

## **Proposed Tax Exempt Accountability Act**

### Purpose

The purpose of this Act is to ensure that organizations receiving tax exempt status do not use resources derived from that status to finance, organize, promote, or support public protests, demonstrations, civil disturbances, or related activities. Tax exempt status is a public benefit granted by taxpayers and should not be used to advance political or social actions that many taxpayers may not support.

### Section 1

Any organization recognized as tax exempt under federal law, including religious, charitable, educational, and nonprofit organizations, shall be prohibited from directly or indirectly funding, sponsoring, organizing, coordinating, or materially supporting protests, demonstrations, occupations, blockades, or similar public actions.

### Section 2

An organization found to have violated this provision shall be subject to review by the appropriate federal authority and may have its tax exempt status suspended or revoked.

### Section 3

Organizations that finance, organize, or materially support protests or demonstrations that result in property damage, vandalism, destruction of public or private property, injury to persons, or significant public expense may be held financially liable for damages attributable to their involvement, subject to due process and judicial review.

### Section 4

The federal government shall establish reporting and transparency requirements to ensure that tax exempt funds are used solely for charitable, religious, educational, or community purposes consistent with the organization's stated mission.

### Section 5

Nothing in this Act shall be construed to limit the constitutional rights of individuals to freedom of speech, peaceful assembly, or religious exercise. This Act applies only to the use of organizational resources by entities receiving tax exempt benefits.

### Statement of Legislative Intent

Tax exempt status represents a public trust and a benefit supported by taxpayers. Organizations receiving such benefits should remain focused on their charitable, religious, educational, and community missions rather than financing public demonstrations or activities that may impose costs upon taxpayers or result in damage to public or private property. This Act seeks to promote accountability, transparency, and fairness while preserving the constitutional rights of individual citizens.

### Union of Saints