By: Delisi, Coleman, McReynolds, Truitt, H.B. No. 289 Brown of Kaufman, et al.

A BILL TO BE ENTITLED

| 1 | AN ACT |
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| 2 | relating to the expansion of faith- and community-based health and |
| 3 | human services and social services initiatives. |
| 4 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 5 | SECTION 1. (a) Subtitle I, Title 4, Government Code, is |
| 6 | amended by adding Chapter 535 to read as follows: |
| 7 | CHAPTER 535. PROVISION OF HUMAN SERVICES AND OTHER |
| 8 | SOCIAL SERVICES THROUGH FAITH- AND COMMUNITY-BASED ORGANIZATIONS |
| 9 | SUBCHAPTER A. GENERAL PROVISIONS |
| 10 | Sec. 535.001. DEFINITIONS. In this chapter: |
| 11 | (1) "Community-based initiative" may include a |
| 12 | social, health, human services, or volunteer income tax assistance |
| 13 | initiative operated by a community-based organization. |
| 14 | (2) "Community-based organization" means a nonprofit |
| 15 | corporation or association that is located in close proximity to |
| 16 | the population the organization serves. |
| 17 | (3) "Faith-based initiative" means a social, health, |
| 18 | or human services initiative operated by a faith-based |
| 19 | organization. |
| 20 | (4) "Faith-based organization" means a nonprofit |
| 21 | corporation or association that: |
| 22 | (A) is operated through a religious or |
| 23 | denominational organization, including an organization that is |
| 24 | operated for religious, educational, or charitable purposes and |

- 1 that is operated, supervised, or controlled, wholly or partly, by
- or in connection with a religious organization; or
- 3 (B) clearly demonstrates through the
- 4 organization's mission statement, policies, or practices that the
- 5 organization is guided or motivated by religion.
- 6 Sec. 535.002. PURPOSE. The purpose of this chapter is to
- 7 strengthen the capacity of faith- and community-based
- 8 organizations and to forge stronger partnerships between those
- 9 organizations and state government for the legitimate public
- 10 purpose of providing charitable and social services to persons in
- 11 this state.
- 12 Sec. 535.003. CONSTRUCTION. This chapter may not be
- 13 construed to:
- 14 (1) exempt a faith- or community-based organization
- from any applicable state or federal law; or
- 16 (2) be an endorsement or sponsorship by this state of
- 17 the religious character, expression, beliefs, doctrines, or
- 18 practices of a faith-based organization.
- 19 Sec. 535.004. APPLICABILITY OF CERTAIN FEDERAL LAW.
- 20 power authorized or duty imposed under this chapter must be
- 21 performed in a manner that is consistent with 42 U.S.C. Section
- 22 604a.
- [Sections 535.005-535.050 reserved for expansion]
- 24 SUBCHAPTER B. GOVERNMENTAL LIAISONS FOR FAITH- AND
- 25 COMMUNITY-BASED ORGANIZATIONS
- Sec. 535.051. DESIGNATION OF FAITH- AND COMMUNITY-BASED
- 27 LIAISONS. (a) The executive commissioner, in consultation with

- 1 the governor, shall designate one employee from the commission and
- 2 from each health and human services agency to serve as a liaison for
- 3 faith- and community-based organizations.
- 4 (b) The chief administrative officer of each of the
- 5 following state agencies, in consultation with the governor, shall
- 6 <u>designate one employee from the agency to serve as a liaison for</u>
- 7 <u>faith- and community-based organizations:</u>
- 8 (1) the Office of Rural Community Affairs;
- 9 (2) the Texas Commission on Environmental Quality;
- 10 (3) the Texas Department of Criminal Justice;
- 11 (4) the Texas Department of Housing and Community
- 12 Affairs;
- 13 (5) the Texas Education Agency;
- 14 (6) the Texas Juvenile Probation Commission;
- 15 (7) the Texas Veterans Commission;
- 16 (8) the Texas Workforce Commission;
- 17 (9) the Texas Youth Commission; and
- 18 (10) other state agencies as determined by the
- 19 governor.
- Sec. 535.052. GENERAL DUTIES OF LIAISONS. A faith- and
- 21 community-based liaison designated under Section 535.051 shall:
- 22 <u>(1) identify and remove unnecessary barriers to</u>
- 23 partnerships between the state agency the liaison represents and
- 24 faith- and community-based organizations;
- 25 (2) provide information and training, if necessary,
- 26 for employees of the state agency the liaison represents regarding
- 27 equal opportunity standards for faith- and community-based

- 1 <u>organizations seeking to partner with state government;</u>
- 2 (3) facilitate the identification of practices with
- 3 <u>demonstrated</u> effectiveness for faith— and community-based
- 4 organizations that partner with the state agency the liaison
- 5 represents;
- 6 (4) work with the appropriate departments and programs
- 7 of the state agency the liaison represents to conduct outreach
- 8 efforts to inform and welcome faith- and community-based
- 9 organizations that have not traditionally formed partnerships with
- 10 the agency;
- 11 (5) coordinate all efforts with the governor's office
- of faith-based and community initiatives and provide information,
- 13 support, and assistance to that office as requested to the extent
- 14 permitted by law and if feasible; and
- 15 (6) attend conferences sponsored by federal agencies
- 16 and offices and other relevant entities to become and remain
- 17 informed of issues and developments regarding faith- and
- 18 community-based initiatives.
- 19 Sec. 535.053. INTERAGENCY COORDINATING GROUP. (a) The
- 20 <u>interagency coordinating group for faith- and community-based</u>
- 21 <u>initiatives is composed of each faith- and community-based liaison</u>
- designated under Section 535.051.
- 23 (b) The commission employee designated as a liaison under
- 24 Section 531.051 is the presiding officer of the interagency
- 25 coordinating group.
- 26 (c) The interagency coordinating group shall:
- 27 (1) meet periodically at the call of the presiding

1 officer; 2 (2) work across state agencies to facilitate the removal of unnecessary interagency barriers to partnerships 3 4 between state agencies and faith- and community-based 5 organizations; and 6 (3) operate in a manner that promotes effective 7 partnerships between those agencies and organizations to serve 8 residents of this state who need assistance. Sec. 535.054. REPORTS. (a) A liaison designated under 9 Section 535.051 shall: 10 (1) provide periodic reports to the executive 11 commissioner or other chief executive officer who designated the 12 liaison, as applicable, on a schedule determined by the person who 13 14 designated the liaison; and 15 (2) report annually to the governor's office of faith-16 and community-based initiatives and as necessary to the 17 administrative entity with which the commission contracts or awards a grant under Section 535.104 regarding the liaison's efforts to 18 comply with the duties imposed under Sections 535.052 and 535.053. 19 (b) Each report made under Subsection (a)(2) must be made 20 21 available to the public through posting on the office of the governor's Internet website and may be aggregated into a single 22 23 report for that purpose. 24 [Sections 535.055-535.100 reserved for expansion] 25 SUBCHAPTER C. RENEWING OUR COMMUNITIES ACCOUNT

means the renewing our communities account.

Sec. 535.101. DEFINITION. In this subchapter, "account"

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- Sec. 535.102. PURPOSES OF SUBCHAPTER. Recognizing that 1 2 faith- and community-based organizations provide a range of vital 3 charitable services to persons in this state, the purposes of this 4 subchapter are to: 5 (1) increase the impact and effectiveness of those 6 organizations; 7 (2) forge stronger partnerships between those organizations and state government so that communities are 8 empowered to serve persons in need and community capacity for 9 providing services is strengthened; and 10 (3) create a funding mechanism that builds on the 11 established efforts of those organizations and operates to create 12 new partnerships in local communities for the benefit of this 13
- Sec. 535.103. RENEWING OUR COMMUNITIES ACCOUNT. (a) The renewing our communities account is an account in the general revenue fund that may be appropriated only to the commission for the purposes and activities authorized by this subchapter and for reasonable administrative expenses under this subchapter.
- 20 (b) The account consists of:

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state.

- 21 (1) all money appropriated for the purposes of this 22 subchapter;
- 23 (2) any gifts, grants, or donations received for the 24 purposes of this subchapter; and
- 25 (3) interest earned on money in the account.
- 26 (c) The account is exempt from the application of Section 27 403.095.

| 1 | (d) The purposes of the account are to: |
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| 2 | (1) increase the capacity of faith- and |
| 3 | community-based organizations to provide charitable services and |
| 4 | to manage human resources and funds; |
| 5 | (2) assist local governmental entities in |
| 6 | establishing local offices to promote faith- and community-based |
| 7 | initiatives; and |
| 8 | (3) foster better partnerships between state |
| 9 | government and faith- and community-based organizations. |
| LO | Sec. 535.104. POWERS AND DUTIES REGARDING ACCOUNT. (a) The |
| L1 | <pre>commission shall:</pre> |
| L2 | (1) contract with the administrative entity |
| L3 | designated as the State Commission on National and Community |
| L4 | Service in accordance with the National and Community Service Act |
| L5 | of 1990 (42 U.S.C. Section 12501 et seq.) to administer funds |
| L6 | appropriated from the account in a manner that: |
| L7 | (A) consolidates the capacity of and strengthens |
| L8 | national service and community and faith- and community-based |
| L9 | initiatives; and |
| 20 | (B) leverages public and private funds to benefit |
| 21 | this state; |
| 22 | (2) develop a competitive process to be used in |
| 23 | awarding grants from account funds that is consistent with state |
| 24 | law and includes objective selection criteria; |
| 25 | (3) oversee the delivery of training and other |
| 26 | assistance activities under this subchapter; |
| 7 | (1) develop criteria limiting awards of grants under |

- 1 Section 535.105(1)(A) to small and medium-sized faith- and
- 2 community-based organizations that provide charitable services to
- 3 persons in this state;
- 4 (5) establish general state priorities for the
- 5 account;
- 6 (6) establish and monitor performance and outcome
- 7 measures for persons to whom grants are awarded under this
- 8 subchapter; and
- 9 (7) establish policies and procedures to ensure that
- any money appropriated from the account to the commission that is
- 11 allocated to build the capacity of a faith-based organization or
- 12 for a faith-based initiative, including money allocated for the
- 13 establishment of the advisory committee under Section 535.108, is
- 14 not used to advance a sectarian purpose.
- 15 (b) Instead of contracting with the administrative entity
- described by Subsection (a)(1), the commission may award account
- 17 funds appropriated to the commission to the administrative entity
- in the form of a grant if the entity is a nonprofit corporation
- 19 organized in this state.
- 20 (c) Any funds awarded to the administrative entity under a
- 21 contract or through a grant under this section must be administered
- 22 <u>in the manner required by this subchapter, including Subsection</u>
- 23 (a)(1).
- 24 (d) The commission or the administrative entity with which
- 25 the commission contracts under Subsection (a) or to which the
- 26 commission awards a grant under Subsection (b), in accordance with
- 27 the terms of the contract or grant, may:

| 1 | (1) directly, or through agreements with one or more |
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| 2 | entities that serve faith- and community-based organizations that |
| 3 | provide charitable services to persons in this state: |
| 4 | (A) assist faith- and community-based |
| 5 | organizations with: |
| 6 | (i) writing or managing grants through |
| 7 | workshops or other forms of guidance; |
| 8 | (ii) obtaining legal assistance related to |
| 9 | forming a corporation or obtaining an exemption from taxation under |
| 10 | the Internal Revenue Code; and |
| 11 | (iii) obtaining information about or |
| 12 | referrals to entities that provide expertise in accounting, legal, |
| 13 | or tax issues, program development matters, or other organizational |
| 14 | <pre>topics;</pre> |
| 15 | (B) provide information or assistance to faith- |
| 16 | and community-based organizations related to building the |
| 17 | organizations' capacity for providing services; |
| 18 | (C) facilitate the formation of networks, the |
| 19 | coordination of services, and the sharing of resources among faith- |
| 20 | and community-based organizations; |
| 21 | (D) in cooperation with existing efforts, if |
| 22 | possible, conduct needs assessments to identify gaps in services in |
| 23 | a community that present a need for developing or expanding |
| 24 | services; |
| 25 | (E) work with faith- and community-based |
| 26 | organizations to identify the organizations' needs for |
| 7 | improvements in their internal canacity for providing services. |

| 1 | (F) provide faith- and community-based |
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| 2 | organizations with information on and assistance in identifying or |
| 3 | using practices with demonstrated effectiveness for delivering |
| 4 | charitable services to persons, families, and communities and in |
| 5 | replicating charitable services programs that have demonstrated |
| 6 | effectiveness; and |
| 7 | (G) encourage research into the impact of |
| 8 | organizational capacity on program delivery for faith- and |
| 9 | community-based organizations; |
| 10 | (2) assist a local governmental entity in creating a |
| 11 | better partnership between government and faith- and |
| 12 | community-based organizations to provide charitable services to |
| 13 | persons in this state; and |
| 14 | (3) use funds appropriated from the account to provide |
| 15 | matching money for federal or private grant programs that further |
| 16 | the purposes of the account as described by Section 535.103(d). |
| 17 | (e) The commission shall monitor the use of the funds |
| 18 | administered by the administrative entity under a contract or |
| 19 | through a grant under this section to ensure that the funds are used |
| 20 | in a manner consistent with the requirements of this subchapter. |
| 21 | Records relating to the award of a contract or grant to the entity, |
| 22 | or to grants awarded by the entity, and records relating to other |
| 23 | uses of the funds are public information subject to Chapter 552. |
| 24 | (f) With respect to the administrative entity with which the |
| 25 | commission contracts or to which the commission awards a grant |
| 26 | under this section, this subchapter may not be construed to: |

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(1) release the entity from any regulations or

- 1 reporting or other requirements applicable to a contractor or
- 2 grantee of the commission;
- 3 (2) impose regulations or reporting or other
- 4 requirements on the entity that do not apply to other contractors or
- 5 grantees of the commission solely because of the entity's status as
- 6 the administrative entity;
- 7 (3) alter the nonprofit status of the entity or the
- 8 requirements for maintaining that status; or
- 9 (4) convert the entity into a governmental entity
- 10 because of the receipt of account funds through the contract or
- 11 grant.
- 12 Sec. 535.105. ADMINISTRATION OF ACCOUNT FUNDS. The
- 13 administrative entity with which the commission contracts or awards
- 14 a grant under Section 535.104:
- 15 (1) may award grants from funds appropriated from the
- 16 <u>account to:</u>
- 17 <u>(A) faith- and community-based organizations</u>
- 18 that provide charitable services to persons in this state for
- 19 capacity-building purposes; and
- 20 (B) local governmental entities to provide seed
- 21 money for local offices for faith- and community-based initiatives;
- 22 and
- 23 (2) shall monitor performance and outcome measures for
- 24 persons to whom the entity awards grants using the measures
- established by the commission under Section 535.104(a)(6).
- Sec. 535.106. REPORTS AND PUBLIC INFORMATION. (a) The
- 27 commission shall provide a link on the commission's Internet

- 1 website to the Internet website of the administrative entity with
- 2 which the commission contracts or to which the commission awards a
- 3 grant under Section 535.104. The entity's Internet website must
- 4 provide:
- 5 (1) a list of the names of each person to whom the
- 6 entity awarded a grant from money appropriated from the account and
- 7 the amount and purpose of the grant; and
- 8 (2) information regarding the methods by which the
- 9 public may request information about those grants.
- 10 (b) The administrative entity must provide to the
- 11 commission periodic reports on a schedule determined by the
- 12 executive commissioner. The schedule of periodic reports must
- include an annual report that includes:
- 14 (1) a specific accounting with respect to the use by
- 15 the entity of money appropriated from the account, including the
- 16 names of persons to whom grants have been awarded and the purposes
- of those grants; and
- 18 (2) a summary of the efforts of the faith- and
- 19 community-based liaisons designated under Section 535.051 to
- 20 comply with the duties imposed by and the purposes of Sections
- 21 <u>535.052</u> and 535.053.
- (c) The commission shall post the annual report made under
- 23 Subsection (b) on the commission's Internet website and shall
- 24 provide copies of the report to the governor, the lieutenant
- 25 governor, and the members of the legislature.
- Sec. 535.107. TASK FORCE ON STRENGTHENING NONPROFIT
- 27 CAPACITY. (a) The executive commissioner, in consultation with

- 1 the governor, shall establish a task force to make recommendations
- 2 for strengthening the capacity of faith- and community-based
- 3 organizations for managing human resources and funds and providing
- 4 services. The members of the task force must include:
- 5 (1) representatives from state agencies, nonprofit
- 6 organizations, the academic community, and the foundation
- 7 <u>community; and</u>
- 8 (2) other individuals who have expertise that would be
- 9 valuable to the task force.
- 10 (b) Using money appropriated from the account, the task
- 11 force shall hold at least three public hearings in various
- 12 geographic areas of this state, at least one of which must be
- 13 outside of Central Texas. The task force shall hear testimony at
- 14 the hearings regarding strengthening the capacity of faith- and
- 15 community-based organizations to manage human resources and funds
- 16 <u>and provide services.</u>
- 17 (c) The task force is not required to hold a public hearing
- 18 if the remaining money appropriated from the account to the
- 19 commission for the state fiscal biennium is insufficient for the
- 20 performance of the duties or activities under this subchapter.
- 21 (d) The task force shall present a report and legislative
- 22 recommendations to the House Committee on Human Services, the House
- 23 <u>Committee on Public Health, and the Senate Health and Human</u>
- 24 Services Committee not later than September 1, 2008, regarding its
- 25 recommendations.
- 26 (e) This section expires September 1, 2009.
- Sec. 535.108. RENEWING OUR COMMUNITIES ACCOUNT ADVISORY

- 1 COMMITTEE. (a) The executive commissioner shall appoint leaders
- of faith- and community-based organizations in this state to serve
- 3 on the renewing our communities account advisory committee. The
- 4 advisory committee members must be representative of the religious,
- 5 cultural, and geographic diversity of this state and the diversity
- 6 of organization types and sizes in this state.
- 7 (b) The advisory committee shall make recommendations to
- 8 the executive commissioner regarding the powers and duties with
- 9 respect to the account as described by Section 535.104.
- 10 (c) Except as otherwise provided by this subsection, the
- 11 advisory committee shall meet at least twice each calendar year.
- 12 The advisory committee is not required to meet if the remaining
- 13 amount appropriated from the account to the commission for the
- 14 state fiscal biennium is insufficient for the performance of any
- duties or activities under this subchapter.
- (d) Chapter 2110 does not apply to the advisory committee.
- 17 (e) The advisory committee is subject to Chapter 551.
- 18 (b) The executive commissioner of the Health and Human
- 19 Services Commission and the chief executive officers of the Office
- of Rural Community Affairs, the Texas Commission on Environmental
- 21 Quality, the Texas Department of Criminal Justice, the Texas
- 22 Department of Housing and Community Affairs, the Texas Education
- 23 Agency, the Texas Juvenile Probation Commission, the Texas Veterans
- 24 Commission, the Texas Workforce Commission, the Texas Youth
- 25 Commission, and any other state agency as determined by the
- 26 governor shall designate the liaisons for faith- and
- 27 community-based initiatives as required under Section 535.051,

- 1 Government Code, as added by this section, not later than December
- 2 1, 2007.
- 3 (c) The interagency coordinating group established under
- 4 Section 535.053, Government Code, as added by this section, shall
- 5 hold its first meeting not later than February 1, 2008.
- 6 SECTION 2. (a) Subchapter B, Chapter 531, Government Code,
- 7 is amended by adding Section 531.088 to read as follows:
- 8 Sec. 531.088. DATABASE OF VOLUNTEER OPPORTUNITIES. (a)
- 9 The commission shall establish a searchable Internet database that
- 10 lists opportunities throughout this state for volunteers to provide
- 11 <u>assistance to agencies of this state in delivering services to</u>
- 12 persons in this state and to faith- and community-based
- 13 <u>organizations that partner with a state agency to deliver those</u>
- 14 services. The executive commissioner may adopt rules regarding:
- 15 <u>(1) minimum requirements the state agency or faith-or</u>
- 16 <u>community-based organization must meet to submit an opportunity for</u>
- 17 listing on the database, including:
- 18 (A) the types of volunteer opportunities the
- 19 agency or organization may submit; and
- 20 (B) the minimum information that must be provided
- 21 for a listing on the database; and
- 22 (2) the method by which a prospective volunteer may
- 23 contact the appropriate person at the agency or organization that
- lists an opportunity on the database.
- 25 (b) Each state agency that has a faith- and community-based
- 26 <u>liaison designated under Section 535.051 may provide to the</u>
- 27 commission information regarding volunteer opportunities described

- 1 by Subsection (a) and shall regularly update that information.
- 2 (c) The commission may:
- 3 (1) provide on the Internet website containing the
- 4 database required by this section links to other appropriate
- 5 Internet websites that list volunteer opportunities with
- 6 charitable organizations; and
- 7 (2) create a link to the Internet website containing
- 8 the database that a person may download and use on another Internet
- 9 website to refer other persons to the database.
- 10 <u>(d) The commission may:</u>
- 11 (1) directly operate and maintain the database
- 12 required by this section; or
- (2) contract or partner with another entity for the
- operation and maintenance of the database.
- 15 <u>(e)</u> To the extent possible, the commission shall use
- 16 existing resources to implement and administer this section.
- 17 (b) The Health and Human Services Commission shall
- 18 establish the database of volunteer opportunities required by
- 19 Section 531.088, Government Code, as added by this section, not
- 20 later than February 1, 2008.
- 21 SECTION 3. If before implementing any provision of this Act
- 22 a state agency determines that a waiver or authorization from a
- 23 federal agency is necessary for implementation of that provision,
- 24 the agency affected by the provision shall request the waiver or
- 25 authorization and may delay implementing that provision until the
- 26 waiver or authorization is granted.
- 27 SECTION 4. This Act takes effect immediately if it receives

- 1 a vote of two-thirds of all the members elected to each house, as
- 2 provided by Section 39, Article III, Texas Constitution. If this
- 3 Act does not receive the vote necessary for immediate effect, this
- 4 Act takes effect September 1, 2007.