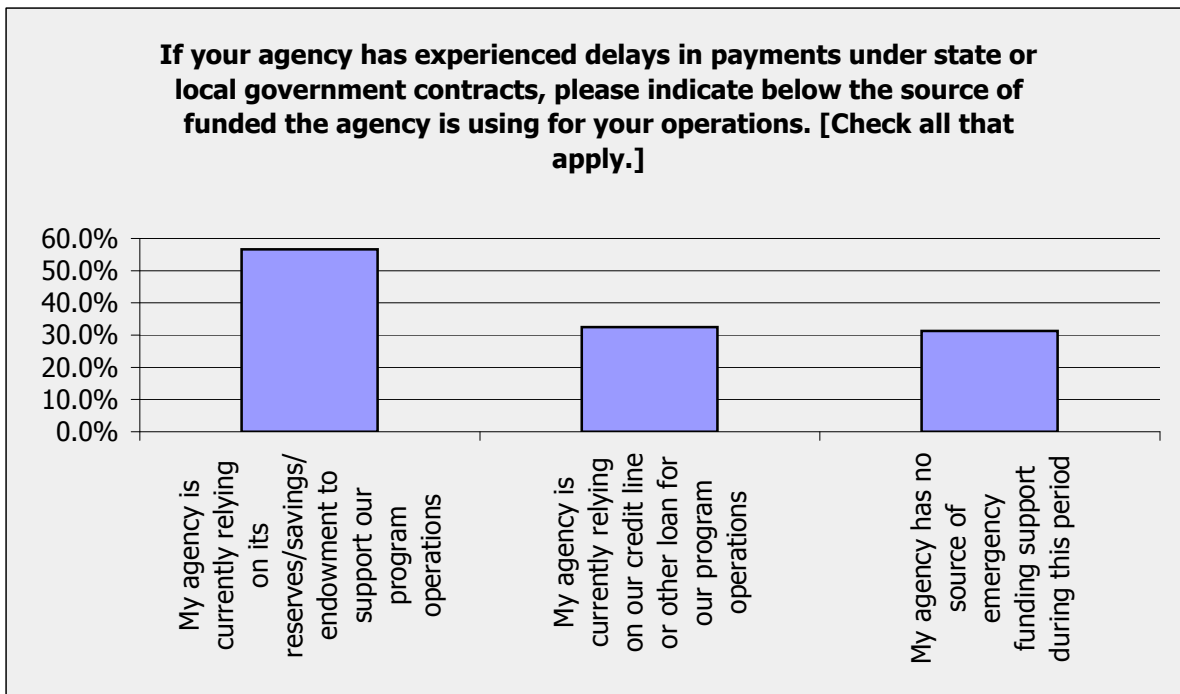


## System in Crisis Survey

**If your agency has experienced delays in payments under state or local government contracts, please indicate below the source of funded the agency is using for your operations. [Check all that apply.]**

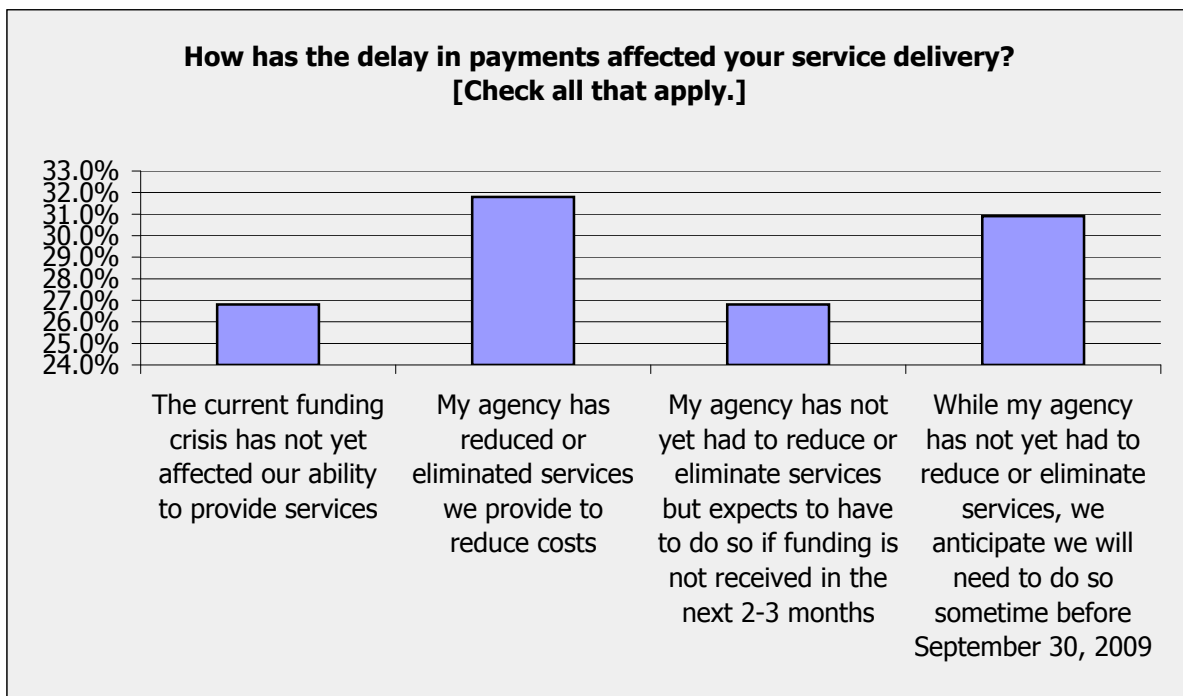
Answer Options	Response Percent	Response Count
My agency is currently relying on its reserves/savings/endowment to support our program operations	56.6%	228
My agency is currently relying on our credit line or other loan for our program operations	32.5%	131
My agency has no source of emergency funding support during this period	31.3%	126
<b><i>answered question</i></b>		<b>403</b>
<b><i>skipped question</i></b>		<b>161</b>



This question is designed to assess how many organizations are using their own cash reserves, a line of credit, or have no sources of emergency funding at all. Nearly 1 in 3 organizations responding to this question (31.3%) have no source of emergency funding support. Upon deeper analysis it was found that of the organizations that reported currently using a line of credit nearly 69% have had to delay payments to vendors and nearly 79% have had to delay payments for supplies. Of the organizations that reported having no source of emergency funding 41% have already reduced or eliminated programs and services and 36% have implemented staff layoffs. These groups report similar delinquency in paying vendors and suppliers.

**How has the delay in payments affected your service delivery? [Check all that apply.]**

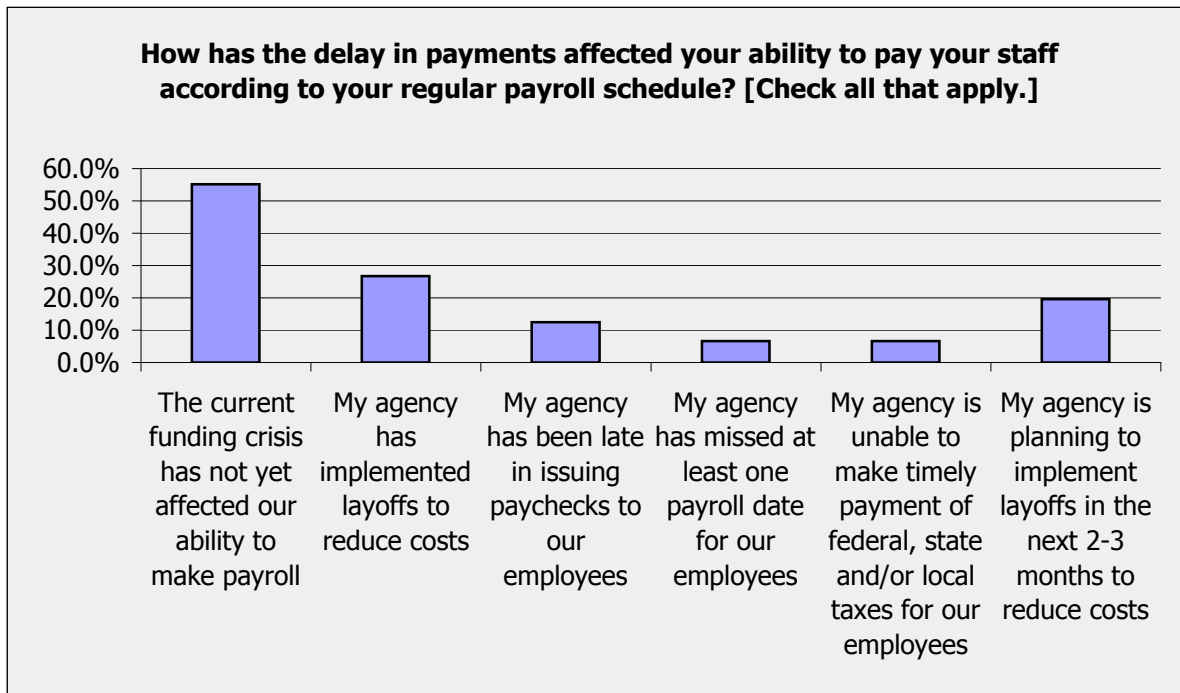
Answer Options	Response Percent	Response Count
The current funding crisis has not yet affected our	26.8%	113
My agency has reduced or eliminated services we	31.8%	134
My agency has not yet had to reduce or eliminate	26.8%	113
While my agency has not yet had to reduce or eliminate	30.9%	130
<b><i>answered question</i></b>		<b>421</b>
<b><i>skipped question</i></b>		<b>143</b>



Nearly 1 in 3 agencies (31.8%) have already reduced or eliminated services to their constituencies. Nearly 60% of agencies project that they will do so in the next 2-3 months. Of the agencies that have already reduced services, 52% have implemented staff layoffs. Another 24% plan to implement layoffs in the next 2-3 months.

**How has the delay in payments affected your ability to pay your staff according to your regular payroll schedule? [Check all that apply.]**

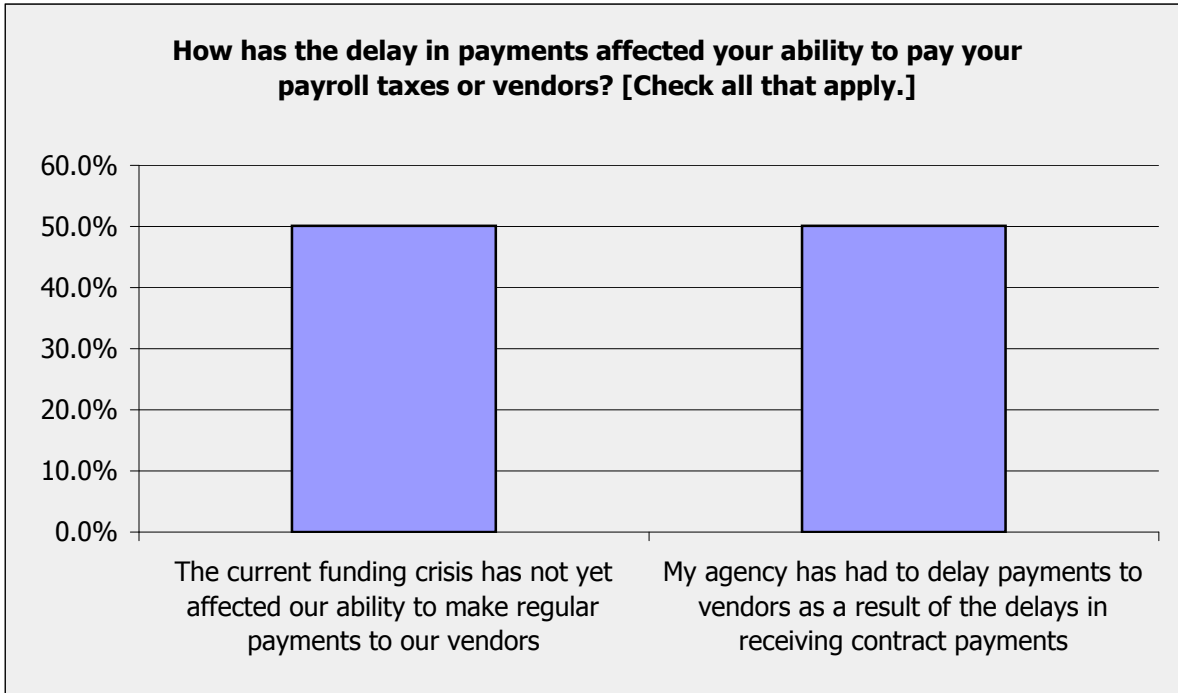
Answer Options	Response Percent	Response Count
The current funding crisis has not yet affected our	55.1%	225
My agency has implemented layoffs to reduce costs	26.7%	109
My agency has been late in issuing paychecks to our	12.5%	51
My agency has missed at least one payroll date for our	6.6%	27
My agency is unable to make timely payment of federal,	6.6%	27
My agency is planning to implement layoffs in the next	19.6%	80
<b>answered question</b>		<b>408</b>
<b>skipped question</b>		<b>156</b>



This question is important not just because of the lack of payment's impact on nonprofit staff, but the ultimate impact of lessening services for clients. More than a quarter of all nonprofits surveyed (27%) have already implemented staff layoffs to reduce costs. 20% of surveyed agencies plan to implement layoffs in the next 2-3 months. 19% of respondents have either been late issuing paychecks or missed at least one payroll date. 7% of agencies are unable to make timely payments on their taxes.

**How has the delay in payments affected your ability to pay your payroll taxes or vendors? [Check all that apply.]**

Answer Options	Response Percent	Response Count
The current funding crisis has not yet affected our	50.1%	198
My agency has had to delay payments to vendors as a	50.1%	198
<i>answered question</i>		<b>395</b>
<i>skipped question</i>		<b>169</b>



Half of all responding organizations report delays in paying their vendors.

**Please indicate if your agency has had to delay payments to vendors in the following general categories:**

<b>Answer Options</b>	<b>Response Percent</b>	<b>Response Count</b>
Mortgage/Rent	40.6%	95
Utilities	50.9%	119
Telephone/Communications/Internet	55.6%	130
Maintenance/Repairs	62.4%	146
Supplies	75.2%	176
Transportation for Clients	25.2%	59
Food for clients	25.2%	59
Other vendors not listed	35.5%	83
<b>answered question</b>		<b>234</b>
<b>skipped question</b>		<b>330</b>



As evidenced by the responses to this question, nonprofits are being forced into payment delinquency with many of the companies with which they do business. Often times late fees and service charges will be added to their bills upon payment.