

## **Crowdfunding & Raising Capital - Resource Guide**

Updated February 2020

**Crowdfunding:** The practice of funding a project or venture by raising many small amounts of money from a large number of people.

- Pros and Cons of Crowdfunding
  - The Pros and Cons of Crowdfunding for Business
  - o Crowdfunding: Pros and Cons
- Types of Crowdfunding & How to Choose
  - o Types of Crowdfunding: Donation, Rewards, and Equity-Based
  - Which Type of Crowdfunding Should You Choose for Your Business?
- Choosing the Right Platform
  - The 40+ Best Crowdfunding Websites
  - The 7 Best Crowdfunding Sites of 2020
- Tips for a Successful Campaign
  - o Research inspiring, successful (and even unsuccessful) fellow campaigns
    - Most Successful Crowdfunding Campaigns of 2019
      - The Top 10 Crowdfunding Campaigns You Need to Know 2019
      - 32 Most Funded Kickstarter Projects of 2019
    - Top 7 Crowdfunding Fails to Avoid
  - Create a compelling page with the right content to appeal to your audience
    - Storytelling for Crowdfunding Campaigns
    - How to Nail the Messaging Around Your Equity Crowdfunding Campaign.
  - Have a pre-launch plan—the first few days matter to build momentum
    - 10 Tips to Make Your Crowdfunding Campaign a Success
    - 7 Crowdfunding Tips Proven To Raise Funding
  - **Promote, promote promote** (free and paid ideas)
    - Kickstarter Marketing Tips (some can be used for other platforms)
    - Ads and Other Promotional Platforms and Services
  - Longer read but great tips and details (most can be used for other platforms)
    - 131 Kickstarter Campaign Tips for Successful Crowdfunding in 2020

Hire Affordable Designers, Video Editors and other Marketing Specialists (can search by skill and budget)

- Upwork
- <u>Fiverr</u>

**Financial Considerations:** Treat this like looking at any other financing option (debt, equity). Before making any commitments, incorporate into projections. SSTB clients do this in one-on-one appointments. Reach out to <a href="mainto:financial@startsmallthinkbig.org">financial@startsmallthinkbig.org</a> to begin.

**Legal Considerations:** Before making any commitments, make sure you **understand the terms of your chosen platform** (for successful and unsuccessful campaigns). Be aware that <u>state and federal laws may apply</u> (such as investment rules or local regulations - i.e. liquor licenses). SSTB clients can reach out to <a href="mailto:legal@startsmallthingbig.org">legal@startsmallthingbig.org</a> with questions.

**Marketing Considerations:** Once you've determined that crowdfunding is right for your business, consider developing a Marketing strategy for the successful promotion of the campaign. **Here are some helpful resources** 



**& recommendations:** <u>Market Access Resource Guide</u>. SSTB clients needing additional Marketing support can email <u>marketing@startsmallthinkbig.org</u>.