## Stricken language would be deleted from and underlined language would be added to present law. Act 733 of the Regular Session

| 1  | State of Arkansas            | As Engrossed: H3/28/23                        |                               |
|----|------------------------------|---|-------------------------------|
| 2  | 94th General Assembly        | A Bill  |                               |
| 3  | Regular Session, 2023        |   | HOUSE BILL 1615               |
| 4  |                              |   |                               |
| 5  | By: Representatives Lundstr  | um, Bentley, C. Cooper, Crawford, Gazaway, Lo | ong, Milligan, Richmond,      |
| 6  | Underwood, Unger, Watson     |   |                               |
| 7  | By: Senators G. Stubblefield | , A. Clark                                    |                               |
| 8  |                              |   |                               |
| 9  |                              | For An Act To Be Entitled                     |                               |
| 10 | AN ACT TO                    | CREATE THE CONSCIENCE PROTECTION AC           | CT; TO                        |
| 11 | AMEND THE                    | RELIGIOUS FREEDOM RESTORATION ACT;            | AND FOR                       |
| 12 | OTHER PUR                    | POSES.  |                               |
| 13 |                              |   |                               |
| 14 |                              |   |                               |
| 15 |                              | Subtitle                                      |                               |
| 16 | TO C                         | CREATE THE CONSCIENCE PROTECTION ACT          | ;                             |
| 17 | AND                          | TO AMEND THE RELIGIOUS FREEDOM                |                               |
| 18 | REST                         | CORATION ACT.                                 |                               |
| 19 |                              |   |                               |
| 20 |                              |   |                               |
| 21 | BE IT ENACTED BY THE         | GENERAL ASSEMBLY OF THE STATE OF ARE          | KANSAS:                       |
| 22 |                              |   |                               |
| 23 | SECTION 1. DO                | NOT CODIFY. <u>Title.</u>                     |                               |
| 24 | This act shall               | be known and may be cited as the "Co          | onscience Protection          |
| 25 | Act".                        |   |                               |
| 26 |                              |   |                               |
| 27 | SECTION 2. Ark               | ansas Code § 16-123-403 is amended t          | to read as follows:           |
| 28 | 16-123-403. Def              | initions.                                     |                               |
| 29 | As used in this              | subchapter:                                   |                               |
| 30 | _                            | elling governmental interest" means           | _                             |
| 31 | interest of the highe        | st order as long-recognized in the h          | nistory and                   |
| 32 | traditions of this st        | ate, that is necessary to advance a           | vital interest and            |
| 33 |                              | chieved without burdening the exerci          | _                             |
| 34 |                              | tes" means meets the burdens of goir          | ng forward with the           |
| 35 | evidence and of persu        |   |                               |
| 36 | <del>(2)</del> (3)(A)        | "Exercise of religion" means religion         | <del>zious exercise</del> the |

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1 practice or observance of religion.

- 2 (B) "Exercise of religion" includes without limitation an
- 3 action that is motivated by a sincerely held religious belief, whether or not
- 4 the exercise is compulsory or central to a larger system of religious belief;
- 5 (3)(4) "Government" includes a branch, department, agency,
- 6 instrumentality, political subdivision, official, or other person acting
- 7 under color of state law or using any instrumentality of the state to enforce
- 8 a law, regulation, rule, or policy of the government; and
- 9 (5) "Person" means an individual, association, partnership,
- 10 corporation, church, religious institution, estate, trust, foundation, or
- 11 other legal entity;
- 12 (4)(6) "State law" includes without limitation a law of a
- 13 political subdivision, an ordinance, rule, regulation, or policy, whether
- 14 statutory or otherwise, or other action by the state or any political
- 15 <u>subdivision of the state or by any public official authorized by law in the</u>
- 16 state; and
- 17 (7)(A) "Substantially burden" means any action that directly or
- 18 <u>indirectly constrains</u>, inhibits, curtails, or denies the exercise of religion
- 19 by any person or compels any action contrary to a person's exercise of
- 20 religion.
- 21 (B) "Substantially burden" includes without limitation
- 22 <u>withholding benefits, assessing criminal, civil, or administrative penalties</u>
- 23 or damages, or exclusion from governmental programs or access to governmental
- 24 <u>facilities</u>.

25

- SECTION 3. Arkansas Code § 16-123-404 is amended to read as follows:
- 27 16-123-404. Free exercise of religion protected.
- 28 (a) A government shall not substantially burden a person's exercise of
- 29 religion even if the burden results from a rule of general applicability,
- 30 except that a government may substantially burden a person's exercise of
- 31 religion only if it demonstrates unless it is demonstrated that application
- 32 of the burden to the person in this particular instance is:
- 33 (1) In furtherance of Essential to further a compelling
- 34 governmental interest; and
- 35 (2) The least restrictive means of furthering that compelling
- 36 governmental interest.

| 1  | (b)(l) A person whose religious exercise has been burdened, or will be        |
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| 2  | burdened, in violation of this section may assert that violation or impending |
| 3  | violation as a claim or defense in a judicial or administrative proceeding,   |
| 4  | regardless of whether the government is a party to the proceeding, and obtain |
| 5  | appropriate relief against a government, including declaratory relief,        |
| 6  | injunctive relief, compensatory damages, and reasonable attorneys' fees and   |
| 7  | costs.  |
| 8  | (2) Standing to assert a claim or defense under this section is               |
| 9  | governed by the general rules of standing under statute, the Arkansas Rules   |
| 10 | of Criminal Procedure, the Arkansas Rules of Civil Procedure, or any court    |
| 11 | holding from the state's appellate courts.                                    |
| 12 | (c) An action under this subchapter may be commenced and relief may be        |
| 13 | granted without regard to whether the person commencing the action has sought |
| 14 | or exhausted all available administrative remedies.                           |
| 15 |   |
| 16 | SECTION 4. Arkansas Code § 16-123-406, concerning interpretation under        |
| 17 | the Religious Freedom Restoration Act, is amended to add an additional        |
| 18 | subsection to read as follows:  |
| 19 | (d) This subchapter shall be construed in favor of a broad protection         |
| 20 | of free exercise of religious beliefs, to the maximum extent permitted by the |
| 21 | Arkansas Constitution and the United States Constitution.                     |
| 22 |   |
| 23 | SECTION 5. Arkansas Code Title 16, Chapter, 123, is amended to add an         |
| 24 | additional subchapter to read as follows:                                     |
| 25 | Subchapter 5. Religious Nondiscrimination.                                    |
| 26 |   |
| 27 | 16-123-501. Legislative intent.   |
| 28 | It is the intent of the General Assembly to prohibit government               |
| 29 | discrimination against religious organizations based upon the religious       |
| 30 | organizations' religious identity or conduct.                                 |
| 31 |   |
| 32 | 16-123-502. Definitions.  |
| 33 | As used in this subchapter:   |
| 34 | (1) "Discriminatory action" means any action taken by                         |
| 35 | state government to:  |
| 36 | (A) Alter in any way the tax treatment of, or cause any                       |

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| 1  | tax, penalty, or payment to be assessed against, or deny, delay, revoke, or   |
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| 2  | otherwise make unavailable an exemption from taxation of any person;          |
| 3  | (B) Disallow, deny, or otherwise make unavailable a                           |
| 4  | deduction for state tax purposes of any charitable contribution made to or by |
| 5  | any person;   |
| 6  | (C) Withhold, reduce, exclude, terminate, materially alter                    |
| 7  | the terms or conditions of, or otherwise make unavailable, including by       |
| 8  | inserting contractual provisions that contradict a person's sincerely held    |
| 9  | religious beliefs, or deny any state grant, contract, subcontract,            |
| 10 | cooperative agreement, guarantee, loan, scholarship, or other similar benefit |
| 11 | from or to such person;   |
| 12 | (D) Withhold, reduce, exclude, terminate, materially alter                    |
| 13 | the terms or conditions of, or otherwise make unavailable or deny any         |
| 14 | entitlement or benefit under a state benefit program from or to a person;     |
| 15 | (E) Impose, levy, or assess a monetary fine, fee, penalty,                    |
| 16 | damages award, or injunction upon a person;                                   |
| 17 | (F) Withhold, reduce, exclude, terminate, materially alter                    |
| 18 | the terms or conditions of, or otherwise make unavailable or deny any         |
| 19 | license, certification, accreditation, custody award or agreement, diploma,   |
| 20 | grade, recognition, or other similar benefit, position, or status from or to  |
| 21 | any person; or  |
| 22 | (G) Refuse to hire or promote, force to resign, fire,                         |
| 23 | demote, sanction, discipline, adversely alter the terms or conditions of      |
| 24 | employment, or retaliate or take other adverse employment action against a    |
| 25 | person employed or commissioned by state government;                          |
| 26 | (2) "State government" means:   |
| 27 | (A) The state or a political subdivision of the state;                        |
| 28 | (B) An agency of the state or of a political subdivision                      |
| 29 | of the state, including without limitation a department, bureau, board,       |
| 30 | commission, council, court, or public institution of higher education; and    |
| 31 | (C) Any person acting under color of state law or using                       |
| 32 | any government instrumentality to enforce a law, regulation, rule, or policy  |
| 33 | of government;  |
| 34 | (3) "Person" means:   |
| 35 | (A) An individual, in his or her personal capacity                            |
| 36 | regardless of religious affiliation or lack thereof, or in his or her         |

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| 1  | capacity as a member, officer, owner, volunteer, employee, manager, religious |
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| 2  | leader, clergy, or minister of any religious organization;                    |
| 3  | (B) A religious organization;   |
| 4  | (C) A sole proprietorship, partnership, trust, closely                        |
| 5  | held corporation, or other closely held entity operating with a sincerely     |
| 6  | held religious belief, including a belief about biological sex or marriage;   |
| 7  | <u>or</u>   |
| 8  | (D) Cooperatives, ventures, or enterprises comprised of                       |
| 9  | two (2) or more individuals or entities described in this subdivision (3)     |
| 10 | regardless of nonprofit or for-profit status;                                 |
| 11 | (4) "Religious organization" means:   |
| 12 | (A) A house of worship, including without limitation a                        |
| 13 | church, synagogue, shrine, mosque, or temple;                                 |
| 14 | (B) A religious group, corporation, association, school or                    |
| 15 | educational institution, ministry, order, society, or similar entity,         |
| 16 | regardless of whether it is integrated or affiliated with a house of worship; |
| 17 | <u>or</u>   |
| 18 | (C) An officer, owner, employee, manager, religious                           |
| 19 | leader, clergy, or minister of an entity or organization described in this    |
| 20 | subdivision (4) and   |
| 21 | (5) "State benefit program" means any program administered,                   |
| 22 | controlled, or funded by the state government, that provides cash, payments,  |
| 23 | grants, contracts, loans, or in-kind assistance.                              |
| 24 |   |
| 25 | 16-123-503. Religious discrimination prohibited.                              |
| 26 | (a) The state government shall not take any discriminatory action             |
| 27 | against a religious organization on the basis of the religious identity or    |
| 28 | status of the religious organization, including the religious organization    |
| 29 | maintaining policies and procedures in accordance with a sincerely held       |
| 30 | religious belief, or the religious organization engaging in religious conduct |
| 31 | protected by the First Amendment to the United States Constitution or the     |
| 32 | Arkansas Constitution unless it is demonstrated that the action against the   |
| 33 | religious organization in this particular instance is:                        |
| 34 | (1) Essential to further a compelling governmental interest; and              |
| 35 | (2) The least restrictive means of furthering that compelling                 |
| 36 | governmental interest.  |

| 1  | (b) The state government shall consider any person for a contract,            |
|----|---|
| 2  | grant, or agreement that would otherwise be considered for a contract, grant, |
| 3  | or agreement but for a determination against the person wholly or partially   |
| 4  | on the basis that the person maintains policies and procedures, or acts in    |
| 5  | accordance with, a sincerely held religious belief unless refusal of          |
| 6  | consideration of the person in this particular instance is:                   |
| 7  | (1) Essential to further a compelling governmental interest; and              |
| 8  | (2) The least restrictive means of furthering that compelling                 |
| 9  | governmental interest.  |
| 10 |   |
| 11 | 16-123-504. Remedies.   |
| 12 | (a) A person may assert a violation of this subchapter as a claim             |
| 13 | against the state government in any judicial or administrative proceeding or  |
| 14 | as a defense in any judicial or administrative proceeding without regard to   |
| 15 | whether the judicial or administrative proceeding is brought by or in the     |
| 16 | name of the state government, any private person, or any other party.         |
| 17 | (b) An action under this subchapter may be commenced, and relief may          |
| 18 | be granted, in a court of the state without regard to whether the person      |
| 19 | commencing the action has sought or exhausted available administrative        |
| 20 | remedies.   |
| 21 | (c)(1) A person who successfully asserts a claim or defense under this        |
| 22 | subchapter may recover declaratory relief, injunctive relief, reasonable      |
| 23 | attorneys' fees and costs, and any other appropriate relief.                  |
| 24 | (2) Only declaratory relief and injunctive relief shall be                    |
| 25 | available against a private person not acting under color of state law upon a |
| 26 | successful assertion of a defense under this subchapter.                      |
| 27 | (d) A person may not bring an action to assert a claim under this             |
| 28 | subchapter later than two (2) years after the date that the person knew or    |
| 29 | should have known that a discriminatory action was taken against that person. |
| 30 | (e) For the provision of equitable relief, including reasonable               |
| 31 | attorney's fees and costs, sovereign, governmental, and qualified immunities  |
| 32 | to suit and from liability are waived and abolished to the extent of          |
| 33 | liability created by this subchapter.   |
| 34 |   |
| 35 | 16-123-505. Rules of construction.  |
| 36 | (a) This subchapter shall be construed in favor of a broad protection         |

| 1  | of free exercise of religious beliefs, to the maximum extent permitted by the |
|----|---|
| 2  | Arkansas Constitution and the United States Constitution.                     |
| 3  | (b)(l) The protection of free exercise of religious beliefs and moral         |
| 4  | convictions afforded by this subchapter are in addition to the protections    |
| 5  | provided under federal law, state law, the Arkansas Constitution, and the     |
| 6  | United States Constitution.   |
| 7  | (2) This subchapter does not:   |
| 8  | (A) Preempt or repeal any state or local law that is                          |
| 9  | equally or more protective of free exercise of religious beliefs or moral     |
| 10 | <pre>convictions;</pre>   |
| 11 | (B) Narrow the meaning or application of any state or                         |
| 12 | local law protecting free exercise of religious beliefs; or                   |
| 13 | (C) Prevent state government from providing, either                           |
| 14 | directly or through an individual or entity not seeking protection under this |
| 15 | subchapter, any benefit or service authorized under state law.                |
| 16 | (c) This subchapter applies to, and in cases of conflict supersedes,          |
| 17 | each:   |
| 18 | (1) Statute of the state that impinges upon the free exercise of              |
| 19 | religious beliefs protected by this subchapter, unless a conflicting statute  |
| 20 | is expressly made exempt from the application of this subchapter; and         |
| 21 | (2) Any ordinance, rule, regulation, order, opinion, decision,                |
| 22 | practice, or other exercise of state government's authority that impinges     |
| 23 | upon the free exercise of religious beliefs protected by this subchapter.     |
| 24 | (d) If any provision of this subchapter or any application of a               |
| 25 | provision of this subchapter to any particular person or circumstance is held |
| 26 | to be invalid under law, the remainder of this subchapter and the application |
| 27 | of this subchapter's provisions to any other person or circumstance shall not |
| 28 | be affected.  |
| 29 |   |
| 30 | /s/Lundstrum  |
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| 32 |   |
| 33 | APPROVED: 4/12/23   |
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| 35 |   |
| 36 |   |