

Ford Foundation Chief: Transform Philanthropy

Now

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"Philanthropy, honey, it's time for an intervention."

- E. Villanueva

When one of the philanthropic community's most influential leaders, Darren Walker, head of the Ford Foundation, makes an impassioned call for change, it is newsworthy. And when Ruth McCambridge, the editor-in-chief of one of the sector's leading publications, *The Nonprofit Quarterly, writes that he "hits it out of the park," that, too, is noteworthy.*

At the close of an old year and the beginning of a new one, it's not unusual for people of a philosophical bent to take stock and make resolutions for the future.

The Coming of Hope: A Vision for Philanthropy in the New Year is Darren Walker's important and inspirational article on January 9, 2019, in the Ford Foundation blog Equal Changes. It is beautifully written and while "expressing faith in hope and collective longing for shared peace and prosperity," Ms. McCambridge points out that Mr. Walker pulls no punches and "succinctly names the problem that challenges us all."

This existential threat is growing inequality; it must be addressed now, and the philanthropic community must acknowledge some complicity in it.

Inequality as Key

"Millions of people," writes Mr. Walker, "feel <u>frustrated with, and excluded by,</u> an out-of-balance global economic system they are decreasingly willing to tolerate."



The <u>causes are known</u>; "global capitalism" contributing to ever-growing inequality, "authoritarian leaders" who stoke this discontent; rapid technology changes with little-understood consequences, "and the long-standing evils of racism, classism, ableism, homophobia, and patriarchy."

Making these problems worse is the unrelenting assault on facts and truth as well as the conduct of leaders who "openly <u>disdain</u>, <u>demean</u>, <u>and deconstruct</u> vital public institutions designed to serve us and our system of self-government" and the "disregard for what democratic government can do to promote equality, justice, and human dignity."

But then Mr. Walker lowers the boom: Philanthropy, for all its achievements and good intentions, is part of the system in which this inequality germinates. And "philanthropy is by no means immune from the plague of inequality."

The Role of Philanthropy

Walker notes that, recently, many thought leaders have presented important "critiques of philanthropy as an enterprise." He lists three good examples who raise valid concerns: "Many have pointed to the ways philanthropy replicates the worst dynamics and inequalities of our broader system." He notes that he doesn't necessarily agree with each and every point of these books or others in a "growing chorus." But we "ignore them at our own peril."

- Winners Take All: Anand Giridharadas. It "rightly skewers that segment of philanthropic
 giving that boasts of saving the world while fundamentally strengthening the economic and
 social structures that separate the haves and have-nots."
- Decolonizing Wealth: Edgar Villanueva. The book explains how "colonialism and oppression" contributed to our current imbalanced financial system and how "structural racism continues to shape philanthropy today."
- Just Giving: Robert Reich. While expressing admiration for the past of philanthropy and its
 potential, he discusses the "undemocratic nature of wealth and philanthropy" and calls for
 more transparency and accountability "in service of democratic values."

Going Forward

The current crises did not develop overnight, and will not be solved quickly either. But, right now, "philanthropists and funders of every stripe must invest in the architects and architecture of progress—the individuals, ideas, and institutions that make change happen."

A first step – "placing meaningful resources close to the people" – is one that the Ford Foundation itself is championing by important changes in its own grantmaking. Philanthropists must "trust those we fund, and fund them adequately to do what they believe is best, not what we think is best, including "entrusting organizations with long-term general support funding and project grants that provide adequate overhead."

A second step is committing to "good government" notwithstanding differences of opinion among philanthropists about the size or function of government. "Good works require good government."



A third step is "reckoning with privilege." Darren Walker wants funders to examine their own "unconscious biases" and more clearly understand "how others experience the institutions of philanthropy – how remote we can be, how insular, how difficult to navigate." He wants philanthropists to recognize that "the communities most proximate to the problems possess unique insights into the solutions." That means committing to diversity – especially at the top of organizations.

Conclusion

The president of the Ford Foundation concludes his call to action with optimism and hope. "The good news is that I see a growing movement to appreciate the criticisms of philanthropy, and to face them head-on," to move from "generosity to justice." To him, this is "the best response to philanthropy's deepest flaws and inherent contradictions.

- Linda J. Rosenthal, J.D., FPLG Information & Research Director