

## SUSTAINABLE FUNDING MODELS FOR NONPROFIT ORGANIZATIONS

Connie Kincaid, Business Development Alexander County EDC, NC Wednesday, November 18, 2020



### Financial management complicated



- Multiple donors, each with their own reporting requirements
- Overheads no one wants to pay for
- Gaps between funding but still bills to pay
- No profit margins
- Separate audits and bank accounts
- Restrictions on use of funding

# "A NONPROFIT FUNDING MODEL IS A METHODICAL APPROACH TO BUILDING A RELIABLE REVENUE BASE THAT WILL SUPPORT AN ORGANIZATION'S CORE PROGRAMS AND SERVICES."



- The Bridgespan Group -

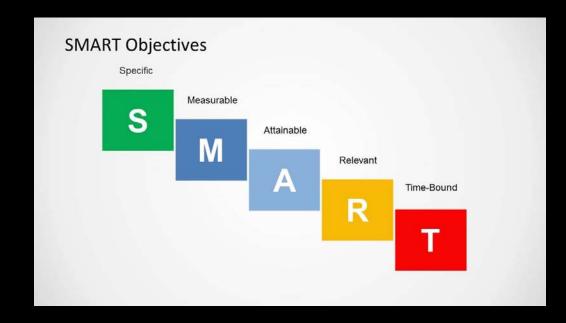
### **KEY STEPS TO SELECTING A FUNDING MODEL**

- \* Have a plan
- \* Evaluate what you're already doing
- Explore funding ideas
- \* Narrow your focus
- \* Set funding model options that are

**SUSTAINABLE** 

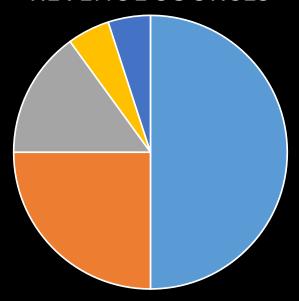
REPLICABLE

**FEASIBLE** 



DATA is your best friend.

### HYPOTHETICAL FUNDING MODEL REVENUE SOURCES



- Government & Foundation Grants
- Event Revenue & Corporate Sponsors
- Membership Dues
- Selling Goods & Services
- In-Kind Donations

### **EVENT REVENUES & CORPORATE SPONSORSHIPS**



Historic Morganton Festival Morganton, NC

#### **FORMS OF CORPORATE SUPPORT**

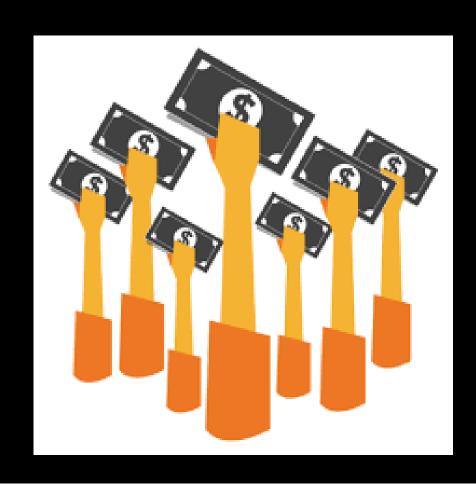
- Philanthropic—No strings donation
- Event Sponsorship—Short-term support
- Cause Marketing—Long-term thematic
- Pro Bono—Professionals offer services
- Matching Gifts—Corporations match gifts made by employees
- Paid Release—Corporate employees receive paid release days to volunteer during regular work hours
- In-Kind Gifts—Companies give product donations rather than cash contributions
- Check-out Campaigns—Consumers give at the cash register when checking out

### OTHER SOURCES OF REVENUE

15% MEMBERSHIP DUES

5% SELLING GOODS AND SERVICES

5% IN-KIND DONATIONS





### Fundraising strategies during pandemic conditions

- \* Online donation plans to match offline solicitations
- \* Crowdfunding
- \* Peer-to-Peer fundraising
- \* Email Marketing
- \* Direct Mail
- \* Virtual Programming linked to a PayPal account





















AND the experienced efforts of our dedicated volunteers.

