To Co-Chair Heintzeman, Co-Chair Fischer, and the members of the House Environment and Natural Resources Finance and Policy Committee:

Thank you for allowing our organizations to express our support for HF2293 (Hollins), the bill to fund the new Community Grants Program.

Last November with 77.5% support, voters approved constitutionally re-dedicating a portion of state lottery proceeds into the Environment and Natural Resources Trust Fund (ENRTF). Importantly, voters approved increasing the amount that can be spent from the Trust Fund each year from 5.5% to 7.0%. This new 1.5% of the ENRTF is directed to a new Community Grants Program through the Minnesota DNR. HF2293 is simply an appropriation for fiscal year 2026, and 1.5% of the ENRTF value amounts to \$28.18 million. The separate 5.5% of the ENRTF remains dedicated to the Legislative-Citizen Commission on Minnesota Resources (LCCMR) process, just as it has been for decades.

The new Community Grants Program was created so that new and smaller grantees can access ENRTF funds in ways that are not feasible in the LCCMR process. The same constitutional protections that cover LCCMR recommendations also pertain to the new 1.5% for Community Grants. The constitutional protections read, "[T]he assets of the fund shall be appropriated by law for the public purposes of protection, conservation, preservation, and enhancement of the state's air, water, land, fish, wildlife, and other natural resources."

Many people recognize the LCCMR as an important source of funding for natural resource related projects. However, the LCCMR process is oversubscribed, and has been challenging and burdensome for small organizations, communities and projects to access. The new Community Grants Program is designed to help smaller projects hit the ground faster and in communities that would otherwise struggle to navigate LCCMR, so that ENRTF dollars can reach more communities and grantees across the state.

The Minnesota DNR has been working with stakeholders for almost 2 years in preparation for the new Community Grants Program, and we anticipate the new Advisory Council to be open for applications this spring. Once appointed, the Advisory Council is designed to help oversee and advise the DNR set up and administer the new Community Grants Program. The DNR manages many successful grant programs and their traditional grant management safeguards are expected to apply to the Community Grants Program, and final decision-making authority remains with the agency.

With diminishing funding opportunities coming from the federal government, and increasing demand for ENRTF funding, this is the perfect time for the Community Grants

Program to begin with the appropriation from HF 2293 so that more Minnesota communities can access ENRTF dollars to improve our shared Great Outdoors.

Alliance for Sustainability

Barbette Restaurant & Amusements

Bicycle Alliance of Minnesota

Book Club

Bread & Pickle - Lake Harriet

Brainerd Area Coalition for Peace

Central Lakes College Natural Resources Club

Chester Bowl Improvement Club

City of Richfield

Clean River Partners

Clean Water Action

COGGS

Conservation Minnesota

Discover the Range

Fergus Falls Fish & Game Club

Friends of the Boundary Waters

Friends of the Mississippi River

Freshwater

Gigi's Café

Great River Greening

Green Cities Accord

Lakeville Friends of the Environment

Marine Retailers Association of the Americas

Minnesota Bird Coalition

Minnesota Chapter of Backcountry Hunters and Anglers

Minnesota Deer Hunters Association

Minnesota Division Izaak Walton League of America

Minnesota Forestry Association

Minnesota Mycological Society

Minnesota Ski Areas Association

New Ulm Area Sport Fishermen

North Country Trail Association

Northern Star Scouting

Northern Waters Land Trust

Pat's Tap Skee-Club & Gastro Pub

Placemaker Hospitality

Pollinator Friendly Alliance

Prairie Lakes Audubon Chapter

Prairie Woods Chapter of the Izaak Walton League of America

Reuse Minnesota

Science Museum of Minnesota

Sierra Club North Star Chapter

Sportsmen for the Boundary Waters

The Coalition for a Clean Minnesota River

The Minneapolis Foundation

The Nature Conservancy

Tiny Diner

Trapeze Bubbles & Toasts

Trust for Public Land

UMN Extension Regional Sustainable Development Partnerships

Urban Bird Collective



318 Landmark Center 75 West Fifth Street Saint Paul, MN 55102 www.MEPartnership.org (651) 290–0154

March 26, 2025

Minnesota House Environment and Natural Resources Finance and Policy Committee Co-Chairs Peter Fischer and Josh Heintzeman

Dear Co-Chair Fischer, Co-Chair Heintzeman, and members,

On behalf of the Minnesota Environmental Partnership and the organizations listed below, I would like to express our coalition's support for HF 2293, the bill to appropriate dollars from the Environment and Natural Resources Trust Fund (ENRTF) to the new Community Grants program as provided in statute.

In November, an overwhelming majority of Minnesotans, including a majority of every county, voted to renew the ENRTF's constitutional share of lottery dollars. Thanks to the legislation that authorized this ballot measure, we also created the Community Grants program and enabled the ENRTF spending increase to fund it.

The Community Grants program is designed to empower small organizations and disadvantaged communities that have historically lacked the means to access the ENRTF funding process under the Legislative-Citizen Commission on Minnesota Resources (LCCMR). It will extend the reach of the lottery proceeds to benefit grassroots projects and local organizations across the state, supporting protection of our natural resources, pollution prevention, and environmental education. This program will be run by the DNR but overseen by an advisory council of Minnesotans representing our state's diversity and deep environmental expertise.

Public participation by all in protecting and enhancing our environment is a fundamental value here in Minnesota, and the Community Grants program is in keeping with that value. It will provide small organizations across the state the chance to make a direct, visible impact on the environmental well-being of their communities.

We encourage you to vote in favor of HF 2293 to appropriate all funds directed under current law for the Community Grants program. We ask that you respect the will of the voters and give Minnesotans the opportunity to lead on making their communities cleaner and healthier.

Sincerely,

Steve Morse

Executive Director

Submitted on behalf of the organizations listed on the following page.

Alliance for Sustainability

Audubon Upper Mississippi River

Austin Audubon Society*

Austin Coalition for Environmental Sustainability

Bicycle Alliance of Minnesota

Central Minnesota Audubon Society, Inc*

Clean River Partners

Climate Generation

Climate Land Leaders

CURE MN

Environmental Initiative

Eureka Recycling

Friends of Minnesota Scientific and Natural Areas

Friends of the Boundary Waters

Izaak Walton League Minnesota Division

League of Women Voters Duluth

League of Women Voters Minnesota

Lutheran Advocacy - Minnesota

Metro Blooms*

Minnesota Center for Environmental Advocacy

Minnesota Well Owners Organization

Mississippi Headwaters Audubon Society*

MN350

Move Minnesota

Pollinator Friendly Alliance

Renewing the Countryside

Resilient Cities and Communities

Saint Paul Bird Alliance

Sustainable Farming Association

Third Act Minnesota

WaterLegacy

Zumbro Valley Audubon Society*

^{*}denotes non-MEP member



March 26, 2025

Minnesota House Environment and Natural Resources Finance and Policy Committee Co-Chairs Peter Fischer and Josh Heintzeman

Dear Co-Chair Fischer, Co-Chair Heintzeman, and members,

On behalf of Environmental Initiative, I would like to express our organization's support for H.F. 2293, the bill to appropriate dollars from the Environment and Natural Resources Trust Fund (ENRTF) to the new Community Grants program as provided in statute.

Environmental Initiative is a nonprofit organization that brings together people from business, nonprofits, community, and government to solve environmental challenges in partnership. Since 2021, Environmental Initiative and Rainbow Research have co-convened a coalition of BIPOC environmental leaders and mainstream environmental organizations to build consensus around the need for a more accessible ENRTF grant program—one that recognizes the systemic barriers preventing rural-led community groups, Tribal Nations, small nonprofits, and BIPOC-led organizations from accessing ENRTF dollars through the traditional LCCMR process.

Many years of conversation helped shape the vision for the Community Grants Program and advocacy for its passage in 2023. With grant program administration from the Minnesota Department of Natural Resources (DNR) and oversight from a statewide advisory council of experienced community and environmental leaders, this program will help ensure funding reaches more communities and supports locally led solutions across Minnesota.

Environmental Initiative, BIPOC leaders, and environmental groups in the partnership have connected with leaders from rural communities, Tribal Nations, and BIPOC organizations statewide about the community grants program. Many groups have project ideas they are ready to pursue. Alongside our partners, we will continue to engage community leaders so the grants can have a positive impact around our state as envisioned in the law.

With voters' overwhelming support in 2024 to renew and expand the ENRTF, Minnesotans clearly signaled their desire for public investments that benefit all communities—not just those with the means to front load programmatic expenses and capacity to navigate the existing LCCMR process. H.F. 2293 follows through on that mandate by fully funding a program designed to meet communities where they are and fortify grassroots, community-led environmental solutions.

We support H.F. 2293 because it will:

- Increase distribution and use of ENRTF funds across Minnesota by directing resources to communities and organizations that experience barriers in the current LCCMR process.
- Support and strengthen the capacity of rural-led community groups, Tribal Nations, small nonprofits, and BIPOC-led organizations to further deploy their specialized skills and local knowledge for the benefit of our natural resources and all Minnesotans.
- Complement and enhance LCCMR's stable and long-term funding to protect, conserve, and restore Minnesota's air, land, and water.

We urge you to vote in favor of H.F. 2293 and appropriate the full 1.5% of ENRTF funds as intended by voters. This is an opportunity to deploy a transformative funding source that supports local problem-solving, strengthens environmental outcomes, and builds long-term capacity where it's needed most.

Sincerely,

Mike Harley

Executive Director