





# Museum Results



Your Monthly Resource for Philanthropic News from Alexander Haas

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# Help: Giving Tuesday Has Hijacked My Inbox by David H. King President & CEO

Let me start by saying that we at Alexander Haas are strong advocates for *Giving Tuesday* and anything else that promotes the growth and expansion of philanthropy.

But (and you knew that was coming), I'm sitting here on Tuesday, November 28, watching my inbox fill up with Giving Tuesday solicitations. I quit counting them when it got to 35 by 10 a.m. Some of these are organizations that I've already made my annual gift to for 2023. Some are organizations that I have not supported

in years. I received a solicitation from two organizations (including what seems like one an hour from one of them) to whom my only gift – ever – was a memorial gift for a friend who passed away. At this point, it is only 10:51 as I type this; I have moved on to just deleting them unread. And they are still pouring in.

I will acknowledge that, by virtue of my 30 years of working with nonprofits, I'm probably in more nonprofit databases than the average person. With that said, what I have noticed about the ones that I have read is that they are basically all the same. Essentially, they are asking me to give because it is Giving Tuesday. They are not making a case that they are worthy of the gift. They are not making the case that they are addressing a real need in a meaningful way. They are not telling me about their aspirations and plans that my support will help them to fulfill. Nope, they are telling me that I should give because it is Giving Tuesday. It reminds me of calls I get from time to time from organizations who tell me, "Next year is our 50th anniversary, so we want to have a big capital campaign". When I ask what the campaign will fund, the answer is usually, "We have not figured that out yet, but we want to have a campaign." Folks, the marking of an anniversary — no matter how significant — is not in and of itself a compelling reason to give. And frankly, neither is the fact that it is the Tuesday after Thanksgiving.

Giving Tuesday has led some to abandon critical aspects of effective fundraising. Number one is – you must have a compelling case for support. I think in the rush to "get in on" Giving Tuesday, many organizations' strategy is to simply bombard people with email and remind them that it is Giving Tuesday. I wonder how long that will continue to work?

As I said in the open, I support Giving Tuesday. Spotlighting philanthropy is a very good thing. However, solicitation messaging has become routine for many, and the focus is on the volume rather than the quality of communication. It is time to get back to making the case and using some creativity to capitalize on Giving Tuesday.

By the way, I have vowed not to open any social media today, as I know it is going to be consumed with Giving Tuesday appeals.

Our Team



# **Results Flat**

Donors contributed \$3.1 billion to U.S. nonprofits on GivingTuesday, roughly the same amount as last year, which marked a record high for the giving day. This year's donations were up by less than a percent, just \$20 million.

Lower participation could be one reason the day failed to bring in significantly more donations than it did in 2022. Just 34 million people made contributions on GivingTuesday, down 10% from last year.

"We are concerned to see a decline in participation in line with giving trends from the past year," Asha Curran, CEO of GivingTuesday, said in the news release announcing the figures.

"GivingTuesday's mission is to inspire generosity among as many people as possible, not just raise as many dollars as possible." COP, 11-29

Our Linkedin

### **News From Our Friends**



Congratulations to our former Alumni Client, Blue Ridge National Heritage Area (BRNHA), who is celebrating its 20th Anniversary. This federal designation for the 25 counties that comprise the North Carolina mountains and foothills was added to the already robust Great Smoky Mountains National Park, the Blue Ridge Parkway and the Appalachian Trail.

The BRNHA nonprofit organization preserves, cultivates and promotes the natural and cultural heritage of 25 Western North Carolina counties to benefit current and future generations. With five main areas of focus - agriculture, Cherokee, craft, music and natural heritage - BRNHA is now one of the marquee heritage entities in all of Western North Carolina and greater Southern

Congratulations to Marianne Richter, Columbus Museum Director, who was recently awarded in Georgia Trend's annual Georgia 500, a comprehensive list of local leaders around the state driving Georgia's economy to newer heights year after year. She joined the Museum in 2015 after a stint as executive director at the Swope Art Museum in Chicago and a curator at the Union League Club of Chicago. She is leading the museum through a major fundraising campaign that has raised more than \$20 million.

We have had the honor of working with Richter when we provided fundraising counsel to The Columbus Museum.





Caroline Maddox was named Vice President of Advancement at South Arts. Maddox is an accomplished leader in the arts, known for her unwavering commitment to increasing access to arts and culture. With extensive experience in management, programming, and development, she holds a bachelor's degree in art history and Studio Art from the University of Georgia, a master's in art business from Sotheby's Institute of Art in New York, and a Doctorate in the Philosophy of Art from the University of Georgia.

South Arts is an Alumni Client Partner of Alexander Haas.

# Donor Participation Dropped in '22

In 2022, the U.S. nonprofit sector saw a 1.7% decline in total giving, a 10% drop in the number of donors, and a 3.5% decrease in retention rates. A report from Independent Sector found that while roughly 90% of the drop in donors was among those giving less than \$500 annually, the number of major (\$5,000 to \$50,000) and supersize (more than \$50,000) donors also fell by 3.1% and 2.1%, respectively.

#### Other Key Findings

- 52% of the respondents indicated they trust what the non-profit does is right, down 7 percentage points from 2020.
- 39% of survey respondents who said their personal financial situation was "getting worse" trusted nonprofits, compared to 67% of those who said it was "getting better."
- 31% of nonprofits reported engaging in advocacy or lobbying in 2022, a significantly smaller percentage than 20 years ago, despite 90% of the public supporting nonprofits

- educating policymakers on communities.
- 48.5% of nonprofits reported increasing staff workloads to meet rising demands for services in 2023.
- Nearly two-thirds of nonprofit employees over 25 hold a bachelor's degree or higher, nearly 20% struggled to afford basic necessities in 2021.

More here. NPD, 11-15

Our Facebook

### DAF Grants More Than Double in Five Years

Total grant dollars awarded through donor-advised funds (DAFs) has more than doubled in the past five years, according to a study from the *National Philanthropic Trust annual Donor-Advised Fund Report*. The report found that in 2022, the value of grants from DAFs to charities worldwide totaled \$52.16 billion—an increase of 9% year-over-year and 119% since 2018. Contributions to DAFs also grew 9% to \$85.53 billion, and the number of DAF accounts rose 2.9% to 1.95 million.

The total value of DAF assets stood at \$228.89 billion in 2022, up 85% since 2018, despite falling 1.1% due to market volatility. The aggregate grantmaking payout rate declined to 22.5% from the record 27.3% set in 2021 but remained well above the typical 5% annual payout of private foundations. *NPD*, 11-17

#### We Know Museums

For more than 35 years, Alexander Haas has been a fixture in the nonprofit community. We are honored to have worked with leading museums and cultural organizations across the country that help communities be a better place to live. Just ask our clients.

Our Museum Clients

#### Face It: Museums are Different

Our services aren't cookie cutter. We don't operate with a boilerplate, merely changing names and locations. We craft each and every service we provide to match your museum's unique needs, wants and abilities. We work hard and expect you to do the same. Together we can help you transform your museum, your fundraising, and the community you serve.

Whether your need is in Capital Campaign, Annual Fund Campaign, Major Gifts, Leadership Annual Giving, Planned Giving or all of the above, we take a fresh approach to nonprofit fundraising.

Our Services









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