,426	$ 218,520	$ 607,946	$ 752,694

See Accompanying Notes to Financial Statements.

WRITERS & BOOKS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended December 31, 2024
(With Comparative Totals For The Year Ended December 31, 2023)

	Program Services	Management and General	Fund-Raising	Totals 2024	Totals 2023
Salaries and Wages	$ 277,759	$ 51,695	$ 78,069	$ 407,523	$ 407,163
Payroll Taxes and Benefits	40,507	6,738	10,175	57,420	41,724
Total Payroll Expenses	318,266	58,433	88,244	464,943	448,887
Artistic Fees	60,851	-	-	60,851	24,481
Depreciation and Amortization	52,769	2,777	-	55,546	62,275
Occupancy	38,566	4,454	4,454	47,474	80,689
Professional Fees	23,539	21,964	295	45,798	43,562
Bookstore Purchases	41,893	-	-	41,893	38,354
Office Expenses	18,243	18,250	1,094	37,587	48,597
Insurance	21,186	3,575	3,032	27,793	22,871
Other Expenses	15,649	10,049	1,810	27,508	16,451
Scholarships	25,124	-	-	25,124	17,449
Dues, Fees, and Licenses	7,207	7,202	4,888	19,297	20,671
Travel and Entertainment	6,392	488	975	7,855	7,031
Advertising	4,067	315	250	4,632	6,776
Total Expenses	633,752	127,507	105,042	866,301	838,094
Less expenses included with revenues on the Statement of Activities	(41,893)	-	-	(41,893)	(38,354)
Total expenses included in the expense section of the Statement of Activities	$ 591,859	$ 127,507	$ 105,042	$ 824,408	$ 799,740

See Accompanying Notes to Financial Statements.

WRITERS & BOOKS, INC.
STATEMENTS OF CASH FLOWS
For The Years Ended December 31, 2024 and 2023

	2024	2023
Cash Flow From Operating Activities		
Change In Net Assets	$ (144,748)	$ (166,511)
Contributions Restricted for Long-Term Purposes	-	(94,017)
Noncash Expenses, Revenues, Losses and Gains:		
Depreciation	55,546	62,275
(Increase)/Decrease In:		
Accounts and Grants Receivable	30,715	(91,085)
Inventory	10,754	2,000
Prepaid Expenses	(2,484)	(1,932)
(Decrease)/Increase In:		
Accounts Payable and Accrued Expenses	10,157	13,639
Deferred Revenue	1,249	1,385
Net Cash Flow Provided/(Used) By Operating Activities	(38,811)	(274,246)
Cash Flow From Investing Activities		
Purchase of Property and Equipment	(9,295)	(39,046)
Net Cash Flow Provided/(Used) By Investing Activities	(9,295)	(39,046)
Cash Flow From Financing Activities		
Contributions Restricted for Long-Term Purposes	-	94,017
Proceeds from Line of Credit	203,031	88,981
Payments on Line of Credit	(158,400)	-
Net Cash Flow Provided/(Used) By Financing Activities	44,631	182,998
Net Increase/(Decrease) in Cash, Cash Equivalents, and Restricted Cash	(3,475)	(130,294)
Cash, Cash Equivalents, and Restricted Cash - Beginning of Year	74,034	204,328
Cash, Cash Equivalents, and Restricted Cash - End of Year	$ 70,559	$ 74,034
Supplemental Disclosures of Cash Flow Information		
Cash Paid During the Year for Interest	$ 9,379	$ 829

See Accompanying Notes to Financial Statements.

WRITERS & BOOKS, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - ORGANIZATION

Organization

Writers & Books, Inc. (the Organization) is a New York State not-for-profit literary arts organization mission-driven to foster reading and writing as lifelong activities for people of all ages and backgrounds to enrich their lives and the intellectual, social, and cultural vibrancy of their communities. Programs and events are many and varied, and engage constituencies living within the region, as well as a national audience participating remotely. Each year services engage approximately 9,000 individuals. The Organization obtains its support primarily from individuals and organizations in the community.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Net Assets

In accordance with accounting principles generally accepted in the United States of America, the Organization reports information regarding its financial position and activities according to the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, based on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue and Revenue Recognition

A portion of the Organization's revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statements of financial position.

The Organization recognizes revenue from workshops and contracted services during the year in which the related services are provided to the consumers, net of amounts to which it does not expect to be entitled. All amounts received prior to the performance of services are deferred to the applicable period. Membership dues, which are nonrefundable, are comprised of an exchange element based on the value of benefits provided, and a contribution element for the difference between the total dues paid and the exchange element. The Organization recognizes the exchange portion of membership dues over the membership period, and the contribution portion immediately. Revenue from the Bookstore sales are recognized at the time of sale.

Contributions

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Contributions that are expected to be received in future years are recorded at their present value. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Income Taxes

The Internal Revenue Service has determined that the Organization is qualified as a charity exempt under Section 501(c)(3) of the Internal Revenue Code, and has also determined that the Organization is publicly supported. As a result, no provision for federal or state income taxes has been made.

Inventory

Inventory consists of books and other items sold at the Organization's bookstore and is stated at cost.

Use of Estimates in the Preparation of Financial Statements

Accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the amounts of assets and liabilities, revenues and expenses, and the disclosure of contingent assets and liabilities. Actual results could vary from those estimates.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash, Cash Equivalents, and Restricted Cash

For the purposes of the statements of cash flows, cash, cash equivalents and restricted cash include all cash on hand and in banks, which, at times, may exceed federally insured limits. The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The Organization has not experienced any losses in these accounts and does not believe it is exposed to any significant credit risk with respect to cash, cash equivalents and restricted cash. There was no restricted cash at December 31, 2024 and 2023.

Cash and cash equivalents consisted of the following at December 31:

	2024	2023
Petty Cash/Cash Held for Change	$ 778	$ 1,740
Checking	67,914	42,482
Savings	1,867	29,812
Total Cash and Cash Equivalents	$ 70,559	$ 74,034

Deferred Revenue

Deferred revenue at December 31, 2024 and 2023 consists of class fees and gift cards collected and sold in advance. This will be recognized as revenue as classes are held and gift cards are utilized.

Property and Equipment

Property and equipment are stated at cost. The Organization capitalizes property and equipment with a cost of over $1,000 and an estimated useful life of three or more years. Depreciation and amortization is computed using the straight-line method based on the estimated useful lives of the assets, as follows:

	Years
Buildings and Improvements	5-39
Equipment	5-7
Website	5

Depreciation and amortization expense amounted to $55,546 and $62,275 for the years ended December 31, 2024 and 2024, respectively.

Accounts and Grants Receivable

Accounts and grants receivable are stated at the amount management expects to collect. Amounts that management believes to be uncollectible after collection efforts have been completed are written off. In addition, management evaluates the need for and, if appropriate, provides an allowance to reduce receivables to amounts management expects will be collected. Management determines the allowance for uncollectible accounts receivable based on historical information, adjusted for current conditions, and reasonable and supportable forecasts. Management determined that no allowance was necessary at December 31, 2024 and 2023.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising
Advertising costs are expensed as incurred.

Recent Accounting Pronouncements
On January 1, 2023, the Organization adopted ASU 2016-13 *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments (ASC 326)*. This standard replaced the incurred loss methodology with an expected loss methodology that is referred to as the current expected credit loss (CECL) methodology. CECL requires an estimate of credit losses for the remaining estimated life of the financial asset using historical experience, current conditions, and reasonable and supportable forecasts and generally applies to financial assets measured at amortized cost, including loan receivables. Financial assets measured at amortized cost will be presented at the net amount expected to be collected by using an allowance for credit losses. The Organization adopted ASC 326 and all related subsequent amendments thereto effective January 1, 2023 using the modified retrospective transition approach for all financial assets. Accordingly, financial information for periods prior to the date of initial application has not been adjusted. This required recognition had no current impact to the Organization's financial statements.

Reclassifications
Certain account balances as of December 31, 2023 have been reclassified to conform with the presentation as of December 31, 2024.

Functional Expenses
The costs of providing the various program services have been summarized on a functional basis in the details of functional expenses. Accordingly, certain costs have been allocated among the program services, management and general, and fundraising categories.

Expenses are allocated to program and supporting services on the following basis:

(a) Management and general and fundraising are costs not directly related to the Organization's purpose and include those costs for oversight, management, general recordkeeping, budgeting, soliciting grants and payroll functions.
(b) Personnel expenses are allocated on the basis of direct salaries.
(c) Building and occupancy costs are allocated on the basis of personnel costs and scope of programming (number of participants served, frequency of programming, and square footage required).
(d) Depreciation is allocated on the basis of usage of the related buildings and equipment.

In-kind Contributions
Contributed nonfinancial assets may include donated professional services, donated equipment, and other in-kind contributions which are recorded at the respective fair values of the goods or services received. Contributed goods and services are recorded at fair value at the date of donation. The Organization does not sell donated gifts-in-kind. No significant contributions of such goods or services were received during the years ended December 31, 2024 and 2023, respectively.

NOTE 3 - DONATED SERVICES AND GOODS

The Organization receives donated services that, although substantial, do not meet the criteria for recording as revenue and expense under accounting principles generally accepted in the United States of America. During the year ended December 31, 2024 and 2023, 31 and 20 active volunteers provided 1,801 and 1,985 hours of service respectively. These consisted of cleaning crews, program activities and board meetings.

NOTE 4 - LINE OF CREDIT

The Organization currently has a line of credit at a bank with a maximum limit of $150,000. The line is secured by the Organization's building. Advances against this line bear interest at the current bank prime rate plus .79%. There was an outstanding balance at December 31, 2024 and 2023 of $133,612 and $88,981, respectively.

NOTE 5 - EMPLOYEE BENEFIT PLAN

The Organization has a retirement plan covering all eligible employees with at least one year of service. Contributions are a discretionary percentage of the participants' compensation paid or accrued during the plan year. There were no contributions made for the years ended December 31, 2024 and 2023.

NOTE 6 - LIQUIDITY AND AVAILABILITY

The Organization regularly monitors the availability of resources required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities of reading and writing programs, as well as the conduct of services undertaken to support those activities to be general expenditures.

At December 31, the following financial assets could readily be made available within one year of the statements of financial position date to meet general expenditures:

	2024	2023
Cash and Cash Equivalents	$ 70,559	$ 74,034
Accounts and Grants Receivable	106,293	137,008
Less: Restricted Net Assets	(218,520)	(185,162)
	$ (41,668)	$ 25,880

In addition, the Organization has a line of credit of $150,000 that can be drawn upon if necessary. As of December 31, 2024 and 2023, there was $133,612 and $88,981 of the line of credit in use.

NOTE 7 - RELATED PARTY TRANSACTIONS

During the years ended December 31, 2024 and 2023, board members donated a total of $32,310 and $20,920 respectively.

NOTE 8 - NET ASSET RECLASSIFICATION

Certain amounts have been reclassified from net assets with donor restrictions to net assets without donor restrictions. These amounts totaling $55,195 were reclassified to properly state the beginning balances in net assets without donor restrictions and net assets with donor restrictions, and represent expenditures in prior years that released donor restricted funds.

NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods at December 31:

	2024	2023
Gell Center	$ 97,323	$ 69,828
Timing Restriction	50,000	40,000
Scholarships	38,582	48,684
Youth Education	32,615	-
Stagecraft	-	26,600
Other	-	50
Total	$ 218,520	$ 185,162

NOTE 10 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through August 12, 2025, which is the date the statements were available for issuance.