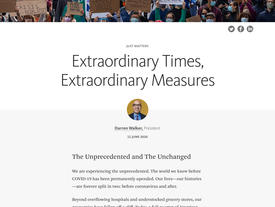


JUST MATTERS

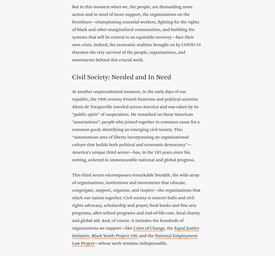
Extraordinary Times, Extraordinary Measures

Darren Walker, President
13 JUNE 2020

The Unprecedented and The Unchanged

We are experiencing the unprecedented. The world we knew before COVID-19 has been profoundly upended. Our lives—our histories—are forever split in two before coronavirus and after.

Beyond overflowing hospitals and understocked grocery stores, our economists have fallen off a cliff. Today, a [full quarter](#) of American workers—more than 40 million people—have filed for unemployment. Fewer [than half of black adults have a job](#). In a mere two months, Americans have [lost twice the number of jobs](#) as in the Great Recession.



Protesters in Washington, DC head to the White House in one of the many demonstrations that broke out across the country in response to the murder of George Floyd.

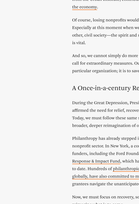
And, during these last few weeks, our pandemic has collided with another, as tens of thousands of Americans take to the streets to demand justice for George Floyd's murder, for all the violence against black people that has gone unfilmed, and for a history of white supremacy and racial terror that remains unreconciled.

But in this moment when we, the people, are demanding more justice and in need of more support, the organizations on the frontlines—championing essential workers, fighting for the rights of black and other marginalized communities, and building the systems that will be central to an equitable recovery—face their own crisis. Indeed, the economic realities brought on by COVID-19 threaten the very survival of the people, organizations, and movements behind this crucial work.

Civil Society: Needed and In Need

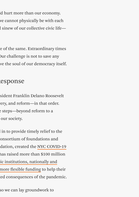
At another unprecedented moment, in the early days of our republic, a group of French historians and political scientists Alexis de Tocqueville visited North America and was taken by its "public spirit" of cooperation. He remarked on these American "associations": people who joined together to advance for a common good, identifying an emerging civil society. This "autonomous area of liberty incorporating an organizational culture that builds both political and economic democracy"—America's unique third sector—has, in the 185 years since he's writing, ushered in immeasurable national and global progress.

This third sector encompasses remarkable breadth, the wide array of organizations, institutions and movements that educate, congregate, support, organize, and inspire—the organizations that stitch our nation together. Civil society is concert halls and civil rights and global aid, through and through. Symphonies and arts programs, after-school programs and end-of-life care, local charity and global aid. And, of course, it includes the hundreds of organizations we support—like [Color of Change](#), the [Equal Justice Initiative](#), [Black Youth Project 100](#), and the [National Employment Law Project](#)—whose work remains indispensable.



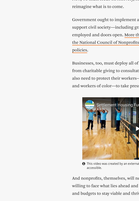
NEW YORK, NEW YORK - MARCH 23: Traders work on the floor of the New York Stock Exchange (NYSE) during the opening bell ceremony on March 23, 2020 in New York City. The NYSE is open for business as usual following a two day shutdown for deep cleaning after a trader tested positive for COVID-19.

A high-level position across for digitize from be principal at a drive the, commencement ceremony in Las Vegas, Nevada.



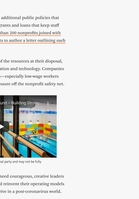
LAS VEGAS, NEVADA - MAY 10: Medical workers and first responders are honored during a commencement ceremony for graduating nursing students at the Touro University Nevada College of Nursing on May 10, 2020 in Las Vegas, Nevada. The ceremony was held in a parking lot to maintain social distancing due to the coronavirus pandemic.

For the Metropolitan Museum of Art, a New York institution, has obtained, shows to visitors since March due to the spread of COVID-19 in the city.



LOS ANGELES, CALIFORNIA - MARCH 19: Dancers perform during a virtual class at the Debbie Allen Dance Academy on March 19, 2020 in Los Angeles, California. The academy has moved its classes online due to the coronavirus pandemic.

A new performer returns to church in Bogota, Colombia as the country slowly begins to reopen after the peak of the COVID-19 crisis.



A team of volunteers at a food pantry in Massachusetts pack up boxes of groceries to deliver to families in need.

These small and not-so-small "associations" have served as the beating heart of our democracy, and we're proud to, as I argued in the Chronicle of Philanthropy this week.

Because of COVID-19, the nonprofit sector faces [overwhelming need paired with existential threat](#). According to the Nonprofit Finance Fund, [three out of every four nonprofits](#) do not have six months of cash in reserve. Many have less. [Already, furloughs and layoffs are hitting nonprofits](#)—hard.

Postponed fundraisers, canceled seasons, fewer grants from foundations anticipating decreased endowments, reduced corporate sponsorships and government contracts due to internal budget cuts—all of this puts the world's vital nonprofits at risk.

And, as we all know, the economic fallout is devastating.

According to the [2019 Nonprofit Employment Report](#) from the Johns Hopkins Center for Civil Society Studies, nonprofits employ more than 10 percent of America's private workforce—some 12.3 million people at last count. Those nonprofits, based on research from the Urban Institute, contribute an [estimated $985 billion to the economy](#).

Of course, losing nonprofits would hurt more than our economy. Especially at this moment when we cannot physically be with each other, civil society—the spirit and sense of our collective civic life—is vital.

And so, we cannot simply do more of the same. Extraordinary times call for extraordinary measures. Our challenge is not to save any particular organization; it is to save the soul of our democracy itself.

A Once-in-a-century Response

During the Great Depression, President Franklin Delano Roosevelt affirmed the need for relief, recovery, and reform—in that order. Today, we must follow these same steps—beyond reform to a broader, deeper reimagination of society.

Philanthropy has already stepped in to provide timely relief to the nonprofit sector. In New York, a consortium of foundations and funders, including the Ford Foundation, created the [NYC COVID-19 Response & Impact Fund](#), which has raised more than $100 million to date. Hundreds of [philanthropic institutions, across regions globally, have also committed to more flexible funding](#) to help their grantees navigate the unanticipated consequences of the pandemic.

Now, we must focus on recovery, so we can lay groundwork to reimagine what is to come.

Government ought to implement additional public policies that support civil society—including grants and loans that keep staff employed and doors open. [More than 200 nonprofits joined with the National Council of Nonprofits to author a letter outlining such policies.](#)

Businesses, too, must deploy all of the resources at their disposal, from charitable giving to consultation and technology. Consumers also need to protect their workers—especially low-wage workers and workers of color—in the current phase of the nonprofit safety net.

This video was created by an external party and may not be fully accessible.

And nonprofits, themselves, will need courageous, creative leaders willing to face what lies ahead and reinvent their operating models and budgets to stay viable and thrive in a post-coronavirus world.

The Ford Foundation recognizes that this once-in-a-century crisis—and the overwhelming need to emerge from it with a more just and equitable society—requires a once-in-a-century response.

As foundations, our standard practice is to spend the five percent of our endowments each year as required by law to support the financial viability of the institution into the future. We will not spend down our assets but, [as I've written previously](#), we cannot limit ourselves to this five percent. We must explore and expand new ways to deploy all of our assets—including the other 95 percent—in the fight for justice.

Given these intersecting, cascading crises, Ford's Trustees and I have concluded that we cannot and will not merely pay out what we would in a normal year. We cannot and will not allow this economic crisis to decrease our grantmaking next year or going forward. We cannot do the minimum when faced with maximum threat.

If we fail to act, civil society will suffer irreparable damage—and so will the health and vitality of our most vulnerable communities, and the future of our democracy.

And so, today we're announcing that, for the first time in Ford's history, the Board of Trustees has authorized up to $1 billion—financed through the sale of bonds—to build capital and strengthen the nonprofit sector. This is only possible because of the Trustees' unwavering support, courageous vision, and commitment, which serves as a source of inspiration to all of us at Ford, that this is possible, and for that I want to express my deepest gratitude.

With this new source of funding, the foundation will make strategic investments in the individuals and organizations that are not just fighting against inequality and injustice but preparing to lead us through a post-coronavirus recovery.

A Call To Unleash Every Resource

Historically, foundations have issued debt for building acquisition and construction projects—as we recently did to renovate our New York headquarters. Next has debt been used as a tool for expanding philanthropic grantmaking.

This changes now.

A number of US foundations—including the Doris Duke Charitable Foundation, W.K. Kellogg Foundation, John D. and Catherine T. MacArthur Foundation, and Andrew W. Mellon Foundation—have joined us and, collectively, we joint commitment to additional grantmaking will add more than $1.7 billion to the nonprofit sector. I'm enormously grateful to the presidents of those foundations who have my admiration and affection: Elizabeth Alexander, Ed Henry, John Palfrey and La June Montgomery Tabron who have dedicated countless hours to our collective action. They are the very best examples of foundation leaders with bold and ambitious visions for their organizations.

If more foundations take this brave step, our sector could generate untold billions of dollars to rescue nonprofits. We could ensure that civil society emerges from this pandemic and economic collapse more resilient and effective than ever.

Philanthropy has a special responsibility. Given our resources, we can support programs and initiatives that others might consider a financial burden. We can, will, and must invest in organizations that smash the roots of systemic inequality this virus has laid bare. And as we fund these vital recovery efforts, we must reimagine our systems—reimagine our democracy, our economy, our culture for the better.

In another tumultuous and violent year, 1968, Dr. Martin Luther King Jr., shared his concern with Harry Belafonte that, despite the progress they had seen, America and its systems were still "a burning house."

When asked what to do about it, Dr. King said, "I guess we're just going to have to become firemen."

I return to this exchange often. It clarifies that, despite the scale and complexity of the problems we face, we still share a universal imperative—to become firefighters for justice. To do, whatever it is we do, for justice.

At this moment, it is not enough to douse the "burning house" in front of us. It is not sufficient to heal a few souls and then move on. We must, further, think and act, like firefighters. We must make it our mission to save lives—to rush in where others turn away, take brave and extraordinary action, and attend to the emergency at hand.

We must stop the forces of destruction at their source with every tool and resource we have at our disposal. We must assess the damage caused by these inequalities and set the conditions in which we can build something new.

The lifting will be heavy. It will require humility and selflessness, listening and elevating the lived experience over ego and abstract expertise, and the moral courage to stand up for the rights and dignity of every human life. It will demand that the privileged among us not only give something back, but also give something up.

We live in a culture that makes these things hard—but what makes doing them worthwhile and meaningful is the hope that doing them now will create a better tomorrow. And that hope is the engine that allows our movements and institutions and democracy to breathe free.

Ultimately, we need hope—hope born not from idealism or naïveté, but from a stubborn, determined recognition of what we owe each other, of the actions we take today and every day, will bring us closer to the future we seek. We need hope that united—on the other side—we will survive and thrive.

CONTACT
Ford Foundation
320 E 43rd St
New York, NY 10017
USA
Tel: (+1) 212-573-5000
Visitor Information
Accessibility
Regional offices
EVENT SPACES
Learn how to book an event space

SIGN UP FOR EMAIL UPDATES
FIRST NAME
LAST NAME
EMAIL
Sign Up

CONNECT
LEARN
Learn about Careers, view Current openings, or join our talent pool
PRESS ROOM
Visit the Press Room

All our content may be republished or reused for free, except for those pieces with photos, illustrations, and videos.
Privacy · Terms and Conditions
© 2021 Ford Foundation, some rights reserved.