

2020 NONPROFIT DIVERSITY PRACTICES

SURVEY RESULTS OVERVIEW

VONDROFILHR
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STRATEGY & Practitioner
Strategy & Practitione

Race & Diversity
Practices in Nonprofits

Monday, September 21, 2020 2 – 3:30 PM ET

PRESENTERS



Lisa Brown Alexander
President & CEO



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Diversity, Equity & Inclusion

About Nonprofit HR



- Total lifecycle solutions for talent management.
- 20 years serving the social sector as a trusted advisor and thought-partner.
- Hundreds of missions served.
- National footprint.
- Award-winning and highly credentialed staff.



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AGENDA

- The Data
- Why the Data Matter
- Are We Making Progress?
- Insights for Creating a More Equitable, Diverse & Inclusive Organization
- Appendix: The Demographics

2020 NONPROFIT DIVERSITY PRACTICES SURVEY RESPONDENTS

626

Participating Nonprofits

Largest
Participating
Mission Areas

Social/Human Services (26%)

Education (14%)

Health/Health Services (12%) 31%

Have budgets between \$1-4.9 million

22%

Have between 21-50 employees

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THE DATA

How Participants Responded in the 2020 Nonprofit Diversity Practices Survey



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ACHIEVE YOUR MISSION.

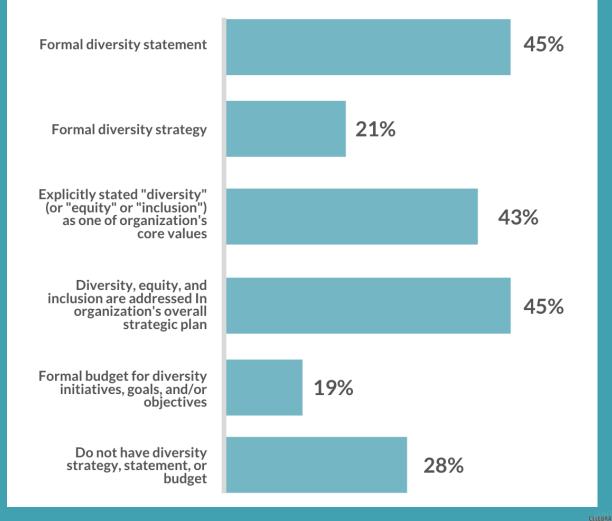
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How organizations have approached diversity in 2020





COMPARISON:

2019 Segments of nonprofits most and least likely to have a diversity strategy

Data by Budget Size

More likely to have a formal diversity strategy:

- Greater than \$40 Million (51% have a strategy)
- \$15 19.9 Million (47% have a strategy)

Less likely to have a formal diversity strategy:

- \$5 9.9 Million (77% do not have a strategy)
- Less than a Million (76% do not have a strategy)

Data by Mission Type

More likely to have a formal diversity strategy:

- Social and Human Services (36% have a strategy)
- Education (35% have a strategy)

Less likely to have a formal diversity strategy:

- Animal Rights (100% do not have a strategy)
- Association (86% do not have a strategy)

2020 Segments of nonprofits more and less likely to have a diversity strategy

Data by Budget Size

More likely to have a formal diversity strategy:

- \$5 million- 9.9 million (28% have a strategy)
- \$10 million- 14.9 million (29% have a strategy)

Less likely to have a formal diversity strategy:

- less than \$1 million (92% do not have a strategy)
- \$15 million- 19.9 million (87% do not have a strategy)

Data by Mission Type

More likely to have a formal diversity strategy:

- Foundation (45% have a strategy)
- NGO (30% have a strategy)

Less likely to have a formal diversity strategy:

- Animal Rights (100% do not have a strategy)
- Public Policy/Advocacy (89% do not have a strategy)

COMPARISON:

2019: According to the data, the larger the organization headcount and budget, the greater the likelihood of having a formal diversity statement.

2019 Formal Diversity Statement Practice

More likely to have a formal diversity statement:

- Greater than \$20 million (63% have a statement)
- \$15 million- 19.9 million (53% have a statement)

Less likely to have a formal diversity statement:

- less than \$1 million (59% do not have a statement)
- \$1 million- 4.9 million (51% do not have a statement)

Mission Types Most Likely to Have a Formal Diversity Statement

- Human Rights (57%)
- Environmental (55%)
- Arts & Culture (55%)

This year smaller organizations, by budget, were more likely to have a formal diversity statement.

2020 Formal Diversity Statement Practice

More likely to have a formal diversity statement:

- \$5 million 9.9 million (69% have a statement)
- \$10 million- 14.9 million (49% have a statement)

Less likely to have a formal diversity statement:

- less than \$1 million (68% do not have a statement)
- \$15 million- 19.9 million (67% do not have a statement)

Mission Types Most Likely to Have a Formal Diversity Statement

- Foundation (73% have a statement)
- NGO (70% have a statement)
- Environmental (63% have a statement)

Which area should a small organization (with limited resources) focus on first to drive forward DEI goals - external consultants, resources to empower a staff or board led task force, or hiring a full-time staff person who is responsible for DEI?

PERSPECTIVE

- Having a diversity statement reflects your organization's position related to DEI
- Having a diversity strategy reflects your organization's understanding of the importance of DEI to organizational success
- DEI as a part of your core values reflects your organization's beliefs
- Integrating DEI into your organization's strategic plan demonstrates the understanding that DEI and organizational impact are inextricably linked
- Having a DEI budget sends the message that your organization is investing both time AND resources to advancing this work
- Not having a DEI statement, strategy, values or budget puts your organization at a strategic disadvantage regarding talent, innovation, results and impact

PERSPECTIVE ON WHY DEI MATTERS

Why your organization should invest in diversity, equity & inclusion.

You want to:

- Perform better financially
- Produce better products and services
- Gain a competitive edge when recruiting top talent
- Demonstrate corporate social responsibility
- Realize greater results/impact



Staffing DEI: How Are Nonprofits Doing It?



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2019

COMPARISON:

Organizations that have a staff person solely dedicated to diversity efforts

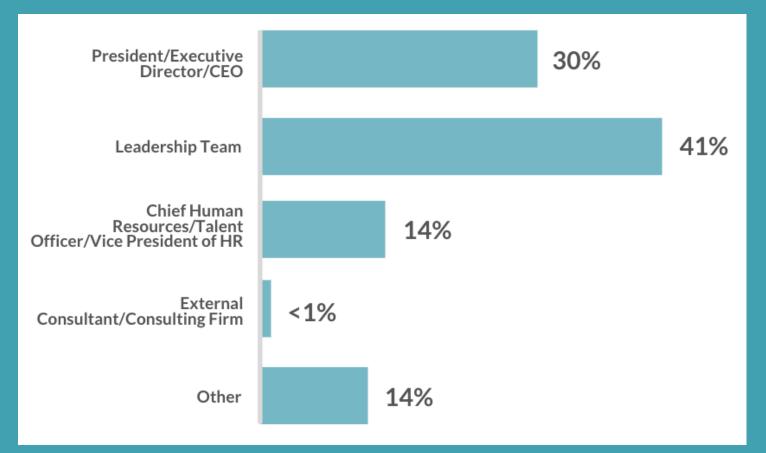




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Who has accountability for your organization's diversity strategy/initiatives?





COMPARISON:

2019: 41%

2020: 49%

Yes, with a senior leadership advocate

2019: 54%

2020: 44%

No

2019: 5%

2020: 7%

Yes, but no senior leadership advocate Percentages of organizations with a Team or Task Force Focused on Diversity.

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What are ways - if you have a predominately white board or leadership team - can you work to naturally expand networks and bring in more diverse leadership?





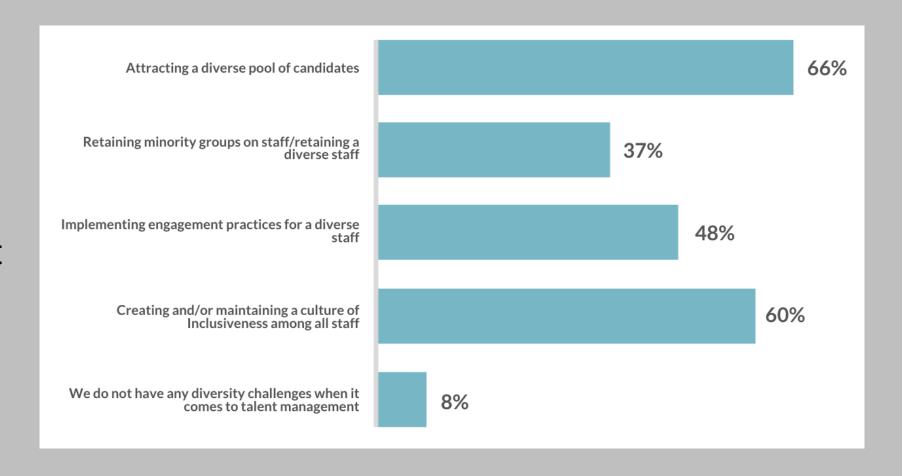
Comparison
2019
Organizations'
greatest diversity
challenges

Realizing racial/ethnic diversity	42%
Realizing gender diversity	4%
Realizing age diversity	2%
Realizing sexual identity training	1%
Realizing diversity based on differing abilities	5%
Realizing diversity based on background/experience	11%
Realizing higher representation of veterans	
Creating safety for management/staff facing challenges with openly discussing diversity	16%

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2020
Organizations'
greatest diversity
challenges by talent
management
function

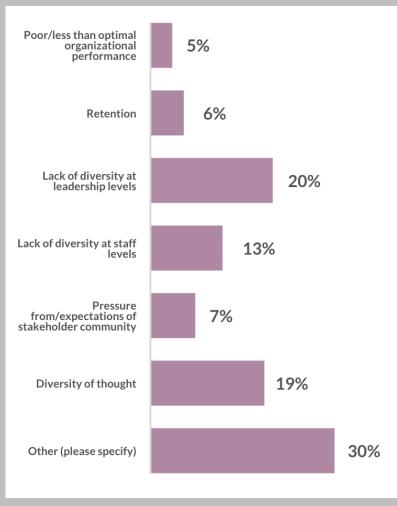


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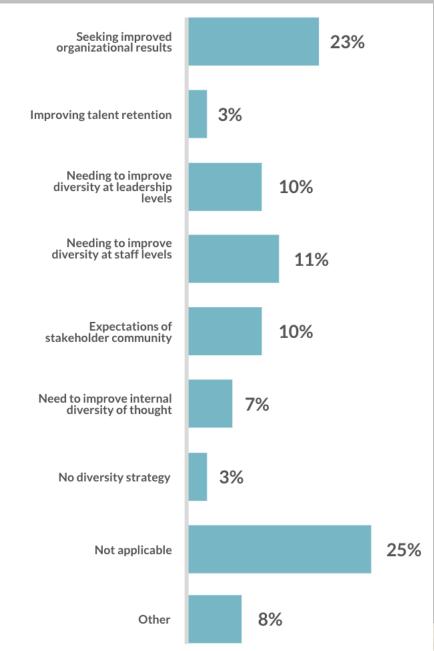
2019





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2020

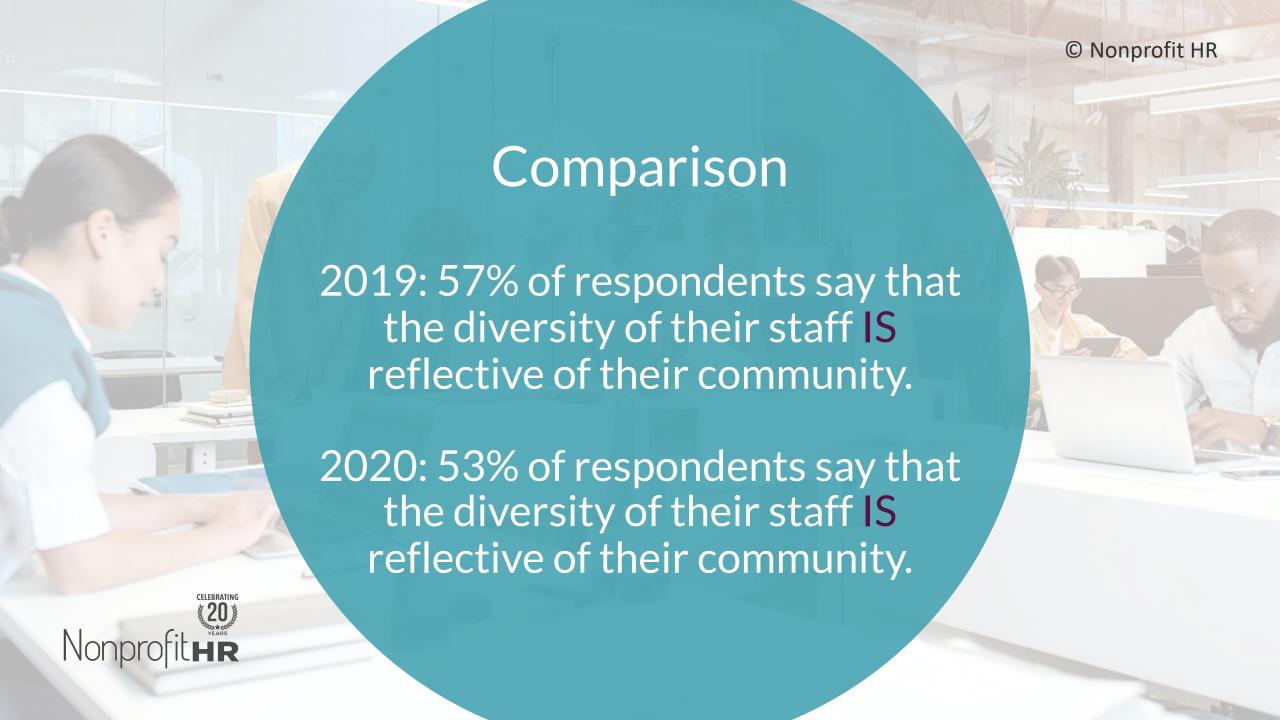
What is the process of strategic planning [for DEI]? Who needs to participate? Can senior management select the strategic planning team?

COMPARISON:

2019: 43% of respondents report that a lack of diversity HAS NOT impacted them.

2020: 16% of respondents report that a lack of diversity HAS NOT impacted them.







COMPARISON:
2019 HR / Talent
Management Practices
and Policies
Organizations Changed
to Realize Greater
Diversity

Interviewing practices/policies	28%
Hiring practices/policies	38%
Promotion practices/policies	7%
Compensation and benefits practices/policies	9%
Performance management practices/policies	9%

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We have struggled with diversity in our hiring and advertising our job postings. As a nonprofit, other than Indeed, LinkedIn are there other places that would help us reach a more diverse pool?



COMPARISON:
2019 DEI training
options offered by
nonprofits

General diversity training	51%
Implicit/unconscious bias training	40%
Sensitivity training	20%
Hiring diverse talent training	14%
Cross-cultural communication training	22%
We have not offered any diversity training	31%

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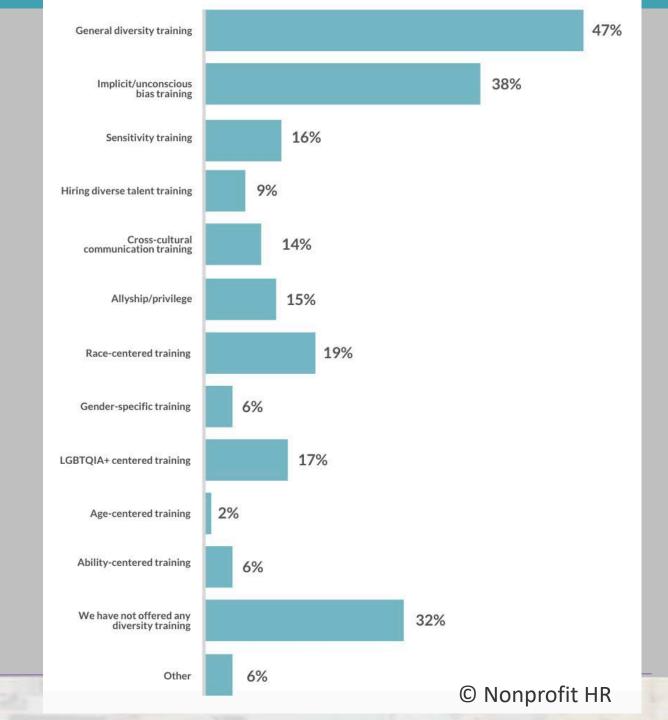
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Do you think there are limits to training? It seems as though training is often presented as an alternative to real accountability. Thoughts?



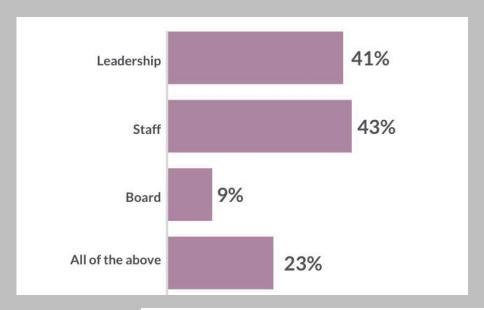
2020 DEI training options offered by nonprofits

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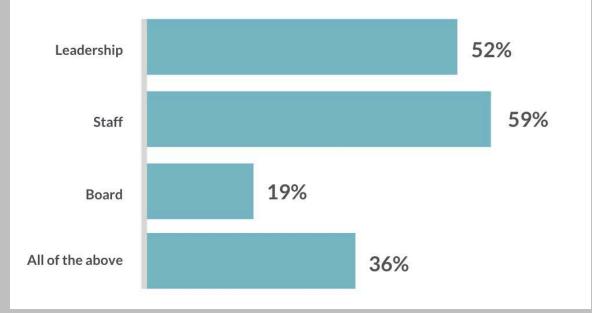


2019



Groups that received diversity training





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We have found that much of the trainings we have offered are too surface level and do not get deep enough into the issue. Are we expecting too much or should we be pushing (e.g. hired trainers, staff trainers, etc.) more?



How do you help leaders see that their environment is a close door club if they perceive it as inclusive?