Mission: The Schuylkill River Development Corporation (SRDC) is a public-private partnership leading the development of Schuylkill Banks. With a proven track record in raising funds, promoting city assets, and collaborating with a broad and diverse constituency, SRDC works with federal, state, city and private agencies to coordinate, plan and implement economic, recreational, environmental and cultural improvements and tourism initiatives on the lower Schuylkill River Between the Fairmount Dam and the Delaware River.
Message from the Chairman

Improving connections & expanding riverfront access

This has certainly been a busy year for the Schuylkill River Development Corporation. The SRDC team made great strides in our mission of revitalizing the tidal Schuylkill, with several projects completed and more on the horizon.

With the Grays Ferry Crescent trail segment now complete, SRDC has taken its first big step towards greening diverse riverfront neighborhoods in South Philadelphia and reconnecting these communities to the Hidden River. Design for the stimulus funded Boardwalk and South Street ramp was completed in July of 2011, and this work is now underway. Further trail segments in South and West Philadelphia are in the works, and will combine to revitalize these neighborhoods just as we have seen the Banks revitalize Center City.

The Banks continue to become more integrated into the city. We are also excited about the completion of the Schuylkill River Park Connector Bridge, which provides a much-needed transition over the CSX tracks and onto the Banks from Schuylkill River Park. A new-and-improved dog run, also part of this project, is a citywide asset that further strengthens the connection between Schuylkill River Park and Schuylkill Banks.

Our stakeholders — universities, major corporations, individuals, community groups, and government agencies — the City of Philadelphia and Commonwealth of Pennsylvania in particular — continued their generous support of SRDC’s mission in 2011 and 2012. A full list of our 2011 and 2012 contributors is available in this annual report; we are so grateful for their faith in our endeavors. Individual giving has also continued to bolster the Banks’ success, and points to the very personal relationship so many users have with this important trail and greenway. The Friends of Schuylkill Banks continued to raise significant amounts of money in support of maintenance and operations. Their second annual BBQ on the Banks event in May of 2012 raised $3,000, their largest donation to date.

We extend our deepest thanks to the tens of thousands of people who recreate and commute along the Banks, and to the thousands more who attend movie nights, riverboat and kayak tours, and other events. We appreciate your feedback and support as we strive to make Schuylkill Banks the best resource it can be.

On behalf of our entire Board and dedicated staff, I look forward to our shared future along the Banks.

Best regards,

Gerard H. Sweeney, Chairman
Schuylkill River Development Corp.

www.schuylkillbanks.org
Message from the CEO
Revitalizing communities and looking ahead

For me, some of the best moments in the past year were heading down to enjoy the newly opened Grays Ferry Crescent. Seeing the project completed, it’s hard to believe that just two years ago this greenway was nothing more than a barren plot of land. Since the grand opening and inaugural Grays Ferry Crescent Movie Night, I’ve loved the opportunities to meet neighbors of the Crescent, work with volunteers, and see how the community is using the new space. With the opening of the Crescent, SRDC has come one step closer to achieving our vision of extending Schuylkill Banks to diverse neighborhoods in South and West Philadelphia. We look forward to more trail segments in these areas, and to the completion of the South Street ramp and Boardwalk in 2014.

Since Schuylkill Banks opened several years ago, it has really taken on a life of its own. The trail and greenway is home to all types: cyclists, joggers, sunbathers, pet owners, anglers, picnickers, kayakers and movie lovers all thrive on the Banks. We enjoy the company of river birch, maples and oaks, the Canada goose and the red belly turtle. It’s been a thrill to see Philadelphians connect to the Hidden River, and to watch the Banks grow and evolve along with the communities that enjoy them.

In between popular kayak and riverboat tours, movie nights, volunteer cleanups, and trail maintenance, SRDC has been working with the City to improve connections for Schuylkill Banks users. The Center City trail is more accessible than ever, thanks to pedestrian and bicycle friendly improvements to the Walnut Street Bridge. We also made great headway on construction of the Schuylkill River Park Connector Bridge and a new world-class dog run, partially funded through the Transportation Improvements Generating Economic Recovery (TIGER) program. The new bridge provides a smooth transition onto the Banks from the Park, allowing pedestrians to safely cross over the CSX tracks. Throughout construction, it’s been a treat to get so much positive feedback from neighbors and users of the trail.

As always, volunteer efforts were central to growth and quality of life along the Banks. Various volunteer groups made a visible difference on the trail this year. Several student groups beautified the Crescent, and neighbors gathered to clean up the Center City trail after Hurricane Irene and Tropical Storm Lee. We also had a core team of volunteers helping out with movie nights and events. Schuylkill Banks wouldn’t be what it is today without the help of our wonderful volunteers.

I would like to thank everyone who helps to make Schuylkill Banks a success, and I look forward to another great year in 2013!

Sincerely,

Joseph R. Syrnick, President & CEO
Schuylkill River Development Corp.

www.schuylkillbanks.org
Improving riverfront access and connections

- Progress was made on construction of the Schuylkill River Park Connector Bridge and a new-and-improved dog park, creating a smooth transition between Schuylkill Banks and Schuylkill River Park.

- Pedestrian and bicycle improvements to the Walnut Street Bridge made accessing the Center City section of the trail safer and easier.

- SRDC worked with other members of the Circuit Coalition to launch a new website that makes it easier for people to find and use the regional trail network.
Creating new riverfront destinations

- Twenty-one artists created unique, site-specific works along the Banks, appreciated by hundreds of onlookers during the three day-long, 3rd Annual Art in the Open.

- Novices and pro paddlers alike got a fresh perspective on the Schuylkill River during Schuylkill Banks Kayak Tours.

- SRDC, Members of the Washington-Rochambeau Revolutionary Route (W3R) and the City dedicated a portion of the Schuylkill Trail on Schuylkill Banks as a National Historic Trail on Bastille Day.

www.schuylkillbanks.org
Improving physical conditions

- The new Grays Ferry Crescent greenway officially opened to the public on June 11, with hundreds of partners and sponsors coming out to dedicate the space in style.

- SRDC staff, PPR, PWD and many dedicated volunteers removed 30 dumpsters worth of debris after Hurricane Irene & Tropical Storm Lee.

- More than 100 students from the University of Pennsylvania, Drexel University and St. Joseph’s University volunteered to paint, mulch, plant, and pick up litter along the trail.
Building Strong Communities

• Hundreds of neighbors gathered for movies along the Banks, including 75 attendees at the inaugural Grays Ferry Crescent Movie Night held on June 21, 2012.

• Anglers of all ages and skill levels came out for a day of friendly competition and family fun during the Annual Philly FUN Fishing Fest.

• Friends of Schuylkill Banks hosted its second year of events, including Blues and Brews, Holiday Party, and BBQ on the Banks, raising $6,500 for SRDC.
Contributors: FYE 2012

Thanks to our sponsors for their generosity and commitment to helping SRDC revitalize Schuylkill Banks. Your support advances sustainable economic growth and quality of life improvements for the region.

Operations and Program Support
- Albert Lofgren-Antoinette Farrar Seymour Donor-Advised Fund of the Philadelphia Foundation
- Always Sunny in Philadelphia
- Amtrak ¹
- Andrew Topping ¹
- Brandywine Realty Trust ¹
- Center City District ¹
- Children’s Hospital of Philadelphia ¹
- City of Philadelphia
- City of Philadelphia, Department of Commerce ¹
- City of Philadelphia, Department of Parks and Recreation ¹
- City of Philadelphia, Philadelphia Activities Fund
- Clear View
- Connelly Foundation
- CSX Transportation ¹
- Curt Fox/Nucero Electric ²
- Dranoff Properties, Locust on the Park and Left Bank
- Drexel University ¹
- Friends of Schuylkill Banks
- Gerard Sweeney
- Hazzouri and Associates, LLC
- John Bartram’s Association
- John Gough ¹
- Locust Associates
- Melissa Heller
- Morris Visitors Center
- PECO ¹
- Pennsylvania Department of Community and Economic Development
- Philadelphia Phillies Corp.
- Realan Properties ¹
- Reger Rizzo and Darnall, LLP ²
- Robert Nix ¹
- Roger Perry Memorial Fund of the Philadelphia Foundation
- SCA Americas ¹
- Schuylkill River Greenway Association
- Schuylkill River Park Dog Owners Association
- Sunoco ¹
- The Left Bank
- University of Pennsylvania ¹
- University City District
- Urban Engineer
- Westside Commons
- William Penn Foundation

Capital
- City of Philadelphia
- Delaware Valley Regional Planning Commission
- Neighborhood Transformation Initiative
- Pennsylvania Department of Community and Economic Development
- Pennsylvania Department of Conservation and Natural Resources
- Pennsylvania Department of Environmental Protection - Coastal Zone Management Program
- Pennsylvania Department of Transportation (PennDOT)
- Pennsylvania Fish and Boat Commission
- Philadelphia Authority for Industrial Development
- Philadelphia Industrial Development Corporation ¹
- Rails-to-Trails Conservancy

¹ SRDC Board Member
² In-kind Support
Capital (continued)
- Samuel S. Fels Fund
- Schuylkill River National and State Heritage Area
- University City District
- Weeder's Garden Club
- William Penn Foundation

Annual Giving
- Alan Razak
- Anne M. Morley
- Arden Kass
- Bob & Carole Keidel
- Charles F. Tarr
- Christian Conroy
- Christine Brosius
- Christopher & Jessica Kohles
- Daniel Horton
- Diane Hedrich
- Frank Dilorio
- Gerry Sweeney
- Harris Stern
- Herb & Laurie Taylor
- James R. Kahn
- Jeanne Buerkel
- John Bryan and Nancy Winkler
- Joshua Callen
- Katrin Rowan
- Luis De Velasco
- Nancy & David Bergman
- PREIT Charitable Fund
- Rob Stuart
- Roberta Chase
- Sean Hennessy
- Susquehanna International Group, LLP
- Thomas A. Mackin
- Trina & John Andras
- William J. Marston
- Wilma Heston

Schuylkill Banks Volunteers
- Allison Guarino
- Baylor Horton
- Cheyenne Yurchick
- David Curtis
- Deb Bonacci
- Diane Hedrich
- Doha El-Sabawi
- Haley Zhanghan
- Harris Stern
- James Price
- Jeanne Burkel
- Jillian Palmer
- Jim Ruddick
- John Ritter
- Jordan Block
- Karen Smith
- Keith Lutz
- Lauren Gemberling
- Meredith Seidel
- Morgan Hugo
- Nancy & David Bergman
- Sally Griffith
- Samantha Safara
- Tianne Applegate
Statement of financial position

### Assets

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$1,920,269</td>
<td>$1,644,509</td>
</tr>
<tr>
<td>Contributions &amp; grants receivable</td>
<td>$729,557</td>
<td>$1,398,261</td>
</tr>
<tr>
<td>Property and equipment, net</td>
<td>$129,619</td>
<td>$168,898</td>
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<tr>
<td>Other assets</td>
<td>$54,165</td>
<td>$26,601</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td><strong>$2,833,610</strong></td>
<td><strong>$3,238,269</strong></td>
</tr>
</tbody>
</table>

### Liabilities and net assets

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable &amp; accrued expenses</td>
<td>$228,808</td>
<td>$344,163</td>
</tr>
<tr>
<td><strong>Net assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted</td>
<td>$1,411,647</td>
<td>$1,246,267</td>
</tr>
<tr>
<td>Temporarily restricted</td>
<td>$1,193,155</td>
<td>$1,647,839</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td><strong>$2,604,802</strong></td>
<td><strong>$2,894,106</strong></td>
</tr>
<tr>
<td><strong>Total liabilities and net assets</strong></td>
<td><strong>$2,833,610</strong></td>
<td><strong>$3,238,269</strong></td>
</tr>
</tbody>
</table>
## Statement of activities

**year ended June 30, 2012 with comparative totals for 2011**

### Revenue and support

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>2012 Total</th>
<th>2011 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions</td>
<td>$582,234</td>
<td>$12,250</td>
<td>$594,484</td>
<td>$613,574</td>
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<tr>
<td>Government Grants</td>
<td>$1,532,948</td>
<td>-</td>
<td>$1,532,948</td>
<td>$2,698,702</td>
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<tr>
<td>Interest Income</td>
<td>$2,486</td>
<td>-</td>
<td>$2,486</td>
<td>$3,270</td>
</tr>
<tr>
<td>Other Revenue</td>
<td>$24,148</td>
<td>-</td>
<td>$24,148</td>
<td>$39,033</td>
</tr>
<tr>
<td><strong>Net assets released from restrictions</strong></td>
<td>$466,934</td>
<td>($466,934)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$2,608,750</td>
<td>($454,684)</td>
<td>$2,154,066</td>
<td>$3,354,579</td>
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</tbody>
</table>

### Expenses

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>2012 Total</th>
<th>2011 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program Service</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Projects</td>
<td>$1,866,794</td>
<td>-</td>
<td>$1,866,794</td>
<td>$2,673,946</td>
</tr>
<tr>
<td>Operations</td>
<td>$239,160</td>
<td>-</td>
<td>$239,160</td>
<td>$154,511</td>
</tr>
<tr>
<td>Supporting Services</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management &amp; general</td>
<td>$216,935</td>
<td>-</td>
<td>$216,935</td>
<td>$222,164</td>
</tr>
<tr>
<td>Development &amp; fundraising</td>
<td>$120,481</td>
<td>-</td>
<td>$120,481</td>
<td>$148,506</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$2,443,370</td>
<td>-</td>
<td>$2,443,370</td>
<td>$3,199,127</td>
</tr>
</tbody>
</table>

### Change in net assets

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>2012 Total</th>
<th>2011 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$165,380</td>
<td>($454,684)</td>
<td>($289,304)</td>
<td>$155,452</td>
</tr>
</tbody>
</table>

### Net Assets

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>2012 Total</th>
<th>2011 Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning of year</td>
<td>$1,246,267</td>
<td>$1,647,839</td>
<td>$2,894,106</td>
<td>$2,738,654</td>
</tr>
<tr>
<td>End of year</td>
<td>$1,411,647</td>
<td>$1,193,155</td>
<td>$2,604,802</td>
<td>$2,894,106</td>
</tr>
</tbody>
</table>
### Statement of cash flows

<table>
<thead>
<tr>
<th>Section</th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flows from operating activities:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Change in net assets</td>
<td>($289,304)</td>
<td>$155,452</td>
</tr>
<tr>
<td>Adjustments to reconcile increase in net assets to net cash provided by (used for) operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>$39,279</td>
<td>$16,607</td>
</tr>
<tr>
<td>(Decrease) in</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions &amp; grants receivable</td>
<td>$668,704</td>
<td>$684,220</td>
</tr>
<tr>
<td>Other assets</td>
<td>($27,564)</td>
<td>($12,487)</td>
</tr>
<tr>
<td>Increase (decrease) in</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable &amp; accrued expenses</td>
<td>($115,355)</td>
<td>($675,099)</td>
</tr>
<tr>
<td>Net cash provided by operating activities</td>
<td>$275,760</td>
<td>$168,693</td>
</tr>
<tr>
<td><strong>Cash flows from investing activities:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of property &amp; equipment</td>
<td>-</td>
<td>($169,710)</td>
</tr>
<tr>
<td>Change in cash</td>
<td>$275,760</td>
<td>($1,017)</td>
</tr>
<tr>
<td>Cash at beginning of year</td>
<td>$1,644,509</td>
<td>$1,645,526</td>
</tr>
<tr>
<td>Cash at end of year</td>
<td>$1,920,269</td>
<td>$1,644,509</td>
</tr>
</tbody>
</table>
## Schedule of functional expenses

year ended June 30, 2012 with comparative totals for 2011

<table>
<thead>
<tr>
<th></th>
<th>Capital Projects</th>
<th>Operations</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries and fringe benefits</td>
<td>$277,129</td>
<td>$78,960</td>
<td>$356,089</td>
</tr>
<tr>
<td>Community events and activities</td>
<td>-</td>
<td>$34,156</td>
<td>$34,156</td>
</tr>
<tr>
<td>Construction/site improvements</td>
<td>$1,059,965</td>
<td>-</td>
<td>$1,059,965</td>
</tr>
<tr>
<td>Consultants and planning</td>
<td>$508,854</td>
<td>-</td>
<td>$508,854</td>
</tr>
<tr>
<td>Contributions and grants</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Depreciation</td>
<td>-</td>
<td>$21,914</td>
<td>$21,914</td>
</tr>
<tr>
<td>Insurance</td>
<td>-</td>
<td>$6,069</td>
<td>$6,069</td>
</tr>
<tr>
<td>Marketing &amp; public relations</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Park maintenance</td>
<td>-</td>
<td>$49,829</td>
<td>$49,829</td>
</tr>
<tr>
<td>Professional fees</td>
<td>$20,846</td>
<td>$7,044</td>
<td>$27,890</td>
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<tr>
<td>Rent</td>
<td>-</td>
<td>$31,871</td>
<td>$31,871</td>
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<tr>
<td>Supplies</td>
<td>-</td>
<td>$298</td>
<td>$298</td>
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<tr>
<td>Telecommunications</td>
<td>-</td>
<td>$2,848</td>
<td>$2,848</td>
</tr>
<tr>
<td>Other</td>
<td>-</td>
<td>$6,171</td>
<td>$6,171</td>
</tr>
<tr>
<td>Total</td>
<td>$1,866,794</td>
<td>$239,160</td>
<td>$2,105,954</td>
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</tbody>
</table>
## Supporting services

<table>
<thead>
<tr>
<th>Management and general</th>
<th>Development and Fundraising</th>
<th>Total</th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>$113,169</td>
<td>$53,469</td>
<td>$166,638</td>
<td>$522,727</td>
<td>$500,000</td>
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<tr>
<td>-</td>
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<td>$34,156</td>
<td>$40,640</td>
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<td>-</td>
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<td>-</td>
<td>$1,059,965</td>
<td>$803,097</td>
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<td>-</td>
<td>-</td>
<td>-</td>
<td>$508,854</td>
<td>$1,485,196</td>
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<tr>
<td>-</td>
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<td>$50,000</td>
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<tr>
<td>$15,174</td>
<td>$2,191</td>
<td>$17,365</td>
<td>$39,279</td>
<td>$16,607</td>
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<tr>
<td>$6,069</td>
<td>-</td>
<td>$6,069</td>
<td>$12,138</td>
<td>$12,638</td>
</tr>
<tr>
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<td>$47,755</td>
<td>$60,106</td>
<td>$107,861</td>
<td>$135,751</td>
<td>$147,404</td>
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<td>$22,068</td>
<td>$3,187</td>
<td>$25,255</td>
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<td>$58,967</td>
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<td>$1,903</td>
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<td>$1,903</td>
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<td>$2,848</td>
<td>$634</td>
<td>$3,482</td>
<td>$6,330</td>
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<tr>
<td>$7,949</td>
<td>$894</td>
<td>$8,843</td>
<td>$15,014</td>
<td>$20,385</td>
</tr>
<tr>
<td>$216,935</td>
<td>$120,481</td>
<td>$337,416</td>
<td>$2,443,370</td>
<td>$3,199,127</td>
</tr>
</tbody>
</table>
Notes to financial statements

1. Nature of operations
Schuylkill River Development Corporation ("SRDC") is a Pennsylvania nonprofit corporation whose mission is to achieve visible and positive change for the Tidal Schuylkill River, the urban section of the Schuylkill Watershed. SRDC seeks to stimulate, promote and coordinate physical, social and economic improvements and to transform the River into a vital economic, social and environmental resource in partnership with public and private sector agencies. SRDC’s activities are funded primarily by a small number of contributors and grantees.

2. Significant accounting policies
   Basis of accounting
   These financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

   Basis of presentation
   SRDC reports information regarding its financial position and activities according to the following three classes of net assets:
   - **Unrestricted net assets** - Net assets that are not subject to donor-imposed restrictions.
   - **Temporarily restricted net assets** - Net assets that are subject to donor-imposed restrictions that will be satisfied by actions of SRDC and/or the passage of time. When a restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as “net assets released from restrictions.”
   - **Permanently restricted net assets** - Net assets that are subject to donor-imposed restrictions that neither expire by passage of time nor can be satisfied by the actions of SRDC.

   Fair value measurements of assets and liabilities
   Generally accepted accounting principles ("GAAP") define fair value as the price that would be received to sell an asset or paid to transfer a liability (i.e., the “exit price”) in an orderly transaction between market participants at the measurement date.
   GAAP establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of SRDC. Unobservable inputs reflect SRDC’s assumptions about the inputs market participants would use in pricing the asset or liability based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:
   - **Level 1** - Valuations based on quoted prices in active markets for identical assets or liabilities that SRDC has the ability to access. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these assets and liabilities does not entail a significant degree of judgement.
   - **Level 2** - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.
   - **Level 3** - Valuations based on inputs that are unobservable, that is, inputs that reflect SRDC’s own assumptions.

Summarized Prior Year Information
The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with SRDC’s financial statements for the year ended June 30, 2011, from which the summarized information was derived.

Accounting estimates
In preparing financial statements in conformity with GAAP, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Concentrations of credit risk
Financial instruments which potentially subject SRDC to concentrations of credit risk are cash and contributions and grants receivable. SRDC maintains cash deposits at various high-quality banks and financial institutions. At times, such deposits may exceed federally-insured limits. The composition of contributions and grants receivable is more fully described in Note 3.

Concentration of Contributions and Grants
The majority of SRDC’s contributions and grants are received from government agencies. In 2012, 69% of its contributions and grants were received from the City of Philadelphia and the Pennsylvania Department of Transportation.

Property and equipment
SRDC capitalizes all expenditures for equipment in excess of $1,000. Property and equipment is carried at cost if purchased and at fair value at the date of donation if contributed. Depreciation is computed using the straight-line method over the estimated lives of the assets.
Contributions and grants
Contributions and grants received are recorded as unrestricted, temporarily restricted or permanently restricted net assets depending on the absence or existence and nature of any donor restrictions. Donor restricted contributions and grants whose restrictions are satisfied in the same period are reported as unrestricted.

Unconditional contributions and grants are recognized as revenue when the related promise to give is received. Conditional contributions and grants are recognized as revenue when the conditions are satisfied.

Functional allocation of expenses
The costs of providing the programs and supporting services have been summarized on a functional basis in the statement of activities & functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income taxes
SRDC is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, SRDC qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1). However, income from certain activities not directly related to SRDC's tax-exempt purpose is subject to taxation as unrelated business income.

GAAP requires entities to evaluate, measure, recognize and disclose any uncertain income tax positions taken on their tax returns. GAAP prescribes a minimum recognition threshold that a tax position is required to meet in order to be recognized in the financial statements. SRDC believes that it had no uncertain tax positions as defined in GAAP.

SRDC's federal tax returns for the years ended June 30, 2009, 2010 and 2011 are subject to examination by the Internal Revenue Service.

3. Contributions and grants receivable
As of June 30, 2012 all contributions and grants receivable were expected to be received in less than one year. Contributions and grants receivable are measured at fair value using the income approach and Level 2 (significant observable inputs) valuation inputs.

4. Property and equipment
Property and equipment at June 30, consisted of the following:

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Leasehold improvements</td>
<td>$168,361</td>
<td>$168,361</td>
</tr>
<tr>
<td>Equipment</td>
<td>$49,175</td>
<td>$49,175</td>
</tr>
<tr>
<td></td>
<td>$217,536</td>
<td>$217,536</td>
</tr>
<tr>
<td>Less: accumulated depreciation</td>
<td>$87,917</td>
<td>$(48,638)</td>
</tr>
<tr>
<td></td>
<td>$129,619</td>
<td>$168,989</td>
</tr>
</tbody>
</table>

5. Line of credit
SRDC has a $150,000 line of credit from a lending institution. Borrowings are collateralized by substantially all assets, are due on demand and bear interest at the lending institution's prime rate plus 1%. There was no outstanding balance on the line of credit as of June 30, 2012 or June 30, 2011.

6. Temporarily restricted net assets
Temporarily restricted net assets are available for the following purposes or periods:

<table>
<thead>
<tr>
<th>Beginning balance</th>
<th>Additions</th>
<th>Releases</th>
<th>Ending balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital projects and other</td>
<td>$1,551,220</td>
<td>$12,250</td>
<td>$(446,394)</td>
</tr>
<tr>
<td>For future periods</td>
<td>$36,619</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$1,647,839</td>
<td>$12,250</td>
<td>$466,934</td>
<td>$1,193,155</td>
</tr>
</tbody>
</table>

7. Lease commitment
In January 2011, SRDC entered into a five year lease for its office space with a limited partnership that has a relationship with the Chairman of the Board. Rent expense for the years ended June 30, 2012 and 2011 was $63,741 and $62,960, respectively.

Minimum annual commitments under this lease are as follows:

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2013</td>
<td>$49,711</td>
</tr>
<tr>
<td>2014</td>
<td>$51,005</td>
</tr>
<tr>
<td>2015</td>
<td>$52,299</td>
</tr>
<tr>
<td>2016</td>
<td>$30,948</td>
</tr>
<tr>
<td></td>
<td>$183,963</td>
</tr>
</tbody>
</table>

8. Retirement plan
SRDC sponsors an employee retirement plan qualified under Section 403(b) of the Internal Revenue Code covering all eligible employees. The Plan provides for employer contributions at SRDC’s discretion. SRDC contributed $17,950 and $16,504 for the years ended June 30, 2012 and 2011, respectively.

9. Subsequent events
Management has evaluated subsequent events through , 2012, the date on which the financial statements were available to be issued. No material subsequent events have occurred that require recognition or disclosure in the financial statements.
Independent auditor’s report

We have audited the accompanying statement of financial position of the Schuylkill River Development Corporation as of June 30, 2012, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization’s management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior-year summarized comparative information has been derived from the Schuylkill River Development Corporation’s 2011 financial statements and, in our report dated November 8, 2011, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Schuylkill River Development Corporation at June 30, 2012, and the changes in its net assets, and its cash flows for the year then ended, in conformity with U.S. generally accepted accounting principles.

BBD, LLP
Philadelphia, Pennsylvania
December 13, 2012
2012-2013 Board of Directors

Chairman:
Gerard H. Sweeney
President & CEO
Brandywine Realty Trust

Vice Chairman:
James Tucker
Senior Vice President for
Student Life & Administrative Services
Drexel University

Secretary:
John Francis Gough, Esq.
Founder and Manager
Gough Law Associates, RLLC

Treasurer:
Anne Papageorge
Vice President, Facilities and Real Estate
University of Pennsylvania

Madeline Bell
President & Chief Operating Officer
The Children’s Hospital of Philadelphia

Frank Jiruska
Director of Energy & Marketing Services
PECO Energy Company

Rina Cutler
Deputy Mayor for Transportation & Utilities
City of Philadelphia

Paul Levy
President & CEO
Center City District

Michael DiBerardinis
Commissioner
Philadelphia Parks & Recreation

Bruce Looloian
AVP-Real Estate Development
Amtrak

John A. Fry
President
Drexel University

Dennis Maloomian
President
Realen Properties

William Goetz
Resident Vice President
CSX Transportation

Robert N. C. Nix, III, Esq.
President
Pleasant News, Inc.

Kevin Gorman, Esq.
Vice President & General Counsel
SCA Americas, Inc.

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Customer Care Senior Associate
Affiliated Computer Services Inc.

John Grady
President
Philadelphia Industrial Development
Corporation

Andrew C. Topping
SVP, Labor Relations & Compliance
Comcast Cable Communication

Alain Greenberger
Deputy Mayor for Planning & Economic
Development and Director of Commerce
City of Philadelphia

John Westrum
CEO and Chairman
Westrum Development Company

Dr. Amy Gutmann
President
University of Pennsylvania

Edward Hazzouri, Esq.
President of Government Affairs
Cozen O’Connor
Help us continue moving forward!

The Schuylkill River Development Corporation is the lead agency charged with creating and implementing a long-term sustainable strategy for the revitalization of the lower Schuylkill River. We’re committed to working together to achieve positive change along the riverfront for the benefit of the City, region and Commonwealth. Here’s how you can help make it happen:

Volunteer

There are multiple opportunities to get involved and join the effort to revitalize Schuylkill Banks. If you have two hours or ten, are looking for a weekly or seasonal opportunity, we’ll gladly welcome you to the team. For more information, please visit our website: www.schuylkillbanks.org.

Donate

Your monetary and gifts in-kind support are vital to our success. For more information, please visit our website: www.schuylkillbanks.org.

SRDC Staff

Joseph Syrnick  
President & CEO  
2005-Present

Lane Fike  
Director of Capital Projects  
2007-Present

Josh Nims  
Operations Manager  
2006-Present

Danielle Gray  
Director of Marketing & Development  
2008-Present

Lucy McDonald  
Office Manager & Administrative Assistant  
2012-Present

Zoe Axelrod  
Program Associate  
2012-Present

Annual Report Credits

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Zoe Axelrod

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Lane Fike  
Danielle Gray