

**THE FUND FOR PHILADELPHIA  
D/B/A THE MAYOR'S FUND FOR PHILADELPHIA  
Financial Statements  
June 30, 2022 and 2021  
With Independent Auditor's Report**

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
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**June 30, 2022 and 2021**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,  
The Fund for Philadelphia  
d/b/a The Mayor's Fund for Philadelphia:

### Opinion

We have audited the financial statements of The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia (the "Fund"), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). 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 Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 Fund's ability to continue as a going concern for 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 GAAS 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 GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits 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 Fund'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 Fund'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.

*Withum Smith & Brown, PC*

December 14, 2022

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Statements of Financial Position**  
**June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
<b>Assets</b>		
Current assets		
Cash		
Undesignated	\$ 329,258	\$ 113,605
Board designated	1,191,448	2,352,823
Limited to use by donors and sponsors	<u>17,310,782</u>	<u>16,376,203</u>
Total cash	18,831,488	18,842,631
Restricted cash	2,592,748	1,972,866
Contributions receivable	2,712,578	1,611,708
Loan receivable	414	451
Due from agencies	26,656	153,516
Other current assets	<u>17,806</u>	<u>8,875</u>
Total current assets	24,181,690	22,590,047
Noncurrent assets		
Furniture, fixtures and equipment, less accumulated depreciation of \$17,765 and \$13,499, respectively	<u>9,804</u>	<u>14,070</u>
Total assets	<u>\$ 24,191,494</u>	<u>\$ 22,604,117</u>
<b>Liabilities and Net Assets</b>		
Current liabilities		
Accounts payable and accrued expenses	\$ 812,933	\$ 1,041,354
Current portion of capital lease obligation	1,305	1,193
Deferred revenue	1,098,015	2,175,767
Due to agencies	<u>1,992,779</u>	<u>2,126,382</u>
Total current liabilities	3,905,032	5,344,696
Noncurrent liabilities		
Capital lease obligation, net of current portion	<u>614</u>	<u>2,024</u>
Total liabilities	<u>3,905,646</u>	<u>5,346,720</u>
Net assets (deficit)		
Without donor restrictions		
Undesignated	(627,194)	(589,433)
Board designated	<u>243,375</u>	<u>721,399</u>
Total net assets (deficit) without donor restrictions	(383,819)	131,966
With donor restrictions	<u>20,669,667</u>	<u>17,125,431</u>
Total net assets	<u>20,285,848</u>	<u>17,257,397</u>
Total liabilities and net assets	<u>\$ 24,191,494</u>	<u>\$ 22,604,117</u>

The Notes to Financial Statements are an integral part of these statements.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Statements of Activities and Changes in Net Assets**  
**Years Ended June 30, 2022 and 2021**

	2022			2021		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Support and revenue</b>						
Program income						
Bike share	\$ 3,459,273	\$ -	\$ 3,459,273	\$ 2,131,542	\$ -	\$ 2,131,542
Other program income	34,493	-	34,493	-	-	-
Administrative fees (benefit)	(67)	-	(67)	8,428	-	8,428
In-kind contributions	15,556	-	15,556	15,556	-	15,556
Grants and contributions	1,053,680	13,722,657	14,776,337	36,350	13,456,450	13,492,800
Net assets released from restriction	10,178,421	(10,178,421)	-	9,320,227	(9,320,227)	-
Total support and revenue	<u>14,741,356</u>	<u>3,544,236</u>	<u>18,285,592</u>	<u>11,512,103</u>	<u>4,136,223</u>	<u>15,648,326</u>
<b>Operating expenses</b>						
Program services						
Other program expenses	8,860,857	-	8,860,857	8,929,790	-	8,929,790
Marathon expenses	3,577,579	-	3,577,579	634,149	-	634,149
Bike share expenses	2,137,026	-	2,137,026	944,880	-	944,880
General and administrative	681,679	-	681,679	1,142,093	-	1,142,093
Total operating expenses	<u>15,257,141</u>	<u>-</u>	<u>15,257,141</u>	<u>11,650,912</u>	<u>-</u>	<u>11,650,912</u>
<b>Nonoperating expenses</b>						
Loss on disposal of fixed assets	-	-	-	3,066	-	3,066
<b>Changes in net assets</b>	(515,785)	3,544,236	3,028,451	(141,875)	4,136,223	3,994,348
<b>Net assets (deficit)</b>						
Beginning of year	131,966	17,125,431	17,257,397	273,841	12,989,208	13,263,049
End of year	<u>\$ (383,819)</u>	<u>\$ 20,669,667</u>	<u>\$ 20,285,848</u>	<u>\$ 131,966</u>	<u>\$ 17,125,431</u>	<u>\$ 17,257,397</u>

The Notes to Financial Statements are an integral part of these statements.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Statements of Cash Flows**  
**Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
<b>Operating activities</b>		
Changes in net assets	\$ 3,028,451	\$ 3,994,348
Adjustments to reconcile changes in net assets to net cash provided by operating activities		
Depreciation and amortization	4,266	6,875
Loss on disposal of furniture and fixtures	-	3,066
Changes in operating assets and liabilities		
Contribution receivable	(1,100,870)	(719,861)
Program receivables	-	2,025
Other current assets	(8,931)	(90)
Accounts payable and accrued expenses	(228,421)	(57,324)
Deferred revenue	(1,077,752)	813,024
Agency transactions, net	(6,743)	315,008
Net cash provided by operating activities	<u>610,000</u>	<u>4,357,071</u>
<b>Investing activities</b>		
Purchase of office furniture, fixtures and equipment	-	(3,806)
Payments received from loan receivable	<u>37</u>	<u>676</u>
Net cash provided by (used in) investing activities	<u>37</u>	<u>(3,130)</u>
<b>Financing activity</b>		
Repayment of capital lease obligation	<u>(1,298)</u>	<u>(1,166)</u>
Net cash used in financing activity	<u>(1,298)</u>	<u>(1,166)</u>
Net change in cash and restricted cash	608,739	4,352,775
<b>Cash and restricted cash</b>		
Beginning of year	<u>20,815,497</u>	<u>16,462,722</u>
End of year	<u>\$ 21,424,236</u>	<u>\$ 20,815,497</u>
<b>Cash and restricted cash as reported within the statement of financial position</b>		
Cash	\$ 18,831,488	\$ 18,842,631
Restricted cash	<u>2,592,748</u>	<u>1,972,866</u>
	<u>\$ 21,424,236</u>	<u>\$ 20,815,497</u>
<b>Supplemental disclosure of cash flow information</b>		
Cash paid for interest	<u>\$ 281</u>	<u>\$ 509</u>
Cash paid for income taxes	<u>\$ 1,527</u>	<u>\$ 14,974</u>

The Notes to Financial Statements are an integral part of these statements.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Statement of Functional Expenses**  
**June 30, 2022**

	<b>Program Services</b>				<b>General and Administrative</b>	<b>Total Expenses</b>
	<b>Other Programs</b>	<b>Marathon</b>	<b>Bike Share</b>	<b>Total</b>		
Salaries and benefits	\$ -	\$ -	\$ -	\$ -	\$ 395,975	\$ 395,975
Bank and merchant charges	-	237	-	237	27,729	27,966
Conferences and meetings	8,360	11,657	-	20,017	-	20,017
Catering, consultants and professional services	7,798,150	1,584,896	347,168	9,730,214	6,403	9,736,617
Depreciation and amortization	-	-	-	-	4,266	4,266
Dues and fees	13,366	-	-	13,366	1,613	14,979
Equipment and supplies	244,314	750,042	162	994,518	2,800	997,318
Event support and participation	-	728,705	-	728,705	-	728,705
General program expenses	-	-	1,782,172	1,782,172	-	1,782,172
Insurance	4,904	58,809	-	63,713	12,061	75,774
Interest and taxes	-	-	-	-	1,808	1,808
Marketing	415	282,594	-	283,009	8,000	291,009
Office	231	3,186	4,205	7,622	7,635	15,257
Legal and accounting	-	-	-	-	145,972	145,972
Postage and delivery	130	-	-	130	588	718
Rent and utilities	2,628	61,000	1,430	65,058	15,556	80,614
Scholarships and grants	760,146	-	-	760,146	49,111	809,257
Training and professional development	1,345	-	-	1,345	-	1,345
Travel and meals	26,868	96,453	1,889	125,210	2,162	127,372
	<u>\$ 8,860,857</u>	<u>\$ 3,577,579</u>	<u>\$ 2,137,026</u>	<u>\$ 14,575,462</u>	<u>\$ 681,679</u>	<u>\$ 15,257,141</u>

The Notes to Financial Statements are an integral part of this statement.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Statement of Functional Expenses**  
**June 30, 2021**

	<u>Program Services</u>				<u>General and Administrative</u>	<u>Total Expenses</u>
	<u>Other Programs</u>	<u>Marathon</u>	<u>Bike Share</u>	<u>Total</u>		
Salaries and benefits	\$ -	\$ -	\$ -	\$ -	\$ 391,917	\$ 391,917
Bad debt expense	235	95,000	-	95,235	366,377	461,612
Bank and merchant charges	-	307	-	307	27,870	28,177
Conferences and meetings	4,813	-	-	4,813	300	5,113
Catering, consultants and professional services	4,786,912	309,349	131,766	5,228,027	-	5,228,027
Depreciation and amortization	-	-	-	-	6,875	6,875
Dues and fees	2,000	1,500	120	3,620	1,400	5,020
Equipment and supplies	291,233	-	22,178	313,411	5,801	319,212
Event support and participation	-	181,414	-	181,414	-	181,414
General program expenses	-	-	450,875	450,875	-	450,875
Insurance	-	-	-	-	10,330	10,330
Interest and taxes	-	-	14,974	14,974	2,831	17,805
Marketing	-	45,129	320,606	365,735	3,400	369,135
Office	-	-	2,173	2,173	9,957	12,130
Legal and accounting	-	1,450	-	1,450	203,760	205,210
Postage and delivery	73	-	-	73	664	737
Rent and utilities	-	-	-	-	15,556	15,556
Scholarships and grants	3,822,254	-	-	3,822,254	93,895	3,916,149
Training and professional development	-	-	1,906	1,906	299	2,205
Travel and meals	<u>22,270</u>	<u>-</u>	<u>282</u>	<u>22,552</u>	<u>861</u>	<u>23,413</u>
	<u>\$ 8,929,790</u>	<u>\$ 634,149</u>	<u>\$ 944,880</u>	<u>\$ 10,508,819</u>	<u>\$ 1,142,093</u>	<u>\$ 11,650,912</u>

The Notes to Financial Statements are an integral part of this statement.

# The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia

## Notes to Financial Statements

### June 30, 2022 and 2021

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#### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### **Organization and Nature of Activities**

The Fund for Philadelphia was incorporated as a not-for-profit corporation in the Commonwealth of Pennsylvania on November 23, 1981. Effective March 25, 2013, the Fund was registered as operating under the fictitious name, The Mayor's Fund for Philadelphia (the "Fund"). The Fund is operated as an independent 501(c)(3).

The Fund serves as the fiscal sponsor for the City of Philadelphia and leverages public-private partnerships in collaboration with the City, the philanthropic community, and the residents of Philadelphia. The Fund manages more than \$12M annually for City programs with the goal of creating a cohesive, vibrant, supportive, and equitable Philadelphia where all residents can prosper.

##### **Basis of Presentation**

The Fund reports information regarding its financial position and activities according to two classes of net assets, as applicable: net assets with donor restrictions and net assets without donor restrictions.

**Net assets without donor restrictions:** Net assets that include expendable resources used to carry out the Fund's operations and are not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by the Board of Directors or may be limited by contractual agreements with outside parties.

**Net assets with donor restrictions:** Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met either by the actions of the Fund or through the passage of time. Items that affect this net asset category are gifts for which donor-imposed restrictions have not been met in the period of receipt. Expirations of restrictions on net assets with donor restrictions are reported as net assets released from restrictions. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. At June 30, 2022 and 2021, there were no net assets that are to be maintained in perpetuity.

##### **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 assets and liabilities, the disclosures 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.

##### **Restricted Cash**

Restricted cash represents amounts due to agencies, net of due from agencies.

##### **Agency Transactions**

The Fund acts as an agent for certain departments of the City of Philadelphia, a related party. When the Fund receives cash from such departments, these assets are administered on behalf of the respective department. Cash received is recognized as restricted cash. A corresponding liability, due to agencies, is recognized on the statement of financial position. Occasionally, cash distributed on behalf of these agencies may exceed cash received, and is recognized as due from agencies on the statement of financial position.

##### **Contributions**

Contributions, including unconditional pledges, are recognized as revenue in the period the promise is received. Contributions of assets other than cash are recorded at their estimated fair value at the date of donation.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Notes to Financial Statements**  
**June 30, 2022 and 2021**

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Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished), net assets with donor restrictions are transferred to net assets without donor restrictions.

**Furniture, Fixtures and Equipment and Depreciation**

Furniture, fixtures and equipment are stated at cost. Depreciation is provided by the straight-line method over the estimated useful lives of 3 to 10 years. Depreciation expense amounted to \$4,266 and \$6,875 for the years ended June 30, 2022 and 2021, respectively. Expenditures for maintenance and repairs are charged to expense as incurred.

The Fund reviews and evaluates its property and equipment for impairment when events or changes in circumstances indicate that the related carrying amounts may not be recoverable. An impairment is considered to exist if the total estimated future cash flows on an undiscounted basis are less than the carrying amount of the assets. If the carrying value exceeds the cash flows, then the recorded amounts of the assets will be reduced to their fair value. At June 30, 2022 and 2021, there were no impairment losses recognized for long-lived assets.

**Program Revenue Recognition**

The Fund recognizes revenue from program services at the point in time when the program takes place. Program revenues are mainly generated by the operating of the Philadelphia Marathon and the Bike Share Program. Amounts billed for services provided are recorded as program receivables which totaled -\$0- at each of the years ended June 30, 2022 and 2021.

**Sponsorship Income**

Sponsorship income is recognized ratably over the sponsorship term. Sponsorship income is recorded as deferred revenue until earned. The deferred revenue balance at June 30, 2022 and 2021 was \$1,098,015 and \$2,175,767, respectively.

**In-Kind Contributions**

Donation of office space, utilities and supplies are recorded as in-kind contributions at estimated fair value at the date of receipt.

**In-Kind Services**

The Fund recognizes donated services at estimated fair-value if such services (a) create or enhance non-financial assets, or (b) require specialized skills, and are provided by individuals possessing those skills and would typically need to be purchased if not donated. There were no donated services received during the years ended June 30, 2022 and 2021 that meet the criteria for revenue recognition.

**Program Expenses**

Program expenses are recognized when incurred and include expenses of the Philadelphia Marathon, Bike Share Program, and numerous other programs.

**Administrative Fees**

The Fund's policy is to charge an administrative fee for all agency and non-agency funds received. All fees are recorded as revenue when the agency and non-agency funds are received. This fee is equal to a percentage of the funds received and is not to exceed a ceiling percentage approved by the Board of Directors. The administrative fee was capped at 5% during the years ended June 30, 2022 and 2021.

# The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia

## Notes to Financial Statements

### June 30, 2022 and 2021

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#### **Scholarships and Grant Expenses**

Scholarship and grant expenses are recognized as a payable and an expense when approved by the Board of Directors and communicated (promised) to the grantee.

#### **Advertising Expenses**

The Fund's policy is to expense advertising costs as incurred. Advertising costs were \$291,009 and \$369,135 for the years ended June 30, 2022 and 2021, respectively.

#### **Income Taxes**

The Fund is a not-for-profit organization that is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Fund qualifies for charitable contribution deductions and has been classified as an organization that is not a private foundation. Income, which is not related to exempt purposes, less applicable deductions, is subject to federal and state corporate income taxes. Unrelated business income tax expense amounted to \$1,527 and \$16,897 for the years ended June 30, 2022 and 2021, respectively.

Management evaluated the Fund's tax positions and concluded that the Fund had taken no uncertain tax positions that require adjustment to the financial statements. The Fund files income tax returns in the U.S. federal jurisdiction. During the years ended June 30, 2022 and 2021, the Fund did not record any interest or penalties due to uncertain tax positions. If penalties and interest related to uncertain tax positions were assessed, they would be included in operating expenses.

#### **Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. The statement of functional expenses presents the natural classification detail of expenses by function. Costs that can be identified with a specific program are charged directly to that program. Expenses that are not related to a specific program are changed to general and administrative expenses.

#### **Accounting Pronouncements Adopted in the Current Period**

##### *Gifts In-Kind*

During 2022, the Fund adopted the presentation and disclosure requirements of Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (Topic 958). This ASU requires presentation of contributed nonfinancial assets apart from contributions of cash and other financial assets, along with expanded disclosure requirements. The adoption of this ASU had no material impact on the financial statements with the exception of increased disclosures.

#### **New Accounting Pronouncements Issued Not Yet Effective**

##### *Leases*

In February 2016, the FASB issued ASU 2016-02 *Leases* (Topic 842), which requires the recognition of a "right to use" asset and a lease liability, initially measured at the present value of the lease payments, on the statements of financial position for all of the Fund's lease obligations. This ASU is effective for fiscal years beginning after December 15, 2021. The Fund is currently evaluating the effect that this pronouncement will have on its financial statements and related disclosures and will be effective if the Fund enters into a long-term lease.

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Notes to Financial Statements**  
**June 30, 2022 and 2021**

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**2. CONCENTRATIONS**

**Operations**

The Fund conducts the majority of its business with the City of Philadelphia. The ability of the Fund to maintain its overhead structure and meet future financial commitments is dependent upon this relationship.

**Program Income**

The Fund generated 19% and 14% of total revenue and support from the Bike Share Program for the years ended June 30, 2022 and 2021, respectively.

**Grants and Contributions Revenue**

The Fund received 39% and 53% of contributions from two grantors for the years ended June 30, 2022 and 2021, respectively.

**Cash Accounts**

The Fund maintains its cash accounts in one financial institution with insurance provided by the Federal Deposit Insurance Corporation up to \$250,000.

**3. CONTRIBUTIONS RECEIVABLE**

Contributions receivable at June 30, 2022 and 2021 is \$2,712,578 and \$1,611,708 and is deemed to be fully collectible and is due within one year. One grantor made up 92% and 99% of contributions receivable at June 30, 2022 and 2021, respectively.

**4. CAPITAL LEASE**

The Fund leases equipment, under a capital lease, with a total original cost of \$4,800. Accumulated amortization on the assets under capital lease at June 30, 2022 and 2021 was \$2,240 and \$1,280, respectively. The lease will expire and be paid off at January 1, 2024. The interest rate on this capital lease is 9.86% and is based on the lessor's implicit rate of return. Amortization expense amounted to \$960 for each of the years ended June 30, 2022 and 2021.

Future minimum lease payments for the next three years are as follows:

2023	\$ 1,457
2024	<u>641</u>
	2,098
Less: Amounts representing interest	<u>(179)</u>
	1,919
Less: Current portion	<u>(1,305)</u>
	<u>\$ 614</u>

**The Fund for Philadelphia d/b/a The Mayor's Fund for Philadelphia**  
**Notes to Financial Statements**  
**June 30, 2022 and 2021**

**5. DUE TO/FROM AGENCIES**

The Fund has contracts with various City of Philadelphia agencies and administers funds on their behalf. The activity in these agency programs is as follows for the years ended June 30:

	<b>2022</b>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Ending Balance</u>
Arts and special events	\$ 51,798	\$ -	\$ -	\$ 51,798
Community betterment	637,985	-	(3,528)	634,457
Economic development	1,283,083	-	(3,215)	1,279,868
	<u>\$ 1,972,866</u>	<u>\$ -</u>	<u>\$ (6,743)</u>	<u>\$ 1,966,123</u>

  

	<b>2021</b>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Ending Balance</u>
Arts and special events	\$ (314,970)	\$ 366,768	\$ -	\$ 51,798
Community betterment	688,171	-	(50,186)	637,985
Economic development	1,284,657	-	(1,574)	1,283,083
	<u>\$ 1,657,858</u>	<u>\$ 366,768</u>	<u>\$ (51,760)</u>	<u>\$ 1,972,866</u>

**6. NET ASSETS**

**Net Assets With Donor Restrictions**

Net assets with donor restrictions at June 30 are restricted by the donors primarily for the following program purposes:

	<u>2022</u>	<u>2021</u>
Arts and special events	\$ 37,761	\$ 156,620
Community betterment	17,857,662	14,345,865
Education and scientific	2,392,554	2,389,506
Planned development	381,690	233,440
	<u>\$ 20,669,667</u>	<u>\$ 17,125,431</u>

Net assets with donor restrictions were released from restrictions for years ended June 30 for the following purposes as follows:

	<u>2022</u>	<u>2021</u>
Arts and special events	\$ 170,741	\$ 2,577,559
Community betterment	8,730,842	5,755,277
Education and scientific	1,097,508	888,487
Planned development	179,330	98,904
	<u>\$ 10,178,421</u>	<u>\$ 9,320,227</u>

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**Board Designated Net Assets**

As of June 30, 2022 and 2021, the Board of Directors has designated net assets without donor restrictions to provide for administrative operations and program specific purposes. The following table shows the amount designated to administrative operations and program specific purposes:

	<u>2022</u>	<u>2021</u>
Special events	\$ 243,375	\$ 721,399

**7. DEFINED CONTRIBUTION PLAN**

The Fund sponsors a defined contribution plan under Section 403(b) of the Internal Revenue Code. Employee contributions to the plan are made through payroll deductions. At the discretion of the Fund, contributions may be based on a percentage of an employee's salary to the plan for each full-time employee with one year or more of service. The Fund matched up to 5% of each employee's base compensation for the years ended June 30, 2022 and 2021. Contributions to the plan totaled \$15,357 and \$13,535 for the years ended June 30, 2022 and 2021, respectively.

**8. COMPENSATED ABSENCES**

The Fund provides vacation and sick pay to its employees which are accumulated and carried over if not used by the end of the calendar year. At June 30, 2022 and 2021, the liability for accrued compensated absences was \$38,241 and \$52,759, respectively, and was included in accounts payable and accrued expenses in the statement of financial position.

**9. PROGRAM EXPENSES**

Program expenses for the years ended June 30 consist of the following:

	<u>2022</u>	<u>2021</u>
Marathon	\$ 3,577,579	\$ 634,149
Bike Share	2,137,026	944,880
Arts and special events	153,587	2,532,105
Community betterment	7,590,694	5,344,275
Education and scientific	153,611	969,305
Planned development	962,965	84,105
	<u>\$ 14,575,462</u>	<u>\$ 10,508,819</u>

**10. GRANT EXPENSES**

The Fund designates a portion of its unrestricted funds for grantmaking to support philanthropic causes. The projects it supports align with the charitable goals and priorities of the Mayor of Philadelphia. Unsolicited grant requests are not accepted, as all proposals must be in response to a call for proposals. The number and size of awards given each year vary depending on the amount of funds available. Funding requests are accepted in response to a call for proposals and the Fund's Grant Committee reviews the applications and makes recommendations to the Fund's Board of Directors. Final grant decisions are made by the Fund's Board of Directors.

The Fund awarded grants totaling \$809,257 and \$3,916,149 during the years ended June 30, 2022 and 2021.

**The Fund for Philadelphia d/b/a The Mayor’s Fund for Philadelphia**  
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**11. CONTRIBUTED NONFINANCIAL ASSETS**

During the years ended June 30, 2022 and 2021, the City of Philadelphia, a related party, provided office space and paid for telephone services and office supplies on the Fund’s behalf. This space and service is utilized by the Fund’s administrative and program staff. These expenses, totaling \$15,556 for each of the years ended June 30, 2022 and 2021, are recorded as in-kind contributions revenue and expenses in the statement of activities and changes in net assets. Contributed nonfinancial assets do not have donor-imposed restrictions.

**12. LIQUIDITY AND AVAILABLE RESOURCES**

The Fund regularly monitors liquidity 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 Fund considers all expenditures related to its ongoing activities of public service as well as the conduct of services undertaken to support those activities to be general expenditures.

In addition to financial assets available to meet general expenditures over the next 12 months, the Fund operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

The following table reflects the Fund’s financial assets as of June 30, that are available to meet general expenditures within one year of the statement of financial position date. Financial assets that are not available to meet general expenditures within one year of the statement of financial position date include cash restricted by donor stipulations and designated by the Board, contributions receivable, loan receivable, and due from agencies.

	<u>2022</u>	<u>2021</u>
Financial assets		
Cash		
Undesignated	\$ 329,258	\$ 113,605

**13. SUBSEQUENT EVENTS**

The Fund has evaluated its subsequent events (events occurring after June 30, 2022) through the date of December 14, 2022, the date the financial statements were available to be issued. Based on this evaluation, the Fund has determined that no subsequent events have occurred which require disclosure in the financial statements.