

MCF PUBLIC POLICY COMPENDIUM

Approved Dec 2022

GOAL 1: EXPAND PHILANTHROPY, CHARITABLE GIVING AND MINNESOTA'S COMMUNITY OF GRANTMAKERS.

Public Trust in Philanthropy. MCF creates public trust for philanthropy by advancing policies that promote effective, ethical, and accountable practice that are consistent with MCF's Principles for Philanthropy and companion publications.

Positions:

1. **Accountability and Communication [MONITOR].** When it presents a useful and reasonable opportunity to improve practices, engage in policy discussions to support accountability and communication practices reflected in MCF's Principles for Philanthropy and companion publications. *[Adopted: 12/2014 – Expired: 12/2018. Extended: 12/2020. Extended 12/2023.]*
2. **Compensation [MONITOR].** When it presents a useful and reasonable opportunity to improve practices, engage in policy discussions around compensation practices reflected in MCF's Principles for Philanthropy and companion publications. *[Adopted: 12/2014 – Expired: 12/2018. Extended: 12/2020. Extended 12/2023.]*
3. **Administrative Expenses [MONITOR].** Support recognition of administrative expenses that allow grantmakers to conduct their work effectively and responsively and in a manner consistent with MCF's Principles for Philanthropy and companion publications. *[Adopted: 12/2014 – Expired: 12/2018. Extended: 12/2020. Extended 12/2023.]*

Value of Charitable Giving. MCF affirms philanthropy and charitable giving promote the common good and are essential expressions of civic engagement in a democratic society that should be valued and supported through tax policies and regulations.

Positions:

1. **Charitable Giving Incentives [ADVOCATE].** Support state and federal tax laws that would increase overall charitable giving and expand who can access charitable giving incentives, recognizing that different types of giving (annual giving, endowment giving, workplace giving, etc.) may require different kinds of incentives. Balance this support with consideration for sustaining government's capacity to support core services that are critical to achieving equity. *[Adopted 12/2019 – Expires 12/2022. Extended: 12/2025.]*
2. **Transfer Taxes [SUPPORT].** Support reasonable wealth transfer taxes, such as the estate tax and gift tax, which have the effect of encouraging charitable giving and helping sustain the government's capacity to support core services that are critical to achieving equity. *[Adopted 12/2019 – Expires 12/2022. Extended: 12/2025.]*
3. **Payout Rules and Excise Taxes [ADVOCATE].** Support simple payout rules and reasonable excise taxes that do not impinge on a grantmaker's ability to carry out its mission, grantmaking, or fiduciary responsibilities. Support payout and excise tax policies that encourage efficient operations, maintain public trust, and enhance grantmaking impact and community benefit. *[Adopted 12/2019 – Expires 12/2022. Adopted through 12/2025]*

4. **Donor Advised Funds and Stewardship Services [SUPPORT].** Support fund management tools that provide donors of all income levels and varied cultural practices the opportunity to participate in philanthropy through the stewardship services of community foundations or other supporting organizations. Support having and enforcing fund inactivity policies and promoting transparency, community benefit, and public trust while protecting donor privacy. *[Adopted 12/2019 – Expires 12/2022. Adopted through 12/2025]*

Sales and Property Tax Exemptions [MONITOR]. Support exemptions from sales or property taxes for Minnesota charities. *[Adopted: 12/2014; Renewed 12/2016 – Expires: 12/2019.: Renewed 12/2019 – Expires 12/2022; Expired: 2022]*

5. **Impact Investing [SUPPORT].** Support grantmakers' ability to prudently invest assets in activities that directly advance their mission and community impact. *[Adopted: 12/2014; Renewed 12/2016 – Expires: 12/2019. Extend through 12/2020. Extended 12/2023.]*

Role of the Charitable Sector. MCF advances policies that enable the nonprofit and philanthropic community to fulfill its role in strengthening communities and sustaining a thriving democracy.

Positions:

1. **Advocacy, Public Policy and Lobbying [ADVOCATE].** Support the rights of charities, including private foundations, to participate in advocacy, public policy and lobbying, while maintaining prohibitions from participating in partisan activities. *[Adopted: 12/2014 – Expired: 12/2017. Renewed 12/2019 – Expires 12/2022. Adopted through 12/2025]*
2. **Shifting of Public Costs [SUPPORT].** Oppose shifting the responsibility and costs for government programs to the charitable sector, particularly without considering the capacity of philanthropy and nonprofit organizations to accommodate proposed changes. *[Adopted: 12/2014 – Expired: 12/2017. Renewed 12/2019 – Expires 12/2022. Adopted through 12/2025]*
3. **Adequate Funding for Oversight [SUPPORT].** Support adequate resources for the Minnesota Attorney General's office to provide oversight of charities and trusts that promotes accountability and responds to the growth in the charitable sector. Balance this support with consideration for efficient operations and maximization of grantmaking impact. *[Adopted: 12/2014 – Expired: 12/2017. Renewed 12/2019 – Expires 12/2022. Adopted through 12/2025]*
4. **Appropriate Administrative Costs [ADVOCATE].** Support efforts to ensure that state agencies and their nonprofit intermediary partners are able to sufficiently cover their administrative costs that allow them to effectively and equitably administer public grant and loan programs. *[Adopted through 12/2025]*
5. **Funds to Nonprofits and Foundations [ADVOCATE].** Encourage the legislature and the Office of Grants Management to support state agencies in conducting appropriate due diligence and grant oversight when entering into grant and contract agreements with nonprofits and foundations. Support proposals that promote equity, efficiency, community benefit, and accountability and that do not harm or place undue burdens on public grant recipients. *[Adopted through 12/2025]*

GOAL 2: CREATE A MORE PROSPEROUS, INCLUSIVE AND EQUITABLE MINNESOTA BY ELIMINATING DISPARITIES.

Democracy and Civic Engagement. MCF advocates for policies that preserve and strengthen democratic systems and civic engagement and relieve barriers of structural racism or economic inequity that limit full participation.

Positions:

1. **Census, Redistricting and the American Community Survey [LEAD/ADVOCATE].** Support community-focused redistricting processes and reforms as well as adequate funding and well-researched improvements for the decennial Census and American Community Survey to ensure fair representation and allocation of resources, and access to complete and reliable data that reflects communities and supports community engagement, planning and economic development. *[Adopted: 12/2013, Renewed: 12/2016 – Expires: 12/2019. Renewed through 12/2021. Renewed through 12/2024]*
2. **Voter Engagement [ADVOCATE].** Promote expansion and protection of voting rights and voting access, with a particular focus on historically marginalized and disenfranchised communities. *[Adopted: 1/2016 – Expired: 3/2019. Renewed through 12/2021. Renewed through 12/2024]*

Basic Needs and Human Dignity. MCF affirms that all people in Minnesota must have their basic needs met and experience dignity, equity, freedom, justice, and opportunity.

Positions:

1. **Early Childhood Education and Development [SUPPORT].** Support advocacy efforts of the Start Early Funders Coalition, which is working to ensure all children in Minnesota are ready for kindergarten by providing equitable access to high quality, culturally competent programs that support the needs of both families and children from pre-natal to age five. *[Adopted: 12/2013, Renewed: 12/2017 – Expires 12/2018; Renewed: 06/2018 – Expires: 06/2021. Renewed through 12/2024]*
2. **Housing Stability [SUPPORT].** Support advocacy efforts of the Heading Home Minnesota Funders Collaborative, which is working to achieve statewide housing stability and prevent homelessness. *[Adopted 12/2021 – Expires: 12/2024]*
3. **Equitable Disaster System in Minnesota [ADVOCATE].** Support state policy initiatives that promote disaster preparedness, response, recovery, and mitigation by strengthening Minnesota’s disaster system and equitably supporting and serving historically marginalized communities, responding to their needs, and defining a realistic and effective role for philanthropy. *[Adopted: 12/2013, Renewed: 12/2016 – Expired: 12/2017. Extend through 12/2020. Renewed 12/2020 – 12/2023.]*

For more information visit mcf.org or contact Katina Mortensen, MCF Director of Public Policy kmortensen@mcf.org, 612.335.3597