Navigating Growth

Staffing and Donor Development Challenges in Louisiana's Nonprofit Sector





Executive Summary

Louisiana's nonprofits anchor essential services across New Orleans, Baton Rouge, Shreveport, Acadiana, and rural parishes. The sector includes **17,000 organizations**, employs **128,700 people**, and generates **\$23 billion** in annual revenue.

17,000

Organizations

128,700

Individuals

\$23 billion

Annual revenue

From major health systems and universities to small community groups, organizations report difficulty hiring development staff, keeping up with technology, and building durable donor pipelines—especially outside metro areas. This report outlines the challenges and practical steps tailored to Louisiana's landscape.

Overview of Louisiana's Nonprofit Ecosystem

17,000

organizations

Many small orgs

Significant contributors to the sector's revenue

Scale and Scope

- 128,700 jobs (8.1% of workforce); \$23B
 revenue; \$36.4B assets.
- Foundations give \$237M/year; households give **\$2.1B/year** (3.3% of income).

Organizational Size

Many small orgs under \$250K-\$1M revenue; a handful of large hospitals/universities dominate totals. (State snapshots.)

Sector Distribution

Healthcare and higher education drive revenue; strong footprints in human services, culture, environment, and disaster relief.

Hiring and Staffing Challenges

Competitive labor market

Talent Acquisition

Recruiting Development Directors, Major Gift Officers, and data/CRM roles is difficult outside major metros; retention pressured by compensation vs. private sector. (State snapshots.)

Lack of CRM admins

Technological Gaps

Smaller orgs lack CRM admins and digital fundraising capacity, limiting segmentation, stewardship, and retention. (Capacity reports/trainings show ongoing need.)

Donor Development Trends and Challenges

Mid-level programs

Donor Engagement

Event/grant-centric fundraising is common; recurring and mid-level giving programs remain underbuilt.

Public contracts dependencies

Funding Dependencies

Heavy reliance on public contracts, healthcarelinked philanthropy, and disaster-driven giving creates planning volatility. (State snapshots.)

Budget Constraints and Operational Limitations

Tight budgets

Resource Allocation

Limited investment capacity for CRMs, training, and analytics; staff wear multiple hats.

Affordable training and tech solutions

Capacity Building Initiatives

Louisiana Alliance for Nonprofits (formerly LANO) offers training, policy updates, and capacity support; regional funders (e.g., Wilson Foundation programs) supplement with yearlong capacity-building cohorts. Utilization varies outside metros.

Regional Factors Influencing Nonprofit Operations

Aging population

Demographic Considerations

Aging populations in rural parishes and coastal outmigration complicate volunteer and donor pipelines.

Disaster risk Industry shifts

Economic Landscape

Disaster risk and recovery cycles, industry shifts, and rural broadband gaps affect staffing and tech adoption. (Disaster-prep materials widely promoted to nonprofits.)

Recommendations

Shared staffing models

Collaborative Hiring

Share development staff or pooled grant writers across smaller orgs; use fractional/outsourced roles for continuity.

Use free or discounted tools

Leveraging Technology

Use TechSoup/Google/Microsoft discounts; adopt right-sized CRMs (Bloomerang, Neon One, EveryAction) and standardize moves management and dashboards.

Stewardship strategies

Enhanced Donor Engagement

Build segmented journeys (monthly, mid-level, major) with quarterly personal touchpoints and automated renewal/LYBUNT workflows.

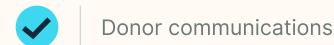
Strategic Recommendations

Outsourcing Fundraising Services



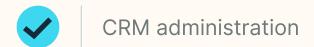
Know When to Outsource

Ideal functions to outsource include:









Cost Considerations

✓ Hourly rates: \$85-\$200

Project fees: \$3,500-\$10,000

Retainer models often outperform part-time hires in ROI and consistency

Structure the Relationship for Success



Define KPIs, start with a 60–90-day pilot, designate an internal point person, and review monthly.

For full-service fundraising, marketing, and donor growth support



or

