

100TH GENERAL ASSEMBLY State of Illinois 2017 and 2018 SB1655

Introduced 2/9/2017, by Sen. Andy Manar

SYNOPSIS AS INTRODUCED:

30 ILCS 708/45

Amends the Grant Accessibility and Transparency Act. Provides that the Act does not apply to certified local health departments which receive less than \$750,000 in State grants annually. Effective immediately.

LRB100 09785 MLM 19955 b

FISCAL NOTE ACT MAY APPLY 1 AN ACT concerning finance.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Grant Accountability and Transparency Act is amended by changing Section 45 as follows:
- 6 (30 ILCS 708/45)
- 7 (Section scheduled to be repealed on July 16, 2020)
- 8 Sec. 45. Applicability.
- 9 (a) The requirements established under this Act apply to State grant-making agencies that make State and federal 10 non-federal to 11 pass-through awards entities. 12 requirements apply to all costs related to State and federal 13 pass-through awards. The requirements established under this 14 Act do not apply to private awards.
- 15 (a-5) Nothing in this Act shall prohibit the use of State 16 funds for purposes of federal match or maintenance of effort.
- 17 (b) The terms and conditions of State, federal, and
 18 pass-through awards apply to subawards and subrecipients
 19 unless a particular Section of this Act or the terms and
 20 conditions of the State or federal award specifically indicate
 21 otherwise. Non-federal entities shall comply with requirements
 22 of this Act regardless of whether the non-federal entity is a
 23 recipient or subrecipient of a State or federal pass-through

award. Pass-through entities shall comply with the requirements set forth under the rules adopted under subsection (a) of Section 20 of this Act, but not to any requirements in this Act directed towards State or federal awarding agencies, unless the requirements of the State or federal awards indicate otherwise.

When a non-federal entity is awarded a cost-reimbursement contract, only 2 CFR 200.330 through 200.332 are incorporated by reference into the contract. However, when the Cost Accounting Standards are applicable to the contract, they take precedence over the requirements of this Act unless they are in conflict with Subpart F of 2 CFR 200. In addition, costs that are made unallowable under 10 U.S.C. 2324(e) and 41 U.S.C. 4304(a), as described in the Federal Acquisition Regulations, subpart 31.2 and subpart 31.603, are always unallowable. For requirements other than those covered in Subpart D of 2 CFR 200.330 through 200.332, the terms of the contract and the Federal Acquisition Regulations apply.

With the exception of Subpart F of 2 CFR 200, which is required by the Single Audit Act, in any circumstances where the provisions of federal statutes or regulations differ from the provisions of this Act, the provision of the federal statutes or regulations govern. This includes, for agreements with Indian tribes, the provisions of the Indian Self-Determination and Education and Assistance Act, as amended, 25 U.S.C. 450-458ddd-2.

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- (c) State grant-making agencies may apply subparts A through E of 2 CFR 200 to for-profit entities, foreign public entities, or foreign organizations, except where the awarding agency determines that the application of these subparts would be inconsistent with the international obligations of the United States or the statute or regulations of a foreign government.
- (d) Except for 2 CFR 200.202 and 200.330 through 200.332, the requirements in Subparts C, D, and E of 2 CFR 200 do not apply to the following programs:
 - (1) The block grant awards authorized by the Omnibus Budget Reconciliation Act of 1981 (including Community Services; Preventive Health and Health Services; Alcohol, Drug Abuse, and Mental Health Services; Maternal and Child Health Services; Social Services; Low-Income Home Energy Assistance; States' Program of Community Development Block Grant Awards for Small Cities; and Elementary and Secondary Education, other than programs administered by the Secretary of Education under Title V, Subtitle D, Chapter 2, Section 583 - the Secretary's discretionary award program) and both the Alcohol and Drug Abuse Treatment and Rehabilitation Block Grant Award (42 U.S.C. 300x-21 to 300x-35 and 42 U.S.C. 300x-51 to 300x-64) and the Mental Health Service for the Homeless Block Grant Award (42 U.S.C. 300x to 300x-9) under the Public Health Services Act.

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1	(2) Federal awards to local education agencies under 20
2	U.S.C. 7702 through 7703b (portions of the Impact Aid
3	program).
4	(3) Payments under the Department of Veterans Affairs'
5	State Home Per Diem Program (38 U.S.C. 1741).
6	(4) Federal awards authorized under the Child Care and
7	Development Block Grant Act of 1990, as amended, including
8	the following:
9	(A) Child Care and Development Block Grant (42
10	U.S.C. 9858).
11	(B) Child Care Mandatory and Matching Funds of the
12	Child Care and Development Fund (42 U.S.C. 9858).
13	(e) Except for the 2 CFR 200.202 requirement to provide
14	public notice of federal financial assistance programs, the
15	guidance in Subpart C Pre-federal Award Requirements and
16	Contents of Federal Awards does not apply to the following
17	programs:
18	(1) Entitlement federal awards to carry out the
19	following programs of the Social Security Act:
20	(A) Temporary Assistance to Needy Families (Title
21	IV-A of the Social Security Act, 42 U.S.C. 601-619);
22	(B) Child Support Enforcement and Establishment of
23	Paternity (Title IV-D of the Social Security Act, 42
24	U.S.C. 651-669b);

IV-E of the Act, 42 U.S.C. 670-679c);

(C) Foster Care and Adoption Assistance (Title

1	(D) Aid to the Aged, Blind, and Disabled (Titles I,
2	X, XIV, and XVI - AABD of the Act, as amended); and
3	(E) Medical Assistance (Medicaid) (42 U.S.C.
4	1396-1396w-5), not including the State Medicaid Fraud
5	Control program authorized by Section 1903(a)(6)(B) of
6	the Social Security Act (42 U.S.C. 1396b(a)(6)(B)).
7	(2) A federal award for an experimental, pilot, or
8	demonstration project that is also supported by a federal
9	award listed in paragraph (1) of subsection (e) of this
10	Section.
11	(3) Federal awards under subsection 412(e) of the
12	Immigration and Nationality Act of 1965 and Section 501(a)
13	of the Refugee Education Assistance Act of 1980 for cash
14	assistance, medical assistance, and supplemental security
15	income benefits to refugees and entrants and the
16	administrative costs of providing the assistance and
17	benefits under 8 U.S.C. 1522(e).
18	(4) Entitlement awards under the following programs of
19	The National School Lunch Act:
20	(A) National School Lunch Program (42 U.S.C.
21	1753);
22	(B) Commodity Assistance (42 U.S.C. 1755);
23	(C) Special Meal Assistance (42 U.S.C. 1759a);
24	(D) Summer Food Service Program for Children (42
25	U.S.C. 1761); and
26	(E) Child and Adult Care Food Program (42 U.S.C.

1	1766).
2	(5) Entitlement awards under the following programs of
3	The Child Nutrition Act of 1966:
4	(A) Special Milk Program (42 U.S.C. 1772);
5	(B) School Breakfast Program (42 U.S.C. 1773); and
6	(C) State Administrative Expenses (42 U.S.C.
7	1776).
8	(6) Entitlement awards for State Administrative
9	Expenses under The Food and Nutrition Act of 2008 (7 U.S.C.
10	2025).
11	(7) Non-discretionary federal awards under the
12	following non-entitlement programs:
13	(A) Special Supplemental Nutrition Program for
14	Women, Infants and Children under the Child Nutrition
15	Act of 1966 (42 U.S.C. 1786);
16	(B) The Emergency Food Assistance Programs
17	(Emergency Food Assistance Act of 1983) (7 U.S.C.
18	7501); and
19	(C) Commodity Supplemental Food Program (7 U.S.C.
20	612c).
21	(f) For public institutions of higher education, the
22	provisions of this Act apply only to awards funded by State
23	appropriations and federal pass-through awards from a State
24	agency to public institutions of higher education.
25	(g) Each grant-making agency shall enhance its processes to

monitor and address noncompliance with reporting requirements

- 1 and with program performance standards. Where applicable, the
- 2 process may include a corrective action plan. The monitoring
- 3 process shall include a plan for tracking and documenting
- 4 performance-based contracting decisions.
- 5 (h) The provisions of this Act shall not apply to certified
- 6 local health departments which receive less than \$750,000 in
- 7 State grants annually.
- 8 As used in this subsection (h), "certified local health
- 9 <u>department" means a local governmental agency that administers</u>
- 10 and assures health-related programs and services within its
- jurisdiction and which is certified by the Department of Public
- 12 Health.
- 13 (Source: P.A. 98-706, eff. 7-16-14.)
- 14 Section 99. Effective date. This Act takes effect upon
- 15 becoming law.