# The Challenges and Opportunities of Rural Philanthropy in America 

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- Focus of research: giving in rural America
- Giving by rural and non-rural residents;
- Giving by high-income rural and non-rural residents;
- Motivations for and impediments to giving.
- Definition of Rural: "Small towns with a population of less than 20,000 or completely rural."
- Demographic characteristics. Rural residents tend:
- To be older;
- Be high school but not graduates;
- Be poorer in general.
- Rural Philanthropy:
- More than 7,500 endowed foundations are located in rural America, but their assets represent only 3 percent of all foundation assets nationwide;
- Per capita foundation giving comparing urban states and rural states: Average $\$ 156$ urban vs. \$41 rural;
- Rural communities tend to be characterized by a lack of infrastructure organizations;
- Community development contributions are up to 21 percent more in urban areas than in rural areas (in particular for the case of religious organizations: $11 \%$ rural vs. $22 \%$ urban);
- A focus on the South shows that while the South has 34 percent of nation's poverty, it receives less than 14 percent of its foundations assets.
- Data sets for rural philanthropy:
- Center on Philanthropy Panel Study (COOPS) 2005 dataset
- Sample size $=8,002$ (7,950 analyzed)
- $1,455(18.3 \%)$ of households live in rural areas
- $117(9.5 \%)$ of rural householders are higher income (i.e. at least $\$ 100,000$ income in 2004)
- Center on Philanthropy regional studies dataset
- Georgia 2008, Kansas City 2008, Memphis 2008, Arizona 2007, Michigan 2007, Indiana 2007, Illinois 2006, New Hampshire 2005, and St. Louis 2003.
- Sample size $=6,257$
- $1,279(20.4 \%)$ of householders live in rural areas.
- [All Donors] Total Amount of Charitable Giving
- $18.3 \%$ live in rural areas and give
- $14.6 \%(\$ 34 \mathrm{M})$ of all donations
- $10.6 \%(\$ 10 \mathrm{M})$ of secular giving
- $17.3 \% ~(\$ 24 \mathrm{M})$ of religious giving
- Share of charitable giving by location by subsectors in COOPs 2005
- Total: $14.6 \%$ rural vs. $85.4 \%$ non-rural
- Religious: $17.3 \%$ rural vs. 82.7 non-rural
- Secular: $10.6 \%$ rural vs. $89.4 \%$ non-rural
- [All Donors] Share of Total Giving
- 72 percent of total giving from rural donors distributed to religious organizations (vs. 59 percent of non-rural donors)
- Educational organizations received the second largest share of gifts (6\%) from rural donors (vs. 5 percent of non-rural donors).
- [All Donors] Average and Median Giving by Subsectors
- Total (p<0.05): \$1,788 (average) and \$610 (median) rural vs. \$2,102 (average) and \$800 (median) non-rural;
- Religious (p<0.01): \$1,752 (average) and \$900 (median) rural vs. $\$ 1,884$ (average) and $\$ 700$ (median) non-rural;
- Secular ( $\mathrm{p}<0.001$ ): $\$ 664$ (average) and $\$ 225$ (median) rural vs. \$989 (average) and \$360 (median) non-rural;
- [All Donors] Share of Income Giving
- Rural donors donated a higher percentage of income to charity than nonrural donors
- Total: $3.0 \%$ rural vs. $2.6 \%$ non-rural
- Religious: $2.9 \%$ rural vs. 2.3 non-rural
- Secular: $1.1 \%$ rural vs. $1.2 \%$ non-rural.
- [High Income Respondents] Total Amount of Charitable Giving
- $9.5 \%$ of higher income households are rural, but they give
- $10 \%(\$ 10.5 \mathrm{M})$ of all donations from higher income householders
- $13 \%(\$ 7.1 \mathrm{M})$ of religious giving
- $7 \%(\$ 3.4 \mathrm{M})$ of secular giving
- Share of charitable giving by location by subsectors in COOPs 2005
- Total: $10 \%$ rural vs. $90 \%$ non-rural
- Religious: $13 \%$ rural vs. 87 non-rural
- Secular: 7\% rural vs. $93 \%$ non-rural
- [High Income Respondents] Share of Total Giving
- 70 percent of total giving from rural higher income donors was distributed to religious organizations (vs. 52 percent of non-rural higher income donors)
- Educational organizations received the second largest share of gifts (8\%) from rural donors (vs. 11 percent of non-rural higher income donors).
- [High Income Respondents] Average and Median Giving by Subsectors
- Although there was no statistically significant difference, average overall rural giving was higher than average non-rural giving from higher income donors ( $\$ 4,477$ vs. $\$ 3,830$ )
- Total: \$4,477 (average) and \$2,150 (median) rural vs. \$3,830
(average) and \$1,800 (median) non-rural;
- Religious: \$3,962 (average) and \$1,500 (median) rural vs. \$2,908 (average) and \$1,200 (median) non-rural;
- Secular: \$1,629 (average) and \$600 (median) rural vs. \$1,991 (average) and \$830 (median) non-rural;
- [High Income Respondents] Share of Income Giving
- Total: $2.7 \%$ rural vs. $2.2 \%$ non-rural
- Religious: $2.6 \%$ rural vs. 1.7 non-rural
- Secular: $1.0 \%$ rural vs. $1.1 \%$ non-rural.

