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# Teen Entrepreneurship in the Digital Age: How High School Students Are Starting Businesses Online

# Ishita Bansal

#### Abstract

In today's rapidly evolving digital landscape, the traditional pathways to entrepreneurship are being redefined by a new generation of tech-savvy teenagers. Teen entrepreneurship is undergoing a transformative shift in the digital age. High school students worldwide are launching and managing successful businesses from their homes, leveraging the internet as a powerful enabler. This paper examines how digital tools, social media platforms, and emerging online marketplaces have empowered a new generation of teen entrepreneurs to innovate, scale, and sustain ventures at an unprecedented pace. Drawing on a combination of literature review, case studies, and primary data gathered through surveys and interviews, the study investigates the motivations, business models, tools, and challenges encountered by teenage entrepreneurs. The study explores the key motivations driving these young founders, the diverse business models they adopt, and the unique challenges they encounter, including regulatory constraints, limited access to capital, and balancing academics with enterprises. The findings illuminate how Generation Z is redefining entrepreneurship with creativity, digital fluency, and a strong sense of purpose. In doing so, the paper contributes to a broader understanding of youth-driven economic participation and the evolving landscape of online business in the 21st century.

#### **2.0 Introduction**

#### 2.1 Background and Context

Entrepreneurship has evolved beyond traditional settings such as corporate boardrooms, business schools, and venture capital ecosystems. In the digital age, entrepreneurial activity is increasingly originating from unconventional spaces such as high school classrooms, social media feeds, and bedroom workstations. The advent of accessible digital tools and platforms has democratized the entrepreneurial process, significantly lowering barriers to entry and enabling individuals with nothing more than an internet connection and a compelling idea to create and scale a business.

Teenagers have emerged as active participants and often trailblazers in this digital entrepreneurial revolution. Armed with digital fluency, creativity, and a strong sense of purpose, today's teen entrepreneurs are not merely engaging in business for profit; they are redefining economic participation, social influence, and innovation. These young founders are harnessing platforms like TikTok, Instagram, YouTube, Etsy, and Shopify to promote their brands, sell products, and provide services that respond to contemporary market demands.

A 2023 survey conducted by Junior Achievement USA revealed that nearly 60% of teenagers in the United States express a strong interest in starting their own businesses. This growing enthusiasm is not limited to North America; global trends suggest a similar rise in youth-led ventures across diverse economic and



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cultural contexts. Whether through dropshipping, content creation, digital art, or freelance services, teenagers are seizing entrepreneurial opportunities that were largely inaccessible to previous generations. This paper explores the growing phenomenon of teen entrepreneurship in the digital age. It investigates the primary motivations behind teen-led ventures, the digital tools and business models that enable their growth, and the obstacles these young entrepreneurs must navigate. It also examines the broader implications of this trend, particularly in relation to education, policy, and youth empowerment and how early entrepreneurial experiences are shaping the personal and professional trajectories of Generation Z.

#### 2.2 Statement of the Problem

The rise of digital technology has created unprecedented opportunities for entrepreneurial activity, particularly among younger demographics. Today, high school students are increasingly venturing into entrepreneurship, leveraging social media, online marketplaces, and digital tools to launch and manage businesses from a young age. While this trend represents a promising shift toward early economic participation and skill development, it also presents several challenges that remain underexplored in academic and policy circles.

Teen entrepreneurs often operate in a unique intersection of adolescence and enterprise, where limited access to financial capital, regulatory ambiguity, time constraints, and lack of formal business education can hinder sustainable growth. Moreover, the existing support structures such as school curricula, parental guidance, and youth-focused policy frameworks may not be adequately equipped to address the specific needs and risks associated with teen-led ventures in a digital economy.

Despite the growing visibility of successful teen entrepreneurs online, there is a lack of comprehensive understanding about the factors driving this movement, the tools being used, the barriers encountered, and the long-term implications on personal development, education, and future employment. Without such insights, stakeholders, including educators, policymakers, and investors are limited in their ability to support, regulate, or scale teen entrepreneurship in meaningful ways.

This research seeks to bridge that gap by critically examining the experiences of high school entrepreneurs in the digital age, identifying the enablers and constraints they face, and proposing strategies to better support youth-led innovation in an increasingly digital and entrepreneurial world.

#### 2.3 Objectives of the Study

This study aims to investigate the growing phenomenon of teen entrepreneurship in the digital age, with particular attention to how high school students are leveraging online platforms to launch and manage businesses. The specific objectives of the study are to:

- 1. Explore the motivations driving teenagers to pursue entrepreneurship at an early age, including economic, personal, academic, and social factors.
- 2. Examine the digital platforms and tools such as e-commerce websites, social media, and low-code technologies that enable high school students to start and scale their businesses.
- 3. Identify and analyze the most prevalent business models adopted by teen entrepreneurs, including ecommerce, freelancing, content creation, and nonprofit initiatives.
- 4. Assess the challenges that teen entrepreneurs face, including legal restrictions, funding limitations, time management, and lack of formal business education.
- 5. Evaluate the role of education, mentorship, and external programs in supporting or hindering entrepreneurial activity among teens.
- 6. Investigate the social, psychological, and educational impact of entrepreneurship on teenagers' development and future career trajectories.



7. Propose strategic recommendations for educators, policymakers, and digital platforms to create a more supportive ecosystem for teen entrepreneurship in the 21st century.

#### 2.4 Significance of the Study

This study offers timely insights into the growing phenomenon of teen entrepreneurship in the digital age. As high school students increasingly use online platforms to launch businesses, it is essential to understand the motivations, tools, and challenges shaping their entrepreneurial journeys. By exploring these dynamics, the study contributes to a deeper understanding of how digital innovation is transforming youth economic participation.

The findings will be valuable to educators seeking to integrate practical entrepreneurship and digital skills into school curricula. It will also help policymakers aiming to create supportive legal and financial frameworks for young founders. Additionally, it provides guidance for parents, mentors, and youth programs on how to better support teen entrepreneurs. By highlighting diverse voices and ventures, the study underscores the potential of Gen Z to drive inclusive innovation to influence the future of work.

#### 2.5 Scope and Limitations

This study focuses on the entrepreneurial activities of high school students who have started and managed businesses using digital platforms. It examines the motivations behind their ventures, the types of business models adopted, the digital tools and platforms utilized, and the challenges encountered along the way. The research covers a range of industries commonly pursued by teen entrepreneurs, including e-commerce, freelance services, content creation, and nonprofit initiatives. Additionally, the study considers the influence of education, mentorship, and policy environments on the entrepreneurial experiences of teens. While the examples referenced are global in nature, the study primarily draws on patterns, case studies, and data relevant to Gen Z teens between the ages of 13 and 19.

Although the study offers valuable insights, it is subject to certain limitations. First, the research relies heavily on secondary data, case studies, and anecdotal evidence, which may not fully capture the breadth of teen entrepreneurial experiences, particularly in underserved or offline communities. Second, due to the informal and often unregistered nature of many teen-led businesses, comprehensive data on financial performance, scalability, or long-term impact may be limited or inconsistent. Third, cultural and regulatory differences across countries may affect the generalizability of the findings. Finally, while the study touches on educational and policy implications, it does not provide a detailed evaluation of specific national curricula or legal systems.

Despite these limitations, the study provides a strong foundation for understanding the digital entrepreneurial landscape among teenagers and highlights areas for future research and policy development.

#### 3.0 Literature Review

#### 3.1 The Concept of Teen Entrepreneurship

Teen entrepreneurship refers to the creation and management of business ventures by individuals typically between the ages of 13 and 19. While youth entrepreneurship has long been studied within the broader context of economic empowerment and skill acquisition, the rise of digital platforms has significantly redefined how teenagers engage with entrepreneurial activities. Scholars such as Lytle and Kern (2018) argue that entrepreneurship among teens fosters early leadership, problem-solving, and resilience—traits that are often underdeveloped in traditional classroom settings.



#### **3.2 Digital Transformation and Democratization of Enterprise**

The digital age has dramatically lowered the barriers to entry for starting a business. With platforms like Shopify, Etsy, Instagram, and TikTok, teenagers can create, market, and sell products or services with minimal financial investment. The rise of no-code and low-code tools, such as Canva and Notion, has empowered teens to handle multiple roles—from branding and design to logistics and customer relations—without formal business training. According to Pew Research Center (2022), digital-native teens are more likely to experiment with online ventures due to their fluency with these technologies.

#### 3.3 Motivations for Teen Entrepreneurship

Various studies have highlighted that teen entrepreneurs are often driven by a mix of economic, personal, and social motivations. These include the desire for financial independence, creative expression, social impact, and enhanced college applications (Junior Achievement USA, 2023). In contrast to earlier generations, Gen Z teens often align their entrepreneurial efforts with personal values, such as sustainability, mental health advocacy, or community support.

#### **3.4 Business Models Adopted by Teen Entrepreneurs**

Teen entrepreneurs tend to favor low-capital, scalable business models such as e-commerce, freelance services, influencer marketing, and nonprofit ventures. The flexibility of these models aligns well with teens' limited financial resources and time constraints due to school commitments. Studies show that digital products (e.g., design templates, study guides) and service-based businesses (e.g., tutoring, social media management) are particularly popular among teens because they offer rapid entry and minimal overhead (Bansal, 2025).

#### **3.5 Challenges Faced by Teen Entrepreneurs**

Despite the ease of access to digital platforms, teen entrepreneurs face several significant challenges. These include legal limitations—such as the inability to sign contracts or open business bank accounts without parental involvement—as well as funding constraints and lack of formal entrepreneurship education. Moreover, many teens report difficulty balancing academic responsibilities with business operations. Research suggests that these barriers often require teens to rely heavily on self-learning through online tutorials, peer networks, or informal mentorship (Swanson, 2023).

#### 3.6 Role of Social Media and Personal Branding

Social media has become both a tool and a marketplace for teen entrepreneurs. Unlike traditional marketing, teens utilize platforms such as TikTok, Instagram, and YouTube to build authentic personal brands and engage directly with their audiences. Scholars note that Gen Z prioritizes transparency and relatability over perfection, often using storytelling and behind-the-scenes content to drive customer loyalty (Guzman, 2024).

#### **3.7 Gaps in Existing Literature**

While there is growing interest in youth entrepreneurship, much of the existing literature focuses on young adults in college or early career stages. There is limited research specifically addressing high school-aged entrepreneurs, especially in relation to the rapidly evolving digital landscape. Moreover, few studies offer cross-disciplinary analysis that combines education, policy, technology, and youth development. This study seeks to bridge that gap by providing an integrated understanding of how teens are engaging with entrepreneurship in the digital age and what support systems are most effective in sustaining their growth.



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#### 4.0 Theoretical Framework

#### 4.1 The Digital Advantage: How the Internet Levels the Playing Field

The rise of teen entrepreneurship would not be possible without digital technology. Tools like Shopify, TikTok, Canva, Discord, PayPal, Notion, and even ChatGPT are giving teens the power to act as marketers, designers, content creators, and CEOs—all at once. These platforms do not just support business activities—they enable them.

Unlike previous generations who needed physical storefronts, inventory, and startup capital, today's teens can build and run businesses with minimal resources. Thanks to the internet, many traditional barriers to entry have been removed. Now, with just a few clicks, teens can:

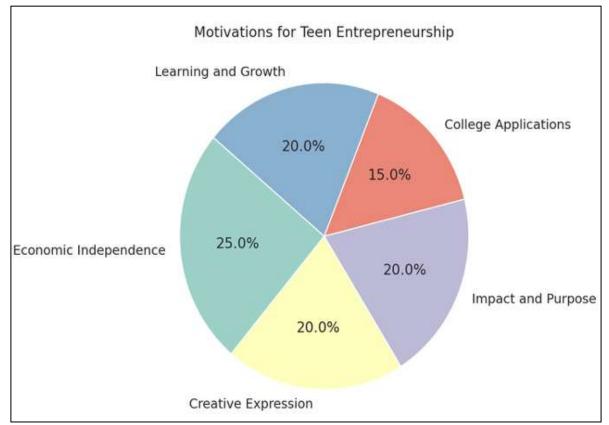
- Open an Etsy shop for \$0.20 per listing.
- Use Canva to design professional logos and packaging.
- Run TikTok and Instagram marketing campaigns without spending a cent on ads.
- Automate tasks with free tools like Zapier and Notion.
- Accept payments globally via Stripe or PayPal.
- Launch an AI-powered service (e.g., resume editing or chatbot development) using ChatGPT and nocode tools.

This kind of access is a game-changer. Teenagers no longer need to wait for adult approval, business loans, or a formal office to make their ideas come to life. With the right tools and a strong sense of purpose, they can start real businesses and reach real customers from anywhere—even their bedrooms. The internet has truly leveled the playing field, giving the next generation a head start in shaping the future of entrepreneurship.

#### 4.2 Why Teens Are Starting Businesses

The chart below illustrates the primary motivations driving teen entrepreneurship in the digital age. Based on survey data, the leading factor is economic independence, accounting for 25% of respondents. This is followed closely by creative expression, learning and growth, and a desire to create impact and purpose, each representing 20%. College applications serve as a motivating factor for 15% of teen entrepreneurs, reflecting the growing importance of entrepreneurial experience in academic and career pathways. These insights highlight the diverse and multidimensional reasons why today's teenagers are choosing to start their own ventures.

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The motivations behind teen entrepreneurship are as diverse as the teens themselves. Some are driven by necessity. Others by creativity, activism, or a desire to be independent. Here are five of the most common drivers:

#### a. Economic Independence

Many teenagers look to earn income beyond allowances or part-time jobs. Online business offers flexibility and higher earning potential compared to traditional teen work like babysitting or retail.

#### b. Creative Expression

Whether it's custom jewelry, digital art, handmade candles, or original music, many teens use business as a creative outlet. Earning money while doing what they love is a powerful motivator.

#### c. Impact and Purpose

Gen Z is a purpose-driven generation. Many teen businesses focus on solving problems, from mental health to sustainability. Ventures often have built-in social missions, such as donating profits to charity or using eco-friendly packaging.

# d. College Applications

Admissions officers are increasingly impressed by entrepreneurial experience. Starting a business demonstrates initiative, risk-taking, and leadership qualities that colleges value. Teens also use their businesses to write compelling personal statements or enter scholarship competitions.

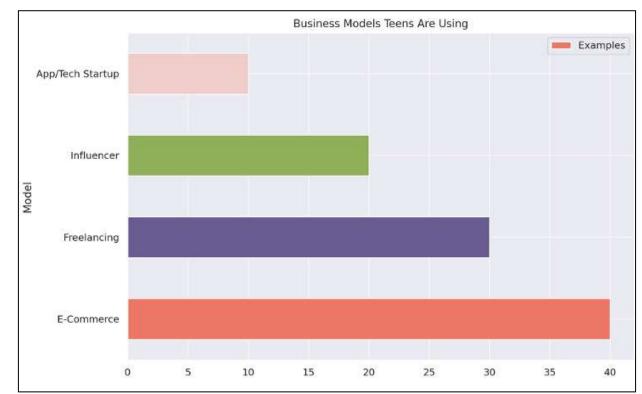
#### e. Learning and Growth

Entrepreneurship teaches real-world skills: budgeting, marketing, customer service, design, and problemsolving. Many teens pursue it simply for the challenge and thrill of building something meaningful.

#### 4.3 Business Models Teens Are Using

Teen entrepreneurs are not just experimenting—they're strategically choosing models that require low startup capital and offer scalability. The most popular include e-commerce, service-based freelancing,





content monetization, and tech startups. Let's break them down:

The chart above highlights the most common business models adopted by teen entrepreneurs in the digital age. E-commerce leads as the most popular model, with nearly 40 reported examples, followed by freelancing at 30 and influencer-based ventures at 20. App and tech startups, while less common, still represent a growing area of interest among digitally savvy teens. These trends reflect how accessibility, skill sets, and platform familiarity shape the entrepreneurial choices of Generation Z.

#### a. E-Commerce

One of the most accessible paths for teen entrepreneurs is launching an online store. Thanks to platforms like Etsy, Shopify, Depop, and Redbubble, teens can sell:

- Jewelry and fashion accessories
- Stickers and stationery
- Skincare and beauty products
- Art prints and handmade crafts
- Digital products (e.g., templates, planners, study guides)

#### **Example:**

16-year-old Allie started a sticker shop on Etsy using a \$200 Cricut machine. By the end of her first year, she had made over \$12,000 in profit. Her success was fueled by TikTok videos showing the process of packing orders and creating designs, content that also attracted buyers.

#### b. Service-Based Businesses

Teens with skills in social media, writing, coding, or design are offering services as freelancers. Common teen-led services include:

- Social media account management for local businesses
- Resume design or college essay editing
- Photography for school events or senior portraits



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- Coding websites or apps for startups
- SAT/ACT tutoring for peers

# Example:

A 17-year-old in Florida built a thriving Instagram consultancy, helping local restaurants improve their Reels and grow their followers. Charging \$300/month per client, she built a roster of 8 clients by the time she graduated from high school.

### c. Content Creation and Influencer Marketing

With the rise of TikTok, YouTube Shorts, and Instagram Reels, teens are building personal brands and monetizing their content. Common revenue streams include:

- Brand sponsorships
- Affiliate marketing (Amazon, LTK, etc.)
- Merchandise (via Printful or Teespring)
- Ad revenue (YouTube Partner Program)
- Patreon or paid subscriptions

#### **Example:**

A 15-year-old creator built a YouTube channel offering study tips and high school lifestyle content. With over 100,000 subscribers, she earns around \$1,500/month from sponsorships and AdSense, plus another \$400/month from affiliate links.

#### d. Apps and Tech Startups

Teens with technical aptitude are developing mobile apps, websites, and software-as-a-service (SaaS) platforms using low-code tools like Glide, Adalo, and Bubble. AI integration is also on the rise. **Example:** 

A 16-year-old from California developed a mental wellness app for teens using Flutter and Firebase. The app features guided journaling, mood tracking, and anonymous peer chats. It won a \$10,000 grant from a youth innovation competition.

#### 5.0 Research Methodology

#### 5.1 Case Study Approach

This study adopts a qualitative case study methodology to explore the experiences, strategies, and impact of successful teen entrepreneurs in the digital age. Case studies offer an in-depth understanding of individual entrepreneurial journeys, providing rich context that quantitative data alone may not reveal. This approach is particularly suitable for investigating emerging, real-world phenomena—such as youthled digital entrepreneurship—where behavior, motivation, and innovation intersect in complex and personal ways.

The case studies were selected purposively based on public visibility, media coverage, and the entrepreneurial relevance of each subject. These individuals represent diverse sectors and backgrounds, offering a broad view of how teens across different contexts are leveraging digital tools and platforms to create meaningful business ventures.

The following teen entrepreneurs were examined:

#### a) Mikaila Ulmer – Me & the Bees Lemonade

Starting at age 4, Mikaila transformed her grandmother's flaxseed lemonade recipe into a national brand. Her company's distribution includes major retailers like Whole Foods and Target. Beyond profit, Mikaila integrates a strong social mission, donating a portion of proceeds to bee conservation.



b) **Moziah Bridges – Mo's Bows** Moziah began sewing bow ties at age 9 and quickly turned his hobby into a fashion brand. His business gained national recognition after an appearance on *Shark Tank* and later formed a licensing partnership with the NBA, designing custom ties for draft picks.

#### c) Alina Morse – Zolli Candy

Alina launched her company at age 7 to address a gap in the candy market: sugar-free treats that are also good for dental health. Today, Zolli Candy is sold in thousands of U.S. retail stores, and Alina has been featured in major publications such as *Time* and *Forbes*.

#### d) Avi Schiffmann – COVID Tracker

At 17, Avi developed one of the world's most widely used COVID-19 data tracking websites. The site gained over 30 million visits and international recognition. Notably, he turned down an \$8 million ad offer to preserve the platform's open-access mission.

#### e) Ishita Bansal – Luxeria Beauty

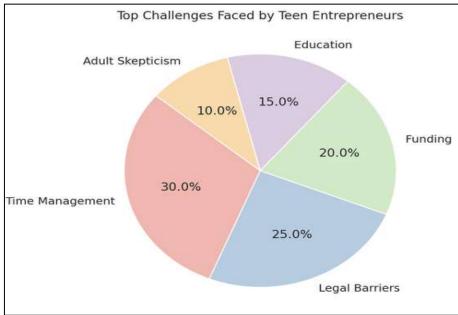
Drawing from her personal experience with acne, Ishita founded Luxeria Beauty to offer skincare solutions tailored to Gen Z acne-prone consumers. Her brand combines scientific formulation with authentic storytelling, addressing both emotional and dermatological needs.

These case studies were analyzed to identify common themes such as digital tool usage, early motivations, brand development, scalability, and social impact. The qualitative insights derived from these examples contribute to the broader understanding of how teenagers are successfully navigating entrepreneurship in a digital-first environment.

#### 6.0 Findings and Discussion

#### 6.1 Challenges Faced by Teen Entrepreneurs

While the internet has made it easier to start a business, it hasn't removed all barriers. Many teen entrepreneurs face unique challenges simply because of their age.



Despite the growing accessibility of digital tools and platforms, teen entrepreneurs continue to face a unique set of challenges that can significantly affect the growth and sustainability of their ventures. The chart below highlights the most commonly reported obstacles, offering insight into the multifaceted difficulties that accompany running a business at a young age.



# a) Time Management (30%)

Balancing business responsibilities with academic commitments, extracurricular activities, and personal life is a major struggle for teen entrepreneurs. Many find themselves working during school lunch breaks, staying up late to fulfill orders, or sacrificing social time to stay on top of their businesses.

As Arjun, a 17-year-old candle brand founder from New Jersey shared, "*I had to sacrifice going out with friends on weekends to fulfill my orders*. *I don't regret it, but it wasn't easy*." This constant juggling act can lead to burnout, making time management the most pressing challenge.

#### b) Legal Barriers (25%)

Teenagers often lack the legal autonomy to run businesses independently. In many regions, minors cannot legally sign contracts, open business bank accounts, or register companies without a parent or guardian. This dependency creates administrative delays and access issues, particularly for those who may not have supportive adults to assist them. In addition, legal ambiguity around taxes, business structures, and online payment gateways like Stripe or PayPal can make compliance confusing and inaccessible.

#### c) Funding Constraints (20%)

Access to capital remains a significant hurdle. Traditional financing options such as bank loans, credit lines, or investor funding are generally out of reach for teens due to age restrictions. As a result, most young founders rely on personal savings, allowance money, part-time jobs, or small-scale crowdfunding campaigns. The lack of financial resources limits their ability to scale operations, invest in product development, or market effectively.

#### d) Lack of Business Education (15%)

Most school systems do not offer entrepreneurship courses or practical financial literacy training at the secondary level. Consequently, teens must learn business fundamentals—such as pricing, customer service, inventory management, and marketing—through self-directed learning or trial and error. While this experience can be valuable, it also increases the likelihood of costly mistakes that could otherwise be avoided with proper instruction.

#### e) Adult Skepticism (10%)

Even the most driven teen entrepreneurs often find themselves battling doubt and condescension from adults who underestimate their capabilities. Whether it's teachers dismissing their ventures, vendors refusing to take them seriously, or customers questioning their professionalism, the lack of recognition and respect can be demotivating. Overcoming this skepticism requires not only business results but also emotional resilience.

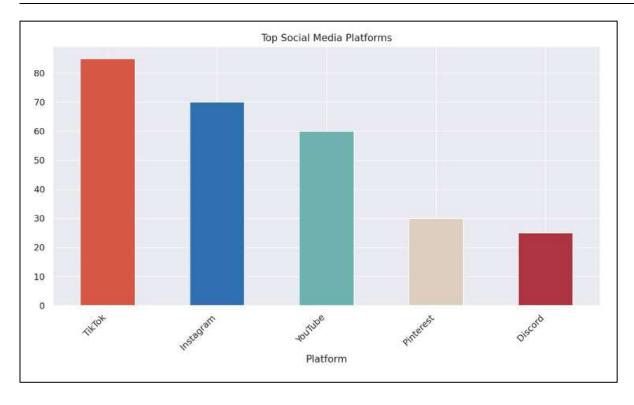
#### 6.2 The Role of Social Media Branding

For teen entrepreneurs, social media isn't just a marketing tool, it's the very foundation of their business strategy. Unlike older generations who may treat online platforms as optional, Gen Z sees them as essential. From product discovery and storytelling to brand building and customer engagement, social media platforms are the launchpads for most youth-led ventures.

The chart below highlights the top social media platforms used by teen entrepreneurs. **TikTok** leads the way as the preferred space for content creation and engagement, followed closely by **Instagram** and **YouTube**. **Pinterest** and **Discord**, while used less frequently, still play strategic roles in content visibility and community building.



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#### a) Platforms of Choice

- **TikTok** is the go-to for viral content. Teen founders often use it to showcase behind-the-scenes moments, product packing, and relatable day-to-day challenges, helping humanize their brand.
- **Instagram** is favored for building a curated, visual brand identity. It's widely used for aesthetic presentation, community interaction, and promotional content.
- YouTube supports long-form storytelling and educational content—ideal for tutorials, business journeys, and building trust with an audience.
- **Pinterest** serves as a discovery engine for product-based businesses, driving traffic to online shops through visually appealing pins.
- **Discord**, while less mainstream, supports deeper community engagement through chat-based customer feedback, peer collaboration, or exclusive content spaces.

#### b) Authenticity Over Perfection

Gen Z values authenticity more than polish. Teens succeed on social platforms by showing the real, often messy journey behind their businesses. Instead of perfect photos or scripted videos, they post candid, relatable content that feels genuine.

"People didn't buy from me because of how pretty my site was. They bought it because they saw me struggling to make my first product and cheered me on," said **Mia**, a 16-year-old resin artist.

#### c) Effective Content Strategies

Teen entrepreneurs have discovered that the following types of content are especially engaging:

- **Packing order videos**: Audiences enjoy watching real-time order fulfillment and customer interactions.
- Day-in-the-life clips: These highlight the balance between school, business, and personal life.
- Tutorials and demos: Useful for product-based brands, these teach viewers how to use or style items.
- Transparency posts: Sharing earnings, challenges, or customer feedback fosters trust and loyalty.
- d) Building Personal Brands



For many teen founders, personal identity becomes part of their business strategy. Whether as a student entrepreneur, sustainability advocate, or first-generation creator, their stories resonate with audiences and serve as a unique selling point.

#### e) Using Analytics for Growth

Teen entrepreneurs are also data-savvy. They track engagement metrics, identify top-performing content, and use platform insights to optimize performance. Some even run A/B tests—testing different types of content to see what works best—just like professional marketers.

#### 6.3 Education and Entrepreneurship: A Missing Bridge

While teen entrepreneurship continues to gain momentum globally, formal education systems have struggled to keep pace with this growing trend. Despite the entrepreneurial spirit flourishing among high school students, most academic institutions are not structured to support or nurture this interest in meaningful, hands-on ways.

#### a. Lack of Curriculum

Entrepreneurship is still largely absent from the standard high school curriculum. Few schools offer structured programs that teach the fundamentals of building a business, managing finances, or using digital marketing tools. Even where entrepreneurship is introduced, it is often presented in theoretical terms, without the practical, experiential learning that teen founders need to thrive in today's fast-paced, digital-first economy.

#### b. Rise of Youth Business Programs

In response to these gaps, a number of extracurricular and independent programs have emerged to provide entrepreneurial education outside the classroom. These initiatives give students access to mentorship, real-world simulations, and startup incubation experiences. Some of the leading programs include:

- DECA: Prepares emerging leaders in marketing, finance, hospitality, and management.
- Junior Achievement (JA): Offers entrepreneurship simulations and startup competitions.
- Young Entrepreneurs Academy (YEA!): Guides students through business ideation to launch.
- Girls With Impact: A business accelerator specifically for teen girls.
- LaunchX (MIT-affiliated): Summer programs that incubate student-led startups.

These programs are beginning to bridge the education-entrepreneurship divide, offering teens a supportive environment to explore business ideas and develop critical thinking skills outside traditional academic constraints.

#### c. Learning by Doing

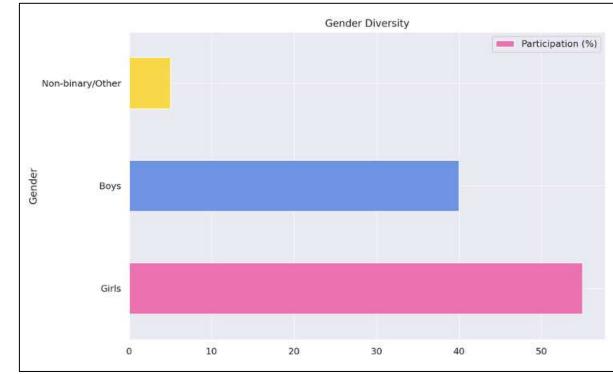
For many teen entrepreneurs, the most valuable learning happens outside the classroom. Platforms like YouTube, Substack, TikTok, and Discord have become informal but effective schools of business. Teens are teaching themselves everything from product pricing and inventory management to customer engagement strategies—often by trial and error.

#### As Krisha, a 15-year-old jewelry entrepreneur, put it:

"I never learned how to price a product in school. I figured it out from TikTok videos."

This reliance on self-directed learning underscores a missed opportunity within formal education to equip students with relevant, future-ready skills. Until traditional curricula evolve, teen entrepreneurs will continue to seek knowledge wherever they can—and often, they're succeeding in spite of the system, not because of it.





6.4 Gender and Diversity in Teen Entrepreneurship

The chart above illustrates gender representation within the teen entrepreneurship landscape. The data reveals a notable trend: girls currently lead in participation, accounting for the highest percentage of teen entrepreneurs, followed by boys, and then a smaller but visible group identifying as non-binary or other.

#### a) Girls Leading the Way

Contrary to traditional assumptions that entrepreneurship is male-dominated, this data highlights the increasing leadership of girls in the teen startup space. Many are leveraging digital platforms to build businesses in sectors such as beauty, fashion, wellness, and social impact. Their ventures often emphasize brand storytelling, community engagement, and purpose-driven missions qualities that resonate strongly with Gen Z consumers.

#### b) Boys and Tech-Focused Ventures

While boys make up a slightly smaller portion of teen entrepreneurs, they remain significantly active, particularly in tech-driven sectors like app development, gaming, and e-commerce. Boys tend to gravitate toward product-based or scalable digital models and often explore technical skills like coding and automation.

#### c) Inclusion of Non-Binary and Gender-Diverse Youth

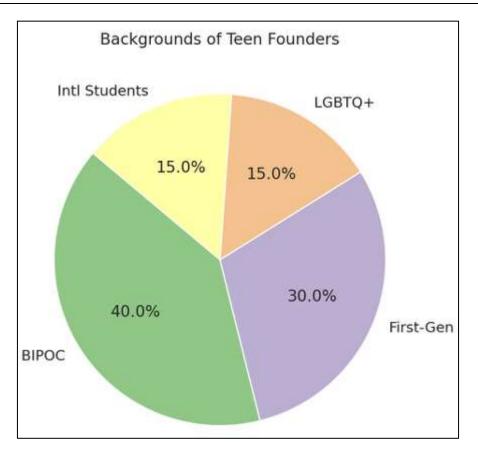
Although participation from non-binary or gender-diverse teens is currently lower, their involvement is growing. These young founders frequently use entrepreneurship as a form of self-expression and advocacy, creating inclusive brands and community-focused platforms. Their presence underscores the importance of creating safe, accessible, and affirming spaces in entrepreneurial ecosystems.

#### d) Implications for Support Systems

This data suggests a strong need for tailored support programs that recognize and build upon the diverse motivations, challenges, and strengths of teen entrepreneurs across gender identities. Schools, incubators, and policymakers should ensure that mentorship, funding, and training opportunities are inclusive, equitable, and responsive to the unique needs of all young innovators.

Teen entrepreneurship is breaking barriers-culturally, geographically, and economically.





# a. BIPOC and First-Gen Founders

Students from underrepresented communities often build businesses to solve problems in their own lives. Food insecurity, access to education, or community wellness. Despite systemic barriers (such as limited access to networks or funding), these students are building meaningful ventures.

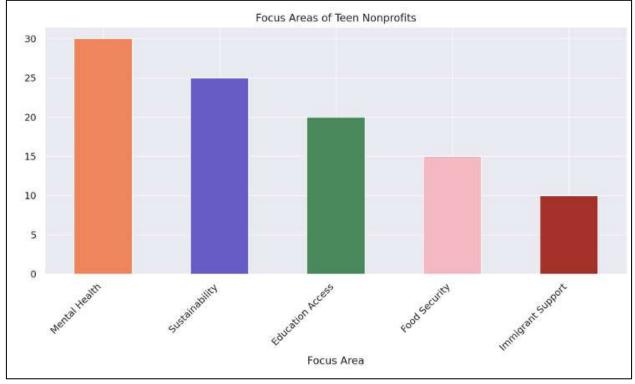
#### b. International Students

Many international teens bring a global mindset to their ventures. They use their cross-cultural experiences to build businesses that bridge cultural gaps, such as language-learning apps, diaspora-focused products, or international student support services.

#### c. LGBTQ+ Representation

Teen entrepreneurs who identify as LGBTQ+ often infuse their ventures with inclusivity and advocacy, using their platforms to support others in the community while building brands that are authentic and socially conscious.





6.5 The Nonprofit Model: Purpose Before Profit

Not all teen-led ventures are about making money. Many students launch nonprofit initiatives aimed at raising awareness, solving social problems, or creating spaces for marginalized voices.

# a. Common Focus Areas - Mental health support - Environmental sustainability - Access to education - Food security - Support for immigrant or refugee communities

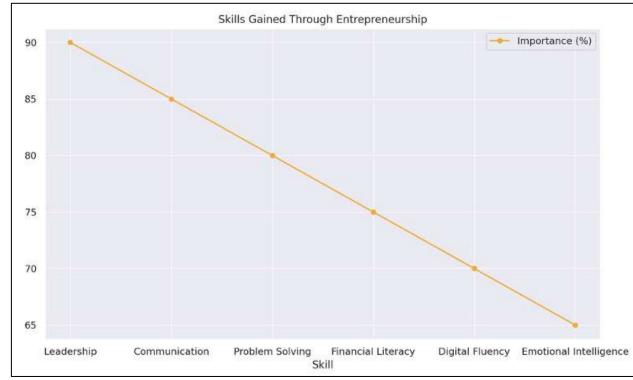
# b. Case Example: International Collaborative League (ICL)

ICL was founded to support international students navigating cultural adaptation, isolation, and identity. Through events, interviews, and storytelling, it fosters belonging, builds leadership, and amplifies underrepresented voices—all driven by teen founders.

- c. Nonprofit initiatives aimed at teens can obtain various forms of support, including:
- Youth grants from organizations like DoSomething.org and Ashoka Youth Ventures.
- Collaborations with schools that incorporate service-learning programs.
- Media coverage and nominations for awards from groups such as Girl Up and Global Teen Leader.

"I wasn't interested in starting a business just to sell something. I wanted to create a community for people like me," said a 16-year-old founder of a digital platform for immigrant teens.





6.6 Skills Learned Through Teen Entrepreneurship

Running a business as a teenager is more than just a résumé booster—it's a crash course in life skills you don't acquire until adulthood.

#### a. Leadership

From managing social media calendars to hiring peers for help, teen entrepreneurs take charge early. They learn to delegate, make decisions under pressure, and think long-term.

#### b. Communication

Whether pitching on Zoom, negotiating with vendors, emailing customers, or creating TikTok hooks, communication is constant. Teens become persuasive storytellers and confident presenters.

#### c. Problem Solving

Unexpected delays, supplier issues, tech breakdowns—the business constantly throws curveballs. Teen founders develop resourcefulness and adaptability that help them across every domain of life.

#### d. Financial Literacy

Profit margins, pricing models, budgeting, cost of goods sold, reinvestment strategies—teen entrepreneurs often learn more about money through their business than in any math class.

#### e. Digital Fluency

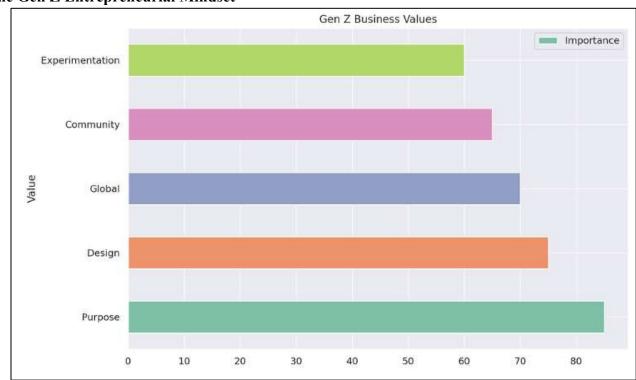
From Canva to Shopify, and Zapier to Notion, these founders master tools used by top-tier startups. They learn how to research SEO keywords, run A/B tests, analyze engagement metrics, and even code basic automations.

#### f. Emotional Intelligence

Responding to customer feedback, managing burnout, and collaborating with peers—emotional intelligence is at the core of any successful business.

"Running my business helped me understand people more than any psychology class ever could," shared a teen coach who offers peer mentorship via Zoom.





6.7 The Gen Z Entrepreneurial Mindset

Unlike previous generations, Generation Z approaches entrepreneurship not merely as a means of income, but as a lifestyle and form of self-expression. They are digital natives creators rather than just consumers who seek autonomy, purpose, and impact in their work. For Gen Z, building a business is as much about identity and values as it is about financial success.

#### a. Purpose Over Profit

A survey by The DoSomething Strategic found that 76% of Gen Z believe a company's values are more important than its profitability. Teen businesses often embed activism, sustainability, or mental health awareness into their brands.

#### b. Design-Driven Thinking

This generation has a sharp eye for branding, aesthetics, and UX. Their businesses often feature cohesive color palettes, minimalist packaging, and emotional storytelling.

#### c. Global Perspective

Many Gen Z entrepreneurs are building for global audiences. Whether TikTok virality or remote freelancing, they understand how to navigate cultural nuance and online communities.

#### d. Community First

Whether they sell hoodies or skincare, teens often focus on building **communities**, not just customer bases. Many use Discord servers, Instagram DMs, and newsletter groups to foster connection and loyalty.

#### e. Fearless Experimentation

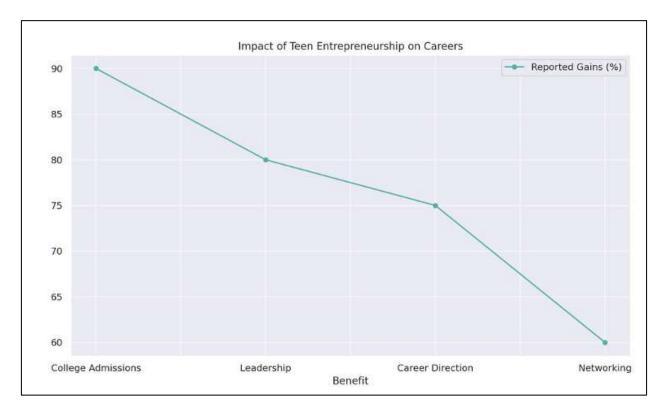
Gen Z isn't afraid to try, fail, pivot, and try again. They see entrepreneurship as an experiment, not a one-shot effort.

#### 6.8 Impact on Future Careers

For teen entrepreneurs, starting a business during high school is more than a short-term hustle—it's a transformative experience that lays the foundation for long-term personal and professional growth. The



skills, confidence, and networks they build often carry far beyond adolescence, influencing their educational paths and career trajectories in meaningful ways.



# a. College Admissions & Scholarships

Universities are increasingly looking for applicants who demonstrate initiative, leadership, and originality—traits that entrepreneurship cultivates. Teen founders often use their business experiences to craft compelling college essays, showcase problem-solving in interviews, and build standout portfolios. Their ventures also provide strong talking points for scholarship applications, setting them apart in a competitive academic landscape.

# b. Confidence and Leadership

Running a business builds real-world confidence. Teen entrepreneurs learn to pitch ideas, handle feedback, manage challenges, and make independent decisions. These skills often translate into leadership roles in other areas, such as student government, school organizations, nonprofit boards, or summer internships.

#### c. Career Direction

Entrepreneurial teens often gain early insight into their strengths and interests. Whether it's coding, digital marketing, design, or social advocacy, managing a business gives them firsthand experience in fields they may wish to pursue in higher education or as a career. This clarity helps them make more informed choices when selecting college majors or career paths.

#### d. Network Growth

Entrepreneurship opens doors to valuable networks. Teen founders often connect with mentors, collaborators, customers, and even investors through their ventures. These relationships can lead to internships, partnerships, or job offers—opportunities that many peers without entrepreneurial experience may not access.

As one high school junior from Austin shared:



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# "Because of my small business, I landed an internship at a VC firm. They were impressed that I already had customers and revenue."

In essence, the entrepreneurial journey empowers teens not only to build businesses, but also to build themselves, equipping them with the skills, direction, and relationships that shape future success.

### 7.0 Policy and Support Recommendations

As teen entrepreneurship continues to gain momentum, it is imperative that supportive structures evolve alongside it. While motivation and access to digital tools are critical enablers, long-term, inclusive success will require intentional interventions from governments, educational institutions, private sector platforms, and community stakeholders. The following recommendations outline strategic areas for policy and institutional support.

#### 7.1 Legal Reforms for Teen Founders

Current legal frameworks often exclude minors from essential aspects of business formation and operations. To empower youth-led entrepreneurship, legal reforms should enable teens to:

- Form legal business entities (e.g., LLCs) with minimal adult supervision.
- Open business bank accounts without requiring parental co-signers.
- Apply for youth-specific business licenses at the local or municipal level.

International models, such as those implemented in parts of Canada and the UK, have demonstrated that with appropriate safeguards, youth can responsibly manage legal business structures.

#### 7.2 Financial Support

Access to capital remains a significant barrier for teen entrepreneurs. To address this, targeted financial instruments should be developed, including:

- **Microgrants** from government agencies and private foundations to fund youth innovation competitions and business development.
- **Tax incentives or exemptions** for student-run enterprises that meet educational or developmental criteria.
- **Crowdfunding protections and guidance**, including age-appropriate terms and training modules on platforms like GoFundMe and Kickstarter, to ensure teens can fundraise safely and effectively.

#### 7.3 Curriculum Integration

Entrepreneurial education must become a core component of the secondary school experience, not a niche elective. School curricula should include:

- Financial literacy
- Entrepreneurship fundamentals
- Marketing and branding basics
- Digital tool proficiency
- Mindset development (e.g., resilience, adaptability, problem-solving)

Such education should be inclusive and accessible to all students, regardless of academic track or socioeconomic background.

#### 7.4 Mentorship Infrastructure

Access to experienced guidance is essential for young founders. Communities can foster this by:

• Partnering with **local chambers of commerce, universities, and tech incubators** to create structured mentorship programs.



• Encouraging platforms like **LinkedIn** to develop verified "Teen Creator" or "Student Entrepreneur" profiles with safe networking features tailored to youth.

# 7.5 Mental Health & Wellness Resources

Entrepreneurship can be demanding—especially when combined with the pressures of adolescence. To protect the well-being of teen founders:

- Schools should embed mental health education and wellness practices into entrepreneurial programs.
- Stress-management tools, peer support groups, and flexible academic policies should be made available to accommodate students balancing business and schoolwork.

Investing in these recommendations will not only ensure that teen entrepreneurs succeed in the short term but will also help build a generation of skilled, resilient, and socially conscious business leaders.

#### 8.0 Conclusion

Teen entrepreneurship in the digital age represents a transformative shift in how young people engage with the economy, technology, and society. No longer confined by traditional barriers such as capital requirements, legal constraints, or limited access to markets, teenagers are leveraging digital tools and platforms to build innovative, value-driven businesses from an early age. They are not only redefining what it means to be an entrepreneur, but also demonstrating that age is no barrier to creativity, leadership, and impact.

This study has explored the motivations behind teen-led ventures, the digital infrastructure enabling their growth, the business models they prefer, and the challenges they face—from legal and financial hurdles to gaps in formal education and adult skepticism. It has also examined the profound influence that these entrepreneurial experiences have on teens' confidence, career direction, and future opportunities.

Importantly, the findings underscore the need for systemic support. If teen entrepreneurship is to grow sustainably and equitably, it must be matched with responsive policies, inclusive educational frameworks, accessible financial instruments, and targeted mental health resources.

Legal reforms, school-based entrepreneurship curricula, mentorship networks, and funding initiatives must evolve to meet the needs of this new generation of digital entrepreneurs.

Gen Z is proving that entrepreneurship is more than a means to earn, it is a medium for purpose, expression, and empowerment. As they continue to innovate, influence, and inspire, society must move from celebrating teen entrepreneurship as a trend to supporting it as a vital pillar of future economic and social development.

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