# A CULTURE OF PHILANTHROPY VS. A CULTURE OF FUNDRAISING:

How Your Organization Can Benefit from Knowing the Difference

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## Values and Objectives

#### Values

- Wisdom is in the Room
- Input is encouraged
- Workshop, not a lecture



#### Objectives

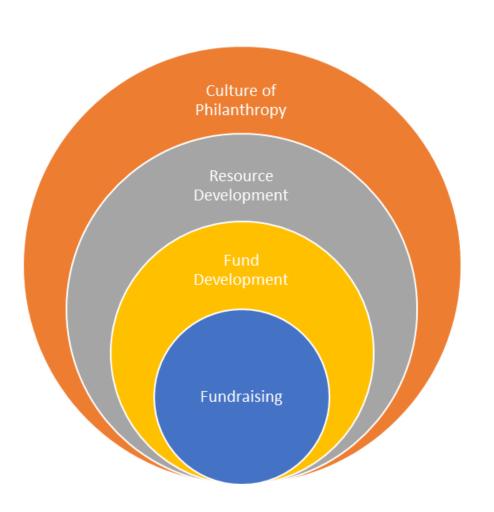
- Understand the difference between fundraising and philanthropy
- Develop your personal/organizational philanthropic statement
- Understand your leadership responsibilities within this culture
- Begin to develop a Culture of Philanthropy blueprint for your organization

## Group Discussion

- What do you think of when you hear culture of philanthropy?
- How many of your organizations have a culture of philanthropy?



### **Definitions**

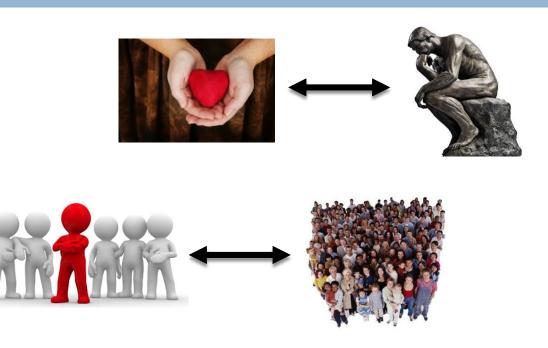


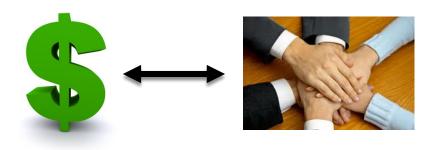
- Fundraising
- Fund Development
- ResourceDevelopment
- Culture of Philanthropy

### Culture

 The beliefs, customs, arts, etc. of a particular society, group, place or time

A way of thinking,
behaving, or working
that exists in a place
or organization





## Culture of Philanthropy

- Most people in the organization act as ambassadors and engage in relationship building
- Everyone promotes philanthropy and can articulate a case for giving
- Fund development is viewed and valued as a missionaligned program of the organization
- Organizational systems are established to support donors
- The top leader (ED, President) is committed and personally involved in fundraising.



<u>www.compasspoint.org/research-reports</u>

# Characteristics of a "Culture of Philanthropy" Organization



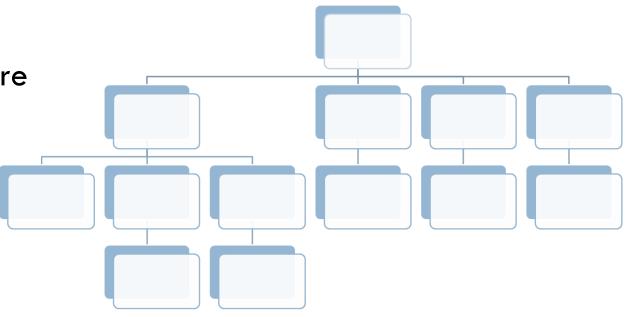
- The organization is donorcentric
- Everyone is able to articulate the case for giving
- Impact stories tell the journey and mission
- Board members are personally invested and financially support

King, J.G. A Culture of Philanthropy: 10 Tips to Ensure Your Organization Has One

# Different depending on your organization

- Depending on:
  - Size
  - Structure
  - Constituent/Clients
  - Mission
  - Board Structure





# How Can you Build a Culture of Philanthropy

## Creating your own Definitions

#### Example 1

I believe that through gifts of financial and voluntary support, our communities will be a stronger place. I will help forward this belief by sharing of my time, knowledge and financial gifts in creative ways and by sharing the joy this provides – and the impact thereof – with those close to me.

#### Example 2:

Within Organization XYZ, everyone helps to forward our mission and provides opportunities for benefactor engagement in a variety of ways. All benefactors of XYZ organization will be recognized for their gifts of time and talent and personally know the impact of his/her support. These are not responsibilities of one person or one department – rather this is an opportunity for each member of XYZ organization to share the impact that philanthropy can have.

### Easier Said Than Done...

- High turn over
- □ Inconsistent success
- Misunderstanding of philanthropy
- □ Limited Time
- Naysayers



## Examples

- □ True Culture
  - GiveGoodwill
  - All Engage in CorporateSponsorship
  - Medical Equipment Loan
- Lack of Culture
  - Misunderstanding the role of stewardship
- □ Others?



- Are resource development and philanthropy widely understood and valued in the organization?
- Are its fundraising efforts focused on building deep relationships over time, not just asking for money when it's needed?
- Requires more than just encouragement, it requires a change in structure, behavior, belief.
- Conclusion: We need to lead our organizations to think, act, and engage differently

Need to teach what fundraising is really all about – Seth Godin (<a href="http://bit.ly/OVkOGB">http://bit.ly/OVkOGB</a>)



- Asking for money is not all about the money
- 2. Sharing your passion
- Don't believe the myth that Money = Power
- 4. What does it really mean when prospective donors say no

- Development Staff Role
- Developing OutspokenConstituent Base
- Change your Meetings

- Expect Setbacks
- Change your Metrics



#### Metrics...

### Motives...

- Traditional (small circle)
  - Attrition rate
  - Cost per dollar raised
  - Average lifetime value
  - Renewals
  - # of event attendees
  - Response rate
  - % of board giving
  - Email open rates
  - Upgrades/downgrades
  - # of face-to-face solicitations
  - Email click-through rates Fund
  - Net ticket revenue

Philanthropic (big picture)

Culture of Philanthropy

Resource Development

Fund Development

- Attendance at a missionrelevant program/event (graduation)
- Increase connection b/t donor and our work
- Donor and employee satisfaction
- Mission moments for staff, board, donors
- **3**

- Create your Vision –Write Your Definition
- Lead your Organization in Defining
- Model Philanthropy
- □ Believe in What We Do
- Educate and Train
- □ Be Creative



## A Culture of Philanthropy is About:

- People
- Mission
- Language
- Attitude
- Values
- A belief (or change in belief)
- Everyone

#### phi-lan-thro-pist: noun;

1. One who actively promotes human well-being. 2. You.

## Q & A

## Thank you!

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