By: Zerwas

H.B. No. 492

	A BILL TO BE ENTITLED
1	AN ACT
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" includes a social,
12	<u>health, human services, or volunteer income tax assistance</u>
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
2	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
15	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. A
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	<u>604a.</u>
23	[Sections 535.005-535.050 reserved for expansion]
24	SUBCHAPTER B. GOVERNMENTAL LIAISONS FOR FAITH- AND
25	COMMUNITY-BASED ORGANIZATIONS
26	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	designate one employee from the agency to serve as a liaison for
7	faith- and community-based organizations:
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.
20	Sec. 535.052. GENERAL DUTIES OF LIAISONS. A faith- and
21	community-based liaison designated under Section 535.051 shall:
22	(1) identify and remove unnecessary barriers to
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	organizations seeking to partner with state government;
2	(3) facilitate the identification of practices with
3	demonstrated 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
12	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	interagency coordinating group for faith- and community-based
21	initiatives is composed of each faith- and community-based liaison
22	designated under Section 535.051.
23	(b) The commission employee designated as a liaison under
24	Section 535.051 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
3	removal of unnecessary interagency barriers to partnerships
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.
9	Sec. 535.054. REPORTS. (a) A liaison designated under
10	Section 535.051 shall:
11	(1) provide periodic reports to the executive
12	commissioner or other chief executive officer who designated the
13	liaison, as applicable, on a schedule determined by the person who
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
18	a grant under Section 535.104 regarding the liaison's efforts to
19	comply with the duties imposed under Sections 535.052 and 535.053.
20	(b) Each report made under Subsection (a)(2) must be made
21	available to the public through posting on the office of the
22	governor's Internet website and may be aggregated into a single
23	report for that purpose.
24	[Sections 535.055-535.100 reserved for expansion]
25	SUBCHAPTER C. RENEWING OUR COMMUNITIES ACCOUNT
26	Sec. 535.101. DEFINITION. In this subchapter, "account"
27	means the renewing our communities account.

1	Sec. 535.102. PURPOSES OF SUBCHAPTER. Recognizing that
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
8	organizations and state government so that communities are
9	empowered to serve persons in need and community capacity for
10	providing services is strengthened; and
11	(3) create a funding mechanism that builds on the
12	established efforts of those organizations and operates to create
13	new partnerships in local communities for the benefit of this
14	state.
15	Sec. 535.103. RENEWING OUR COMMUNITIES ACCOUNT. (a) The
16	renewing our communities account is an account in the general
17	revenue fund that may be appropriated only to the commission for the
18	purposes and activities authorized by this subchapter and for
19	reasonable administrative expenses under this subchapter.
20	(b) The account consists of:
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:
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.
10	Sec. 535.104. POWERS AND DUTIES REGARDING ACCOUNT. (a) The
11	commission shall:
12	(1) contract with the administrative entity
13	designated as the State Commission on National and Community
14	Service in accordance with the National and Community Service Act
15	of 1990 (42 U.S.C. Section 12501 et seq.) to administer funds
16	appropriated from the account in a manner that:
17	(A) consolidates the capacity of and strengthens
18	national service and community and faith- and community-based
19	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;
27	(4) develop criteria limiting awards of grants under

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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
10	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
16	described by Subsection (a)(1), the commission may award account
17	funds appropriated to the commission to the administrative entity
18	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	in the manner required by this subchapter, including Subsection
23	<u>(a)(1).</u>
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

1	(1) directly, or through agreements with one or more
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	topics;
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
27	improvements in their internal capacity for providing services;

H.B. No. 492 1 (F) provide faith- and community-based 2 organizations with information on and assistance in identifying or using practices with demonstrated effectiveness for delivering 3 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 organizational capacity on program delivery for faith- and 8 9 community-based organizations; 10 (2) assist a local governmental entity in creating a better partnership between government and faith- and 11 12 community-based organizations to provide charitable services to persons in this state; and 13 14 (3) use funds appropriated from the account to provide 15 matching money for federal or private grant programs that further the purposes of the account as described by Section 535.103(d). 16 17 (e) The commission shall monitor the use of the funds administered by the administrative entity under a contract or 18 19 through a grant under this section to ensure that the funds are used in a manner consistent with the requirements of this subchapter. 20 21 Records relating to the award of a contract or grant to the entity, or to grants awarded by the entity, and records relating to other 22 uses of the funds are public information subject to Chapter 552. 23 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: 27 (1) release the entity from any regulations or

H.B. No. 492 reporting or other requirements applicable to a contractor or 1 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 administrative entity with which the commission contracts or awards 13 14 a grant under Section 535.104: 15 (1) may award grants from funds appropriated from the 16 account to: (A) faith- and <u>community-based</u> organizations 17 that provide charitable services to persons in this state for 18 19 capacity-building purposes; and (B) local governmental entities to provide seed 20 21 money for local offices for faith- and community-based initiatives; 22 and (2) shall monitor performance and outcome measures for 23 24 persons to whom the entity awards grants using the measures 25 established by the commission under Section 535.104(a)(6). 26 Sec. 535.106. REPORTS AND PUBLIC INFORMATION. (a) The commission shall provide a link on the commission's Internet 27

H.B. No. 492 website to the Internet website of the administrative entity with 1 2 which the commission contracts or to which the commission awards a grant under Section 535.104. The entity's Internet website must 3 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. (b) The administrative entity must provide to 10 the commission periodic reports on a schedule determined by the 11 12 executive commissioner. The schedule of periodic reports must include an annual report that includes: 13 14 (1) a specific accounting with respect to the use by 15 the entity of money appropriated from the account, including the names of persons to whom grants have been awarded and the purposes 16 17 of those grants; and (2) a summary of the efforts of the faith- and 18 19 community-based liaisons designated under Section 535.051 to comply with the duties imposed by and the purposes of Sections 20 21 535.052 and 535.053. (c) The commission shall post the annual report made under 22 Subsection (b) on the commission's Internet website and shall 23 24 provide copies of the report to the governor, the lieutenant 25 governor, and the members of the legislature. 26 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 community; and 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 force shall hold at least three public hearings in various 11 geographic areas of this state, at least one of which must be 12 outside of Central Texas. The task force shall hear testimony at 13 14 the hearings regarding strengthening the capacity of faith- and 15 community-based organizations to manage human resources and funds and provide services. 16 17 (c) The task force is not required to hold a public hearing if the remaining money appropriated from the account to the 18 19 commission for the state fiscal biennium is insufficient for the performance of the duties or activities under this subchapter. 20 21 (d) The task force shall present a report and legislative recommendations to the House Committee on Human Services or its 22 successor, the House Committee on Public Health or its successor, 23 24 and the Senate Health and Human Services Committee or its successor 25 not later than September 1, 2010, regarding its recommendations. 26 (e) This section expires September 1, 2011. Sec. 535.108. RENEWING OUR COMMUNITIES ACCOUNT ADVISORY 27

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COMMITTEE. (a) The executive commissioner shall appoint leaders of faith- and community-based organizations in this state to serve on the renewing our communities account advisory committee. The advisory committee members must be representative of the religious, cultural, and geographic diversity of this state and the diversity 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 15 duties or activities under this subchapter.

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(d) Chapter 2110 does not apply to the advisory committee.(e) The advisory committee is subject to Chapter 551.

The executive commissioner of the Health and Human (b) 18 Services Commission and the chief executive officers of the Office 19 of Rural Community Affairs, the Texas Commission on Environmental 20 Quality, the Texas Department of Criminal Justice, the Texas 21 Department of Housing and Community Affairs, the Texas Education 22 Agency, the Texas Juvenile Probation Commission, the Texas Veterans 23 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 faithand community-based initiatives as required under Section 535.051, 27

1 Government Code, as added by this section, not later than December
2 1, 2009.

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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, 2010.

6 SECTION 2. (a) Subchapter B, Chapter 531, Government Code, 7 is amended by adding Section 531.086 to read as follows:

8 <u>Sec. 531.086. DATABASE OF VOLUNTEER OPPORTUNITIES. (a)</u> 9 <u>The commission shall establish a searchable Internet database that</u> 10 <u>lists opportunities throughout this state for volunteers to provide</u> 11 <u>assistance to agencies of this state in delivering services to</u> 12 <u>persons in this state and to faith- and community-based</u> 13 <u>organizations that partner with a state agency to deliver those</u> 14 <u>services. The executive commissioner may adopt rules regarding:</u>

15 (1) minimum requirements the state agency or faith- or 16 community-based organization must meet to submit an opportunity for 17 listing on the database, including:

18 (A) the types of volunteer opportunities the
 19 agency or organization may submit; and

20 <u>(B)</u> the minimum information that must be provided 21 <u>for a listing on the database; and</u> 22 <u>(2)</u> the method by which a prospective volunteer may

23 <u>contact the appropriate person at the agency or organization that</u>
24 <u>lists an opportunity on the database.</u>

25 (b) Each state agency that has a faith- and community-based
26 liaison designated under Section 535.051 may provide to the
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	(d) The commission may:
11	(1) directly operate and maintain the database
12	required by this section; or
13	(2) contract or partner with another entity for the
14	operation and maintenance of the database.
15	(e) 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 531.086, Government Code, as added by this section, not
20	later than February 1, 2010.
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

a vote of two-thirds of all the members elected to each house, as
provided by Section 39, Article III, Texas Constitution. If this
Act does not receive the vote necessary for immediate effect, this
Act takes effect September 1, 2009.