May 16, 2002, Introduced by Reps. Murphy, McConico, Gieleghem, Phillips, Garza, Bernero, Rison, Quarles, Schauer, Williams, Waters and Hardman and referred to the Committee on Family and Children Services.

A bill to create the community-based facilitator's office in the executive branch; to prescribe its powers and duties; and to repeal acts and parts of acts.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. (1) The community-based facilitator's office is
- 2 created as an autonomous entity within the department of manage-
- 3 ment and budget.
- 4 (2) The community-based facilitator's office shall do all of
  - the following:

    (a) Complete an evaluation of religious, community, and nonprofit organizations and government collaborations currently in
  - place within the state and, not later than 2 years after the
  - office has been established, provide a report to the house and
  - senate standing committees dealing with human services that
  - includes all of the following information:

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**40USE BILL No. 6085** 

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- 1 (i) The number of religious, community, and nonprofit
- 2 organizations that applied for contracts with the state during
- 3 the fiscal year starting October 1, 1999 and ending September 30,
- 4 2000.
- 5 (ii) The number of religious, community, and nonprofit
- 6 organizations that have contracts with the state.
- 7 (iii) The types of services needed by religious, community,
- 8 and nonprofit organizations from a state office.
- 9 (iv) Information on the types of initiatives or programs
- 10 started by other states in the area of religious, community, and
- 11 nonprofit organizations and government collaboratives.
- 12 (v) Information on the type of training or education needs
- 13 identified to assist religious, community, and nonprofit organi-
- 14 zations in successful collaboration with the state in the area of
- 15 human services.
- 16 (b) Develop methods for religious, community, and nonprofit
- 17 organizations to utilize to effectively participate in the
- 18 state's procurement process.
- 19 (c) Provide technical assistance and instruction in grant
- 20 and proposal writing to religious, community, and nonprofit
- 21 organizations.
- 22 (d) Assist religious, community, and nonprofit organizations
- 23 in applying for state and federal grants.
- 24 (e) Provide education on state and federal regulations and
- 25 guidelines to religious, community, and nonprofit organizations
- 26 related to their collaboration with the state.

- 1 (f) Monitor the progress of various proposals related to
- 2 religious, community, and nonprofit organizations and government
- 3 collaboratives.
- 4 (g) Provide intervention and mediation services for reli-
- 5 gious, community, and nonprofit organizations in their collabora-
- 6 tions with the state.
- 7 (h) Provide any other necessary services to religious, com-
- 8 munity, and nonprofit organizations to assist in their collabora-
- 9 tions with the state.
- 10 (3) The department of management and budget shall designate
- 11 a liaison to provide charitable choice education, technical
- 12 assistance, and other information that will be available to reli-
- 13 gious, community, and nonprofit organizations regarding the pro-
- 14 gram activities of the department and the preparation of applica-
- 15 tions or proposals for grants, cooperative agreements, contracts,
- 16 and procurement. The liaison shall be knowledgeable of national
- 17 and state community collaboratives and public and private funding
- 18 sources for programs and services for the poor. The liaison
- 19 shall be respectful and willing to work with all religious, com-
- 20 munity, and nonprofit organizations and resources in Michigan.
- 21 The liaison shall gather information concerning state and
- 22 national innovations, analyze obstacles to partnering with the
- 23 family independence agency, and work with county family indepen-
- 24 dence agency boards to develop and maintain relationships with
- 25 religious, community, and nonprofit organizations. The liaison
- 26 shall submit an annual report on the liaison's yearly activities
- 27 to the director and the legislature. The report shall include

- 1 recommendations regarding a need for a change in the rules or
- 2 policy concerning human service contracting with religious, com-
- 3 munity, and nonprofit organizations.
- 4 Sec. 2. It is the intent of the legislature to provide
- 5 assistance to needy individuals and families in the most effec-
- 6 tive and efficient manner; to prohibit discrimination against
- 7 religious, community, and nonprofit organizations on the basis of
- 8 religion in the administration and distribution of government
- 9 assistance under covered programs; to allow religious, community,
- 10 and nonprofit organizations to assist in the administration and
- 11 distribution of assistance without impairing their religious
- 12 character; and to protect the religious freedom of those in need
- 13 who are eligible for governmental aid by expanding their opportu-
- 14 nity to choose to receive services from a diversity of religious,
- 15 community, and nonprofit organizations in a manner consistent
- 16 with the free exercise and establishment clauses of the United
- 17 States constitution.
- 18 Sec. 3. (1) A state agency or department may contract with
- 19 a religious, community, or nonprofit organization to administer a
- 20 program created under this act or to perform a duty of the family
- 21 independence agency under this act. A state agency or department
- 22 may use direct or indirect funding mechanisms to contract with a
- 23 religious, community, or nonprofit organization, agency, or
- 24 entity as provided in this section. Federal, state, or local
- 25 government funds or other direct or indirect assistance received
- 26 by a religious, community, or nonprofit organization to provide
- 27 services under this act constitutes aid to individuals and

- 1 families in need, the ultimate beneficiaries of such services,
- 2 and not support for, or endorsement of, religion or the
- 3 organization's religious beliefs or practices.
- 4 (2) A state agency or department may contract with a reli-
- 5 gious, community, or nonprofit organization, or allow it to
- 6 receive certificates, vouchers, or other forms of indirect dis-
- 7 bursement under a program created under this act on the same
- 8 basis as any other nongovernmental provider without impairing the
- 9 religious character of the religious, community, or nonprofit
- 10 organization, or without diminishing the religious freedom of
- 11 beneficiaries of assistance funded under such a program. A state
- 12 or local government agency receiving funds under this act shall
- 13 not discriminate against an organization that provides assistance
- 14 under, or applies to provide assistance under, a program adminis-
- 15 tered under this act on the basis that the organization is reli-
- 16 gious or of a religious nature.
- Sec. 4. A religious, community, or nonprofit organization
- 18 shall not commingle state or federal funds received under this
- 19 act with funds that religious organization receives for its reli-
- 20 gious purpose. Federal and state funds received under this act
- 21 shall be maintained in a separate account and audited and
- 22 accounted for separately. A religious, community, or nonprofit
- 23 organization contracting with the state to provide assistance is
- 24 subject to the same regulations as any other nongovernmental
- 25 organization contracting with the state to account in accordance
- 26 with generally accepted accounting principles for the use of
- 27 funds provided under a program administered under this act.

- 1 Sec. 5. A religious organization that contracts with a
- 2 state agency or department to administer programs retains its
- 3 autonomy from the state and local government if that religious
- 4 organization is using its own funds while acting on religious
- 5 activities. A religious organization shall retain control over
- 6 the definition, development, practice, and expression of its
- 7 religious belief and control over its employment policies, con-
- 8 sistent with section 702 of title VII of the civil rights act of
- 9 1964, 78 Stat. 255, 42 U.S.C. 2000e-la. However, the provisions
- 10 of this section are not intended to expand the existing exemption
- 11 to allow discrimination in employment policies while using public
- 12 funds. Any exemption under the federal or state civil rights act
- 13 applies only to a religious organization's use of its own private
- 14 funds.
- 15 Sec. 6. The state shall not require a religious, community,
- 16 or nonprofit organization to alter its form of internal govern-
- 17 ance or remove religious art, icons, scripture, or other symbols
- 18 due to their religious nature in order to provide assistance, or
- 19 to accept certificates, vouchers, or other forms of disbursement,
- 20 funded under this act.
- 21 Sec. 7. (1) If a recipient has an objection to the reli-
- 22 gious character of the organization from which the recipient
- 23 receives, or would receive, assistance funded under a program
- 24 under this act, the appropriate state or local governmental
- 25 entity shall provide the recipient, if otherwise eligible for
- 26 assistance, within a reasonable period of time after the date of

- 1 the objection, assistance that meets both of the following
- 2 requirements:
- 3 (a) Provides an alternative that is accessible to the recip-
- 4 ient, and unobjectionable to the recipient on religious grounds.
- 5 (b) Has value that is not less than the value of the assist-
- 6 ance that the recipient would have received from the religious,
- 7 community, or nonprofit organization.
- **8** (2) The state shall provide notice to recipients of their
- 9 rights under this section.
- 10 Sec. 8. A religious, community, or nonprofit organization
- 11 under contract with the family independence agency or providing
- 12 assistance through a voucher, certificate, or other indirect
- 13 means shall not discriminate against an individual receiving ben-
- 14 efits through a program established under this act on the basis
- 15 of religion, a religious belief, or a refusal to hold a religious
- 16 belief.
- Sec. 9. A religious, community, or nonprofit organization
- 18 that seeks to enforce its rights under this section may assert a
- 19 civil action for injunctive relief exclusively in an appropriate
- 20 state court against the official or agency that allegedly vio-
- 21 lates this section.
- 22 Sec. 10. Direct funds provided through a contract to a
- 23 religious, community, or nonprofit organization to provide
- 24 assistance under a program administered under this act shall not
- 25 be expended for sectarian instruction, worship, or
- 26 proselytization. If the religious, community, or nonprofit
- 27 organization offers that activity, the activity shall be

- 1 voluntary for recipients and offered separately from any program
- 2 funded under this act. A religious, community, or nonprofit
- 3 organization shall sign a certificate certifying that the organi-
- 4 zation is aware of and will comply with this subsection. The
- 5 certificate shall be filed with the government agency that dis-
- 6 burses the funds.
- 7 Sec. 11. If an intermediate grantor is given the authority
- 8 to select a nongovernmental organization to provide assistance
- 9 under this act, the intermediate grantor has the same duties
- 10 under this section as the government when selecting or dealing
- 11 with subgrantors. If the intermediate grantor is a religious,
- 12 community, or nonprofit organization, that intermediate grantor
- 13 shall retain all rights of a religious, community, or nonprofit
- 14 organization under this section. As used in this section,
- 15 "intermediate grantor" means a nongovernmental organization
- 16 acting under a contract with the state or local government.
- 17 Sec. 12. This act is repealed effective September 30,
- **18** 2006.