

PHILANTHROPY NETWORK GREATER PHILADELPHIA

***FINANCIAL STATEMENTS AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS***

DECEMBER 31, 2021

PHILANTHROPY NETWORK GREATER PHILADELPHIA

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Philanthropy Network Greater Philadelphia
Philadelphia, Pennsylvania

Opinion

We have audited the accompanying financial statements of Philanthropy Network Greater Philadelphia (“the **Network**”) (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021 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 Network as of December 31, 2021, and the changes in its 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 Network 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 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.

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 Network’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.

**Board of Directors
Philanthropy Network Greater Philadelphia
Philadelphia, Pennsylvania**

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 Network'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 Network'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 Network's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 27, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Tait, Weller & Baker LLP
TAIT, WELLER & BAKER LLP

**Philadelphia, Pennsylvania
June 17, 2022**

Board of Directors
 Philanthropy Network Greater Philadelphia
 Philadelphia, Pennsylvania

STATEMENTS OF FINANCIAL POSITION

December 31, 2021 And 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,194,326	\$ 754,529
Dues and grants receivable	80,250	93,325
Prepaid expenses and other assets	<u>9,388</u>	<u>61,418</u>
Total current assets	1,283,964	909,272
PROPERTY AND EQUIPMENT, NET	<u>22,310</u>	<u>18,159</u>
Total Assets	<u>\$ 1,306,274</u>	<u>\$ 927,431</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 137,652	\$ 31,467
Deferred revenue	-	19,750
Deferred rent	-	4,363
Refundable advance (<i>Note 7</i>)	<u>-</u>	<u>98,283</u>
Total Liabilities	<u>137,652</u>	<u>153,863</u>
NET ASSETS		
Without Donor Restrictions		
Board-Designated Operating Reserve	382,000	331,500
Undesignated	<u>156,969</u>	<u>196,677</u>
Total Without Donor Restrictions	538,969	528,177
With Donor Restrictions	<u>629,653</u>	<u>245,391</u>
Total Net Assets	<u>1,168,622</u>	<u>773,568</u>
Total Liabilities and Net Assets	<u>\$ 1,306,274</u>	<u>\$ 927,431</u>

PHILANTHROPY NETWORK GREATER PHILADELPHIA

STATEMENT OF ACTIVITIES

Year Ended December 31, 2021 With Summarized Information For 2020

	2021			2020 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
REVENUES				
Member dues	\$ 482,342	\$ 21,804	\$ 504,146	\$ 601,031
Fees, sponsorships and other	169,445	-	169,445	194,273
Grants	113,558	2,269,025	2,382,583	934,875
Program service	-	-	-	342,400
Interest	91	-	91	3,088
	<u>765,436</u>	<u>2,290,829</u>	<u>3,056,265</u>	<u>2,075,667</u>
Net assets released from restrictions:				
Satisfaction of program restrictions	1,827,909	(1,827,909)	-	-
Expiration of time restrictions	<u>78,658</u>	<u>(78,658)</u>	<u>-</u>	<u>-</u>
Net assets released from restrictions	<u>1,906,567</u>	<u>(1,906,567)</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>2,672,003</u>	<u>384,262</u>	<u>3,056,265</u>	<u>2,075,667</u>
EXPENSES				
Program Services				
Educational programs	207,542	-	207,542	185,233
Communication and member services	171,755	-	171,755	164,206
Mission aligned investing	90,026	-	90,026	54,160
Strategic transformation	121,864	-	121,864	-
Equity in philanthropy	-	-	-	61,932
Covid-19 data dashboard	-	-	-	366,857
Covid-19 prevention & response fund	1,480,569	-	1,480,569	-
Greater Philadelphia extracurricular collaborative	23,143	-	23,143	48,954
Rebuild initiative	-	-	-	60,352
Made to measure	4,868	-	4,868	-
2020 census action funds	-	-	-	673,457
Total program services	<u>2,099,767</u>	<u>-</u>	<u>2,099,767</u>	<u>1,615,151</u>
Supporting Services				
Community outreach and recruitment	141,777	-	141,777	143,325
Management and general	<u>419,667</u>	<u>-</u>	<u>419,667</u>	<u>215,292</u>
Total supporting services	<u>561,444</u>	<u>-</u>	<u>561,444</u>	<u>358,617</u>
Total expenses	<u>2,661,211</u>	<u>-</u>	<u>2,661,211</u>	<u>1,973,768</u>
CHANGE IN NET ASSETS	10,792	384,262	395,054	101,899
NET ASSETS				
Beginning of year	<u>528,177</u>	<u>245,391</u>	<u>773,568</u>	<u>671,669</u>
End of year	<u>\$ 538,969</u>	<u>\$ 629,653</u>	<u>\$ 1,168,622</u>	<u>\$ 773,568</u>

PHILANTHROPY NETWORK GREATER PHILADELPHIA

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2021 (With Comparative Totals For The Year Ended December 31, 2020)

	<u>Educational Programs</u>	<u>Communication And Member Services</u>	<u>Mission Aligned Investing</u>	<u>Strategic Transformation</u>	<u>COVID-19 P&R Fund</u>	<u>GPEC</u>	<u>Made To Measure</u>	<u>Total Program Services</u>	<u>Community Outreach And Recruitment</u>	<u>Management And General</u>	<u>2021 Total</u>	<u>2020 Total</u>
Salaries	\$ 112,908	\$ 110,435	\$ 7,873	\$ 18,162	\$ 37,917	\$ 5,747	\$ 3,366	\$ 296,408	\$ 55,735	\$ 211,990	\$ 564,133	\$ 478,819
Payroll taxes	8,737	8,546	609	1,405	2,934	445	261	22,937	4,313	16,443	43,693	35,728
Employee benefits	15,795	15,449	1,101	2,541	5,304	804	471	41,465	7,797	29,725	78,987	73,181
Total personnel	137,440	134,430	9,583	22,108	46,155	6,996	4,098	360,810	67,845	258,158	686,813	587,728
Accounting, audit and legal fees	-	-	-	-	10,948	-	-	10,948	-	46,038	56,986	45,500
Other consulting fees	40,119	-	78,750	96,325	189,061	14,376	-	418,631	-	60,620	479,251	490,262
Copy and printing fees	299	373	17	34	105	387	8	1,223	156	546	1,925	606
Equipment lease	928	1,158	52	106	327	38	24	2,633	486	1,695	4,814	6,479
Grants to other organizations	-	-	-	-	1,188,035	-	-	1,188,035	-	-	1,188,035	631,039
Insurance	828	1,033	47	95	291	34	21	2,349	433	1,512	4,294	4,388
Meeting expenses	176	153	7	14	43	5	3	401	26,006	224	26,631	35,676
Miscellaneous	364	454	21	42	128	15	10	1,034	2,172	665	3,871	3,105
Supplies	756	942	43	87	35,827	31	19	37,705	2,129	1,589	41,423	2,429
On-line services	5,742	7,162	325	658	2,209	409	148	16,653	3,005	10,484	30,142	20,864
Postage and delivery	34	43	2	4	100	1	1	185	213	63	461	454
Program services	-	-	-	-	-	-	-	-	28,421	-	28,421	28,197
Rent	10,267	12,804	580	1,177	3,613	419	264	29,124	5,372	18,744	53,240	61,355
Staff and professional development	2,965	3,697	168	340	1,043	121	76	8,410	1,551	5,412	15,373	18,187
Dues and subscriptions	3,081	3,842	174	353	1,085	126	79	8,740	1,612	5,625	15,977	14,684
Telephone	1,741	2,171	98	200	613	71	45	4,939	911	3,178	9,028	8,951
Travel and accommodations	65	81	4	7	23	3	2	185	34	119	338	1,126
Website and information technology	1,524	1,900	86	175	536	62	39	4,322	797	2,781	7,900	6,823
Total before depreciation	206,329	170,243	89,957	121,725	1,480,142	23,094	4,837	2,096,327	141,143	417,453	2,654,923	1,967,853
Depreciation	1,213	1,512	69	139	427	49	31	3,440	634	2,214	6,288	5,915
Total expenses	<u>\$ 207,542</u>	<u>\$ 171,755</u>	<u>\$ 90,026</u>	<u>\$ 121,864</u>	<u>\$ 1,480,569</u>	<u>\$ 23,143</u>	<u>\$ 4,868</u>	<u>\$ 2,099,767</u>	<u>\$ 141,777</u>	<u>\$ 419,667</u>	<u>\$ 2,661,211</u>	<u>\$ 1,973,768</u>

PHILANTHROPY NETWORK GREATER PHILADELPHIA

STATEMENTS OF CASH FLOWS

Year Ended December 31, 2021 And 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 395,054	\$ 101,899
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Depreciation	6,288	5,915
(Increase) decrease in assets		
Dues and grants receivable	13,075	(59,725)
Prepaid expenses and other assets	52,030	(53,491)
Increase (decrease) in Liabilities:		
Accounts payable	27,254	(5,325)
Accrued expenses	78,931	(21,927)
Deferred revenue	(19,750)	19,750
Deferred rent	(4,363)	4,363
Refundable advance	<u>(98,283)</u>	<u>98,283</u>
Net cash provided by operating activities	<u>450,236</u>	<u>89,742</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>(10,439)</u>	<u>(6,815)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	439,797	82,927
CASH AND CASH EQUIVALENTS		
Beginning of year	<u>754,529</u>	<u>671,602</u>
End of year	<u>\$1,194,326</u>	<u>\$ 754,529</u>

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS

December 31, 2021 And 2020

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

Philanthropy Network Greater Philadelphia (the “**Network**”) was incorporated on July 27, 1988 under the laws of the Commonwealth of Pennsylvania. The Network is an association of grant makers in Greater Philadelphia and surrounding areas that works actively to help philanthropy strengthen and improve the health and vitality of its communities. The Network seeks to increase the impact and effectiveness of philanthropy by serving as a forum for learning and networking; a resource on information for and about the region’s grant makers; and a voice to encourage and advocate for philanthropy. Revenue is derived primarily from members’ dues, fees, and grants.

BASIS OF PRESENTATION

The accompanying financial statements have been prepared on the accrual basis of accounting. The Network reports contributions as net assets with or without donor restrictions depending upon the existence and/or nature of any donor stipulations that limit their use. Accordingly, net assets and changes therein are classified and reported as follows:

Without Donor Restrictions – Net assets not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the board of directors. The board of directors has designated funds to be maintained as an operating reserve. The operating reserve represents four months of expenses as reflected in the annual operating budget.

With Donor Restrictions – Net assets subject to donor-imposed stipulations that will be met by actions of the Network and/or the passage of time. When the stipulated time restriction ends, or the purpose of the restriction is accomplished, these assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Net assets to be held in perpetuity are subject to donor-imposed stipulations that are required to be maintained permanently by the Network. There are no net assets to be held in perpetuity at December 31, 2021 and 2020.

ACCOUNTING 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 reporting period. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

The Network considers all cash and other highly liquid instruments with initial maturities of three months or less to be cash equivalents.

CONCENTRATION OF CREDIT RISK

The Network occasionally maintains deposits in excess of federally insured limits. Accounting Standards Codification (“**ASC 825, Financial Instruments**”) identifies these items as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by monitoring the financial institutions in which deposits are made.

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2021 And 2020

PROPERTY AND EQUIPMENT AND DEPRECIATION

Expenditures for property and equipment in excess of \$1,000 are capitalized at cost and depreciated on a straight-line basis over their estimated useful lives ranging from 3 to 5 years. Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized. When items of property or equipment are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is included in income.

GRANTS AND MEMBER DUES

Grants, including unconditional promises to give, are recognized as revenue in the period received. Grants that are restricted by the donor are reported as increases in net assets with donor restrictions depending upon the nature of the restrictions.

Member dues follow contribution accounting as dues represent a nonreciprocal transfer by the members to support the overall goals and objectives of the Network. Therefore, payment of dues in advance for a subsequent period are treated as an increase in net assets with donor restrictions and released into without donor restrictions when the year commences.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain costs, including salaries, benefits, and occupancy expenses, have been allocated based on time and effort among the programs and supporting services benefitted.

INCOME TAXES

The Network is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the “Code”) and has been classified as a public charity under Section 501(a)(1) of the Code.

Management has reviewed the tax positions for each of the open tax years (2018 - 2020) or expected to be taken in the Network’s 2021 tax return and has concluded that there are no significant uncertain tax positions that would require recognition in the financial statements.

FEE REVENUE

Revenue from conference and program registrations is recognized when control of the services provided is transferred to the recipient, in an amount that reflects the consideration the Network expects to be entitled in exchange for those services.

ACCOUNTING PRONOUNCEMENTS NOT YET ADOPTED

In 2016, the FASB issued ASU 2016-02, Leases (Topic 842). The ASU changes the accounting treatment for operating leases by recognizing a lease asset and lease liability at the present value of the lease payments in the statement of financial position and disclosing key information about leasing arrangements. The ASU is effective for private entities for fiscal years beginning after December 15, 2021. Early adoption is permitted. The ASU should be applied at the beginning of the earliest period presented using a modified retrospective approach. The Network plans to adopt the new ASU at the required implementation date.

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2021 And 2020

PRIOR YEAR SUMMARIZED FINANCIAL 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Network's financial statements for the year ended December 31, 2020, from which the summarized information was derived. Certain amounts in the prior year financial statements were reclassified to conform to the current year presentation.

(2) PROPERTY AND EQUIPMENT

Property and equipment at December 31, consisted of the following:

	<u>2021</u>	<u>2020</u>
Property and Equipment	\$77,874	\$ 67,435
Less: Accumulated Depreciation	<u>55,564</u>	<u>49,276</u>
Total Property and Equipment	<u>\$22,310</u>	<u>\$ 18,159</u>

(3) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are detailed as follows:

	<u>2021</u>	<u>2020</u>
Subject to Expenditure for Specific Purpose:		
Convergence Partnership Grant	\$ 6,456	\$ 6,456
Greater Philadelphia Extracurricular Collaborative	86,214	18,000
Diversity, Equity and Inclusion	11,211	11,211
Mission Aligned Investing	25,000	64,000
Rebuild Initiative	-	26,299
Covid-19 Prevention & Response	41,178	-
President Transition Search	86,111	-
Strategic Transformation	68,675	-
Made to Measure	<u>217,237</u>	<u>-</u>
Total	<u>542,082</u>	<u>125,966</u>
Subject to Passage of Time:		
Future Year Member Dues Received in Current Year	52,054	85,775
Future Year Grants and Sponsorships Received in Current Year	<u>35,517</u>	<u>33,650</u>
Total	<u>87,571</u>	<u>119,425</u>
Total Net Assets with Donor Restrictions	<u>\$ 629,653</u>	<u>\$ 245,391</u>

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2021 And 2020

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by the occurrence of the passage of time, as follows:

	<u>2021</u>	<u>2020</u>
Purpose restrictions accomplished:		
Covid-19 Data Dashboard	\$ -	\$ 30,000
Equity in Philanthropy	-	77,624
Greater Philadelphia Extracurricular Collaborative	14,926	22,000
Diversity, Equity and Inclusion	-	25,000
Mission Aligned Investing	64,000	16,000
Rebuild Initiative	26,299	60,508
Covid-19 Prevention & Response	1,548,722	-
President Transition Search	63,889	-
Strategic Transformation	96,325	-
Made to Measure	3,748	-
Census - NLC	10,000	-
Philly/Montco/Delco Counts	-	694,179
Capacity Building	-	8,200
Census Programming	-	1,250
Leadership Development	-	10,000
	<u>1,827,909</u>	<u>944,761</u>
Time restrictions expired:		
Release of current year member dues received in previous year	55,525	15,900
Future year grants and sponsorships received in current year	<u>23,133</u>	<u>16,800</u>
Total	<u>78,658</u>	<u>32,700</u>
Total released from restrictions	<u>\$1,906,567</u>	<u>\$977,461</u>

(4) OPERATING LEASES

The Network had an operating lease for office space which expired on November 30, 2021. In December 2021, the Network moved into co-working space which is on a month-to-month basis. Rent expense for the year ended December 31, 2021 and 2020 was \$53,240 and \$59,155, respectively (net of sublease income of \$2,200 for 2020).

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2021 And 2020

(5) RETIREMENT PLAN

The Network maintains an Employer-Sponsored 403(b) Tax-Sheltered Annuity Plan. Employees are eligible to participate in the plan through elected salary reduction contributions upon employment. However, with respect to employer contributions, an employee is eligible upon completing one year of service. The Network matches 50% of employee contributions to the plan up to 2% of the employees' annual compensation. Additionally, the Network may make a discretionary contribution to plan participants. Employer contributions to the 403(b) plan vest 33-1/3% per year over three years. Employer contributions to the plan for the year ended December 31, 2021 and 2020 were \$19,291 and \$19,253, respectively.

(6) FINANCIAL ASSETS AND LIQUIDITY RESOURCES

The Network strives to maintain liquid financial assets to be available as its general expenditures, liabilities and other obligations become due. Financial assets in excess of daily cash requirements are invested in money market funds and other short-term investments. As part of the Network's liquidity management, it has a practice to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due.

The following table reflects the Network's financial assets as of December 31, 2021 and 2020, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual restrictions. Amounts not available to meet general expenditures within one year include net assets with donor and/or contractual restrictions, and board operating reserves.

	<u>2021</u>	<u>2020</u>
Financial Assets		
Cash and cash equivalents	\$ 1,194,326	\$ 754,529
Dues and Grants Receivable (due within one year)	<u>80,250</u>	<u>93,325</u>
Total financial assets	1,274,576	847,854
Less:		
Net assets with donor restrictions	(629,653)	(245,391)
Board designated operating reserve	<u>(382,000)</u>	<u>(331,500)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 262,923</u>	<u>\$ 270,963</u>

The board designated operating reserves could be made available, if necessary, with board authorization.

PHILANTHROPY NETWORK GREATER PHILADELPHIA

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2021 And 2020

(7) COVID-19 AND REFUNDABLE ADVANCE/PAYROLL PROTECTION PROGRAM

The COVID-19 pandemic has resulted in significant economic disruption to the global economy. As vaccination efforts continue, restrictions on businesses have been lifted and a return to more normal economic activity has begun. However, a significant degree of uncertainty still exists concerning the ultimate duration and magnitude of the COVID-19 pandemic and subsequent outbreaks, including whether restrictions that have been lifted will need to be imposed again or tightened in the future. Given the ongoing and dynamic nature of the circumstances, it is still difficult to predict the full impact of the COVID-19 pandemic on the Network.

On May 7, 2020, the Network received \$98,283 in funds from the federal Paycheck Protection Program (“PPP Loan”). The PPP loan was designed to provide a direct incentive for small businesses to keep their workers on the payroll. The Small Business Administration (SBA) will forgive loans if all employees are kept on the payroll for a specific period of time and the money is used for certain allowable costs. The Network considers the PPP Loan to be a conditional contribution with the incurrence of eligible expenditures and the acceptance of its application for forgiveness to be barriers in the PPP loan. On March 3, 2021, the Network received full forgiveness from the SBA and as such, recognized revenue for the full amount of the PPP Loan which is included in grant income on the statement of activities.

(8) SUBSEQUENT EVENTS

Subsequent events after the statement of financial position date through the date that the financial statements were available for issuance, June 17, 2022, have been evaluated in the preparation of the financial statements.