# 51% of Fundraisers Plan to Leave Their Jobs by 2021.

Here's What You Need to Know.

October 31, 2019





### This is... Concerning.

51% of Fundraisers Plan to Leave Their Jobs by 2021, Says New Survey





THE CHRONICLE OF PHILANTHROPY



### Instead of brushing it under the rug...



'We're going to need a bigger rug or we're sunk.'



### We're going to talk about it.



Mary Cahalane
Principal, Hands-On Fundraising
https://www.linkedin.com/in/marycahalane/

With more than 30 years of professional experience working in (and with) nonprofit organizations, Mary brings a wealth of knowledge, experience, and expertise to any conversation on the subject of "nonprofits." Her "hands-on" approach is rooted in a commitment to the dual nature of fundraising: half art and half science; half philosophy and half paper cuts. Learn more about Mary on her website, www.mcahalane.com



**Zach Shefska**Chief Operating Officer, MarketSmart
<a href="https://www.linkedin.com/in/zachshefska/">https://www.linkedin.com/in/zachshefska/</a>

As Chief Operating Officer at MarketSmart, Zach Shefska leads a team dedicated to providing revolutionary software and services that help nonprofit organizations qualify, cultivate and prioritize their best opportunities for major and legacy giving. In his five years with MarketSmart, Zach has contributed to major initiatives like the Major Gift Benchmark Study, Fundraising Report Card's Open Benchmarks, and more.

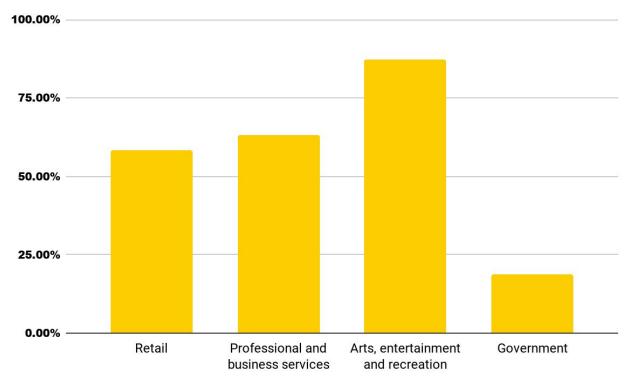


#### What we'll cover

- 1. A high-level overview of the Harris Poll survey results. We'll learn why fundraisers leave -- and what you can do about it.
- 2. The true cost of fundraiser turnover, and how you can calculate that at your shop.
- 3. Where there are "bright spots" from the survey, and what they mean for you.
- 4. Tactics you can employ to increase staff retention.



### Separation rate by industry, 2018





### Why fundraisers leave





### High pressure, low appreciation

 Fundraisers are expected to produce miracles, or save their organizations





### High pressure, low appreciation

- 84% of fundraisers said they felt "tremendous pressure to succeed."
- 55% said they "often feel unappreciated."
- At the jobs they left most recently, they were likeliest to be dissatisfied with their prospects for promotion (85%) or a lack of succession planning (83%).





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Expectations are set by people who don't know what's involved





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## Staff and board don't understand fundraising

- Expectations are set by people who don't know what's involved
- 78% of fundraisers wished they had more time to spend meeting with supporters.





Building a successful fundraising program takes time





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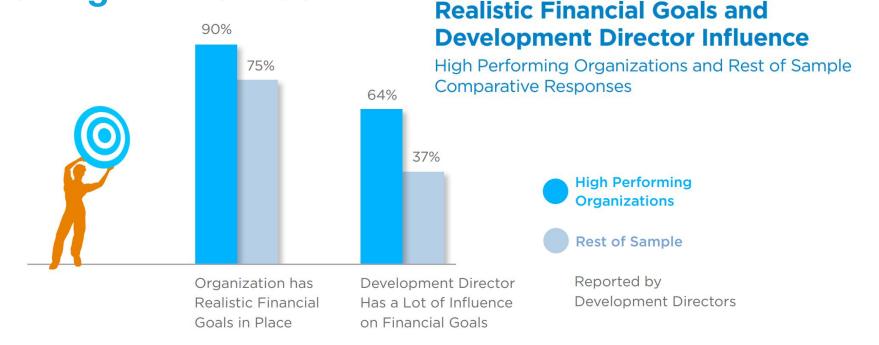
 Fundraising involves different disciplines -- one person can rarely do them all well.



- Building a successful fundraising program takes time
- Fundraising involves different disciplines -- one person can rarely do them all well.
- Unreasonable expectations will only result in failed fundraising and loss of fundraisers.









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- Fundraisers expertise is not respected.
- Fundraisers are blocked from developing strong ties with board members and other volunteers.





#### Lack of trust







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## Lack of investment in fundraisers and fundraising

- Poor salaries and poor schedules
- No organizational investment in continuing education.
- No donor management system, or a cheap one
- No willingness to spend money in order to raise money





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## Lack of investment in fundraisers and fundraising

Each additional form of training is associated with an additional \$37K of income.

- 61% of people who left fundraising jobs say they were dissatisfied with their access to leadership training.
- 34% of current fundraisers are dissatisfied with their access to leadership training.





## No organizational culture of philanthropy

- Fundraisers are left on their own to build relationships and raise money.
- 36% of fundraisers said they were dissatisfied with the support they got from their boards.
- 29% said they were dissatisfied with the help received from the CEO.





### Poor management and communication

- Fundraisers are not "in the loop" and often play catch-up with important news.
- Fundraisers are not consulted on important staffing decisions
- The CEO does not view the CDO as a partner, but an employee.







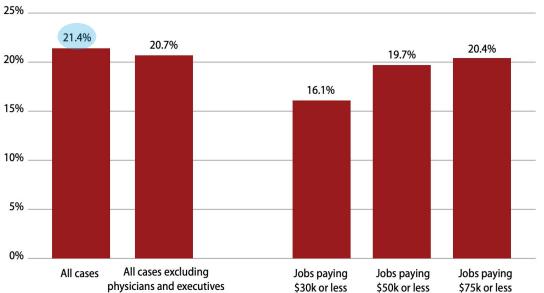




FIGURE 1

#### Replacing employees is costly for companies' bottom line

The cost of turnover is remarkably consistent across jobs at different pay levels, except the very highest-paid jobs, 1992 to 2007







Very highly paid jobs and those at the senior or executive levels tend to have disproportionately high turnover costs as a percentage of salary (up to 213 percent), which skews the data upwards.





- Other industry reports, suggest that 33% of salary is reasonable benchmark for the cost of employee turnover.
- Payscale.com suggests an average salary of ~\$69,000.
- It costs an organization
   ~\$23,000 each time they
   lose a front-line fundraiser.

United States / Job / Major Gifts Officer

### **Average Major Gifts Officer Salary**

\$68,564

Avg. Salary Show Hourly Rate

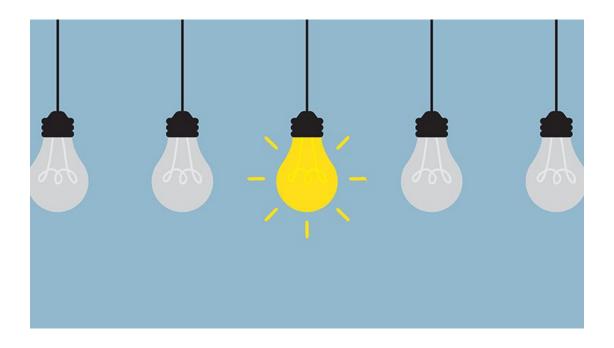
\$2,936

\$50

**PROFIT SHARING** 



### **Bright spots in the survey**





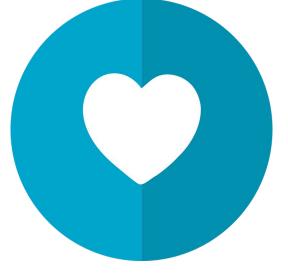
### Fundraisers are driven by mission



Fundraisers need to feel a connection with the mission -- and they do.

93% of survey participants said they couldn't work for a charity if they didn't

have a strong connection to the cause.





### Fundraisers are happy with their travel schedules



92% are happy with their travel schedule.





#### **But flexibility matters**



 Many fundraisers are happy with their organization's flexibility around family and childcare









83% are satisfied with their level of independence in their jobs.





### Fundraisers are happy with their volunteers



 83% said they're happy with their relationship with their charity's volunteers (excluding board members).









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• Trust your staff





- Trust your staff
- Respect work-life balance



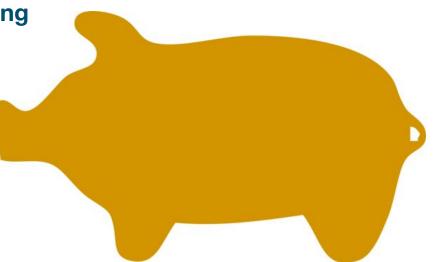




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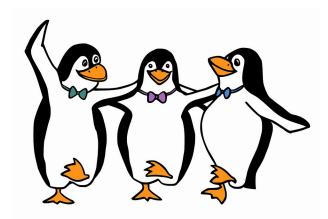
Invest in fundraisers and fundraising







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- Trust your staff
- Respect work-life balance
- Invest in fundraisers and fundraising
- Build a real culture of philanthropy that includes all staff and board
- Be sure your fundraiser's authority matches her responsibilities.
- Don't expect miracles







**Mary Cahalane** 

https://www.linkedin.com/in/marycahalane/mary@mcahalane.com

MARY CAHALANE





**Zach Shefska** 

https://www.linkedin.com/in/zachshefska/zshefska@imarketsmart.com



