



February 27, 2025

Representative Dave Baker, Chair
 Workforce, Labor, and Economic Development Finance and Policy Committee
 2nd Floor Centennial Office Building
 St. Paul, MN 55155

Dear Representative Baker,

Thank you for hearing House File 8 related to permitting efficiency. The Red River Watershed Management Board (RRWMB) supports the efforts of the Minnesota Chamber of Commerce and its partners to streamline permitting and environmental review processes in Minnesota. The RRWMB has the following projects currently in its funding process, with financial commitments of \$39,217,667.

Total investment in these projects to date, including local and state funding is approximately \$70 million – with none of these projects being operational yet. RRWMB membership has spent approximately \$5,055,000 on permitting and environmental review for these ten projects, which is approximately 30 percent of non-construction costs.

Project	Local Permits 24%	State Permits 62%	Federal Permits 13%	Private Permits⁴ 1%	Total 100%
Klondike ¹	8	8	2	0	18
Redpath ¹	4	7	2	1	14
Nelson Slough	1	5	1	0	7
Lilac Ridge	1	5	1	0	7
Newfolden ¹	1	4	1	0	6
Swift Coulee ²	1	6	1	0	8
Pine Lake ³	1	6	1	0	8
Roseau	2	6	1	0	9
Whitney Site A	1	4	1	0	6
Whitney Site C	1	4	1	0	6
Total	21	55	12	1	89

¹Projects currently under construction.

²Anticipated to be in the RRWMB funding process in calendar year 2025.

³Completed but still in the RRWMB funding process.

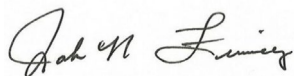
⁴Railroad company permit.

The level of effort is high to conduct environmental review and to obtain permits, approvals, and authorizations from state and federal agencies for flood mitigation/water storage and related projects. Some permit and environmental review processes can take years. The following list highlights some of the issues that our member watershed districts encounter when permitting water storage/flood mitigation projects in Northwest Minnesota – Red River Basin (RRB):

- **Number of Permits and Approvals Required:** The average number of permits and approvals needed for RRB projects is nine. There are also fifteen projects at the concept and development phase in addition to current RRWMB funded projects listed above. There is potential for 135 permits for these fifteen projects if they move to construction and operation. One example of required permits is included for the Redpath Impoundment in the Bois de Sioux Watershed District (Page 3).
- **Streamlining of State Agency Processes:** Agencies have differing permitting and environmental review processes and procedures. This adds to the level of effort and complexity to apply for permits and to move projects through environmental review.
- **Coordination of State and Federal Agencies:** For most projects in the RRB, it is our experience that state permitting and environmental review cannot suffice for federal processes. This results in duplication of effort, delays, and inefficiency, which causes increased costs for local government. As an example, joint watershed district and DNR projects on state land must go through review by the USFWS if federal funds were originally used for land acquisition. Land exchanges are another area that can cause considerable time delays if there are school trust lands involved.
- **Lilac Ridge Project Example:** This Project was under development by the Middle-Snake-Tamarac Rivers Watershed District (MSTRWD) in the RRB. Over \$800,000 was spent by the MSTRWD and federal government on permitting and environmental review. The Project has been halted and will not move forward due to a unique wetland type being identified at the Project site late during project development.
- **What is Needed?** Permitting and environmental review efficiency and streamlining and higher levels of coordination between state and federal agencies.

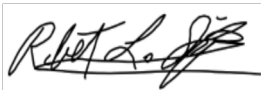
Thank you for the opportunity to comment. The RRWMB and its membership look forward to collaborating with you on streamlining permitting and environmental review processes in Minnesota. We also thank Representative Josh Heintzeman and Senator Grant Hauschild for introducing House File 8 and Senate File 577. We greatly appreciate the Committee's consideration of House File 8. Thanks again.

Sincerely,



John Finney
President, RRWMB

Sincerely



Robert L. Sip
Executive Director, RRWMB

CC: Representative Josh Heintzeman and Senator Grant Hauschild

**Redpath Impoundment Project - Bois de Sioux Watershed District
Permits and Approvals Required by all Entities**

Agency	Permit Application	Description	Status
Federal			
United States Army Corps of Engineers	Section 408	For work modifying JD 14 (federal project)	Approved July 2022
	Section 404	Placement of fill in waters of the U.S.	Approved July 2022
State			
Minnesota Pollution Control Agency	NDPES/SWPPP	Pollution Prevention during construction activity	To be Submitted Prior to Construction
	Section 401	Possible for Water Quality Certification (MPCA in process of updating requirements)	Not Needed at this time
Minnesota Department of Natural Resources	Work in Public Waters	Work effecting Mustinka River	Approved Nov 2021
	Dam Safety Permit	Embankment / Spillway	Approved Nov 2021
	MN Stat. 103E. Ditch Improvement	TCD 35 Improvement	Approved Jan 2022
Minnesota Board of Water and Soil Resources	103D Project Development	Required for Watershed District to establish project.	Approved August 2022
Local			
Grant County Highway Department / Gorton Township	Work to Public Roadways and/or Agreement for change to road	For work to 330 th Ave and County Road 31	To be Submitted Prior to Construction
Traverse County Highway Department / Redpath Township	Work to Public Roadways and/or Agreement for change to road	For work to CSAH 13, 750 th Ave, 760 th Ave, 770 th Ave, CR-67, CR-90, and 700 th Street.	Approved Dec 2021
Bois de Sioux Watershed District	N/A	Project Proposer- Additional Permits are not Anticipated	N/A
Grant County	Zoning Variance / Approval		Not needed
Traverse County	Zoning Variance / Approval		Not needed
Traverse County SWCD	Minnesota Wetland Conservation Act	Impacts to surrounding wetlands	Approved in 2016
Private			
BNSF Railroad	Work within Right of Way	Grading of JD 14 and Berms	To be Submitted Prior to Construction

Collaboration on Surface Water Management in Northwest Minnesota – The Red River Basin Model: In the RRB, agencies and partners at all levels are involved in the 1998 RRB Mediation Agreement related to flood damage reduction and related natural resources projects. The Flood Damage Reduction Work Group implements the Agreement and state agencies recommitted to the process in January 2021. A document illustrating the Red River Basin Model can be found here:

[The Red River Basin Model July 2, 2024 - Adobe cloud storage](https://acrobat.adobe.com/id/urn:aaid:sc:va6c2:af176a47-0ef9-4315-b38a-9f6d1e0335d3)
<https://acrobat.adobe.com/id/urn:aaid:sc:va6c2:af176a47-0ef9-4315-b38a-9f6d1e0335d3>

Every \$1 Invested in Hazard Mitigation Saves \$6 According to the National Institute of Building Sciences. Source: FEMA - <https://www.nibs.org/reports/natural-hazard-mitigation-saves-2019-report>