April 4, 2022

Chair Mohamud Noor 397 Rev. Dr. Martin Luther King Jr. Blvd St. Paul, MN 55155

Dear Chair Noor and House Workforce and Business Development Committee members,

The Minnesota Council of Nonprofits (MCN) is the largest statewide association of nonprofits in the country, representing over 2,300 member organizations across the state. Through MCN, nonprofits join together across interest areas to work on issues of common interest to all. MCN works to inform, promote, connect, and strengthen individual nonprofits and the nonprofit sector.

Today your committee is walking through the Workforce and Business Development omnibus bill which we are disappointed to see does not include a proposed **Nonprofit Relief Fund.** This legislation would provide vital support for the nonprofit sector following two years of a pandemic with unpredictable funding streams and increased demand in services.

Below our signatures, please find a statement of support for a Nonprofit Relief Fund, signed by nearly 150 Minnesota organizations.

A Nonprofit Relief Fund would provide one-time grants to eligible nonprofits that have suffered financial distress as a result of the COVID-19 pandemic, and is modeled on the Small Business Relief Grant program through the Department of Employment and Economic Development. Nonprofits are eligible recipients of federal ARPA dollars, and so a Nonprofit Relief Fund could be funded through the state's general fund or remaining ARPA federal funds.

The MN nonprofit sector employs 14% of the state's workforce and our sector has been significantly impacted by the pandemic. As of December 2021, 44% of nonprofits are still seeing an increase in demand for services yet only 47% can operate for 12 months or less before they exhibit financial distress.

Nonprofits have largely been left out of state and federal relief funds throughout the COVID-19 pandemic. Nonprofits have stepped up to fill in the gaps in communities across the state of Minnesota by providing needed services such as: rent support, nutrition, transportation, workforce training, mental health services, and more. A Nonprofit Relief Fund would support nonprofits' financial stability so they can continue to provide essential services to residents across Minnesota.

If you have any questions, please contact Marie Ellis, public policy director, at the Minnesota Council of Nonprofits at 651-757-3060 or mellis@minnesotanonprofits.org. Thank you for your continuing partnership as we work together to serve the communities of Minnesota.

Regional chapters in:

Central Minnesota
Northeast Minnesota
Northwest Minnesota

Southeast Minnesota

South Central/Southwest Minnesota

West Central Minnesota

Sincerely,

Nonoto Seto

Nonoko Sato Executive Director

marie ellis

Marie Ellis Public Policy Director

Statement of Support for Nonprofit Relief Fund:

We support the creation of a nonprofit relief fund, providing general operating grants to targeted nonprofits in Minnesota. An increased demand in services, loss of revenue, increased costs for new technology and health safety measures, uncertainty about future funding, a diminished volunteer force, and a shrinking workforce are straining our organizations to their limits. The nonprofit sector has played a critical role in supporting Minnesota's communities throughout the COVID-19 pandemic, and we request financial relief to continue that support as our communities experience, recover, and rebuild from COVID-19.

1 Day At A Time 1st Step Housing Consultant A Chance To Grow. Inc. Academy of Whole Learning AMAZE AMWAG Animal Allies Humane Society, Inc. Appetite For Change Ascension Place, Inc., dba Haven Housing **Big Brothers Big Sisters Twin Cities** Blue Water Theatre Company **Bluebirds & Blooms Brothers EMpowered** CAAM Chinese Dance Theater Camp Fire Minnesota CAPIUSA Caponi Art Park Central Minnesota Community **Empowerment Organization** Cerenity Senior Care-Humboldt **Channel One Regional Food Bank** Children's Law Center of Minnesota Chinese Social Service Center **Cultural Diversity Resources** Duluth Makerspace East Side Neighborhood Services **Elpis Enterprises**

Ely Folk School Emma Norton Services Excelsior Christkindlsmarkt Inc. **Family Service Rochester FMW Nonprofit Solutions** Foci MCGA Frank Theatre Gifts for Seniors **Green T Productions** Grove City Area Care Living at Home Program HandsOn Twin Cities **Haven Housing** Headway Emotional Health Services Hispanic Outreach of Goodhue County **INspiring SIGHT Interact Center** Interact Center for the Visual & Performing Arts Jewish Community Relations Council of Minnesota and the Dakotas **Keystone Community Services Kids In Need Foundation** Legacy Family Center LegalCORPS Living at Home Network Loaves & Fishes Lutheran Social Service of Minnesota

Marshall Food4Kids Memorialize the Movement Metropolitan Alliance of Connected Communities Metropolitan Area Agency on Aging, Inc. d/b/a/ Trellis Minnesota Alliance of Boys & Girls Clubs Minnesota Center for Book Arts Minnesota Center for Employee Ownership Minnesota Community Health Workers Alliance Minnesota Council on Foundations Minnesota Fringe Festival Minnesota Lakes and Rivers Minority Business Growth Alliance **Missions Inc. Programs** MORE Morrison County United Way Mount Olivet Rolling Acres, Inc. **Music Saint Croix** Nate's Community Garage North Shore Area Partners Northeast Contemporary Services, Inc. Northwest Minnesota Foundation Partners for Affordable Housing Partners for Housing Partnership Resources Inc **Pawsitive Perspectives Assistance** Dogs (PawPADs) **Pearl Crisis Center** Phyllis Wheatley Community Center PRISM **Propel Nonprofits** Reach for Resources, Inc. RECLAIM **Reviving Sisterhood Rice County Area United Way River Valley Health Services** Safe Families for Children - Greater **Twin Cities** Safe Families For Children -West Central

Safe Haven Shelter & Resource Center Sahan Journal SAVEC (St Anthony Villagers for Equity and Community) Semilla Center for Healing and the Arts SEWA-AIFW Sheridan Nghbd Org **Skewed Visions** Social Venture Partners MN Southeast Seniors STRIPES University Teamsters Service Bureau | Minnesota Job Partners **Telling Queer History Textile Center of Minnesota** The Arc Minnesota The Bridge for Youth The Family Partnership The Film Society of Minneapolis St. Paul The Phoenix Residence Inc. The sheltering Arms Foundation **Thrive Family Recovery Resources Trust Incorporated** Tubman Unite Cloud United Way of Becker County United Way of Carlton County United Way of Northeastern Minnesota United Ways of Minnesota **Urban Solutions VINE** Faith in Action **Violence Intervention Project** Washburn Center for Children White Bear Center for the Arts Will Work for Recovery WoMN ACT Wright County Community Action Inc. Youth Farm YWCA Mankato **YWCA Minneapolis**