CNJG Council of New Jersey Grantmakers

Summary: Making Sense of Federal Policy Series

Funder Briefing: 7

Date: April 24, 2025

Topic: Making Sense of Federal Policy: Understanding What it Means for NJ: Arts

Speakers: Nadia Elokdah, Vice President and Program Director — Grantmakers in the Arts; Vanessa Ramalho, Director of External Relations — ArtPride New Jersey;

HIGHLIGHTS

Grantmakers in the Arts - Nadia Elokdah

- The cultural sector is experiencing a period of political retrenchment, which is critical to understand for effective advocacy and strategy.
- It's important to be organized and strategic amidst rapid changes in federal policy that affect access to cultural expression.
- Recent federal actions have aimed to reshape cultural funding, impacting entities like the National Endowment for the Arts and the National Endowment for the Humanities.
- Impact of Funding Policy Changes
 - Restricted funding for programs linked to diversity, equity, and inclusion (DEI).
 - Funding freezes and shifts in agency priorities towards more ideologically driven initiatives.
 - The January 27th federal grant freeze particularly affected DEI-linked programs, creating uncertainty for organizations dependent on such funding.
 - Layoffs across various cultural organizations.
 - Cultural organizations have lost funding, affecting their ability to serve diverse populations and maintain programming.
 - The elimination of the Institute for Museum and Library Services (IMLS) funding has had widespread effects on library systems and cultural institutions nationwide.
 - These policies has led to self-censorship among artists and organizations concerned about potential repercussions from the government.
- What Can Funders Do:
 - Continue advocacy efforts while remaining aligned with missions, even amidst political pressures.
 - Understand legal rights and the distinction between gifts and contracts in grant-making to protect against potential challenges.

• Supporting DEI initiatives remains legally permissible under current laws, particularly for 501(c)(3) organizations.

• Adapt to changing policies while continuing to support DEI initiatives and cultural narratives.

• Leverage lessons learned during the COVID-19 pandemic to strengthen responses to current challenges.

Additional Resources

- <u>NASAA Support Good Arts Advocacy</u>
- Grantmakers in the Arts: Community Resources on the New Presidential Administration's Actions

ArtPride New Jersey - Vanessa Ramalho

• Statewide art service organization, with a mission to promote, advance and advocate for arts as essential to the quality of life for the people of NJ. Largest art service organization in the state.

• Community and Organizational Impact:

- NJ Council for Humanities funding was rescinded.
- NJ State Council of Arts regranting work has been impacted by funding loss.
- 60% of NEA funding goes to small organizations and with cuts small and medium-sized

organizations is particularly affected, as they often rely on federal funding for survival.

- Impact to research, resources for low-income and underserved communities
- Library resources around literacy, closure of libraries and the loss of programs that serve marginalized communities.
 - Erosion of community trust.
 - Fear of censorship and control of artistic expressions.

• The Role of Philanthropy:

• Need for funders to collaborate to effectively advocate for the arts and cultural funding.

• Provide unrestricted general operating support to allow organizations the flexibility to navigate these challenges.

- Ongoing communication with organizations to understand their needs and challenges in real-time.
- Engage in advocacy and support cross-sector collaboration to enhance resilience in the cultural sector.