

102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 SB1652

Introduced 2/26/2021, by Sen. Terri Bryant

SYNOPSIS AS INTRODUCED:

30 ILCS 708/45

Amends the Grant Accountability and Transparency Act. Provides that the requirements established under the Act do not apply to State shared revenues distributed by formula to units of local government from the Local Government Distributive Fund, the Personal Property Tax Replacement Fund, the Motor Fuel Tax Fund, or the Transportation Renewal Fund. Effective immediately.

LRB102 04475 RJF 14493 b

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)

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- 7 Sec. 45. Applicability.
- (a) Except as otherwise provided in this Section, the The 8 9 requirements established under this Act apply to State grant-making agencies that make State and federal pass-through 10 11 awards to non-federal entities. These requirements apply to all costs related to State and federal pass-through awards. 12 The requirements established under this Act do not apply to 13 14 private awards or State shared revenues distributed by formula to units of local government from the Local Government 15 16 Distributive Fund, the Personal Property Tax Replacement Fund, 17 the Motor Fuel Tax Fund, or the Transportation Renewal Fund.
 - (a-5) Nothing in this Act shall prohibit the use of State funds for purposes of federal match or maintenance of effort.
 - (b) The terms and conditions of State, federal, and pass-through awards apply to subawards and subrecipients unless a particular Section of this Act or the terms and conditions of the State or federal award specifically indicate

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otherwise. Non-federal entities shall comply with requirements of this Act regardless of whether the non-federal entity is a recipient or subrecipient of a State or federal pass-through with Pass-through entities shall comply 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

- 1 with Indian tribes, the provisions of the Indian
- 2 Self-Determination and Education and Assistance Act, as
- 3 amended, 25 U.S.C. 450-458ddd-2.
- 4 (c) State grant-making agencies may apply subparts A
- 5 through E of 2 CFR 200 to for-profit entities, foreign public
- 6 entities, or foreign organizations, except where the awarding
- 7 agency determines that the application of these subparts would
- 8 be inconsistent with the international obligations of the
- 9 United States or the statute or regulations of a foreign
- 10 government.
- 11 (d) 2 CFR 200.101 specifies how 2 CFR 200 is applicable to
- 12 different types of awards. The same applicability applies to
- 13 this Act.
- (e) (Blank).
- 15 (f) For public institutions of higher education, the
- 16 provisions of this Act apply only to awards funded by State
- 17 appropriations and federal pass-through awards from a State
- 18 agency to public institutions of higher education.
- 19 (g) Each grant-making agency shall enhance its processes
- 20 to monitor and address noncompliance with reporting
- 21 requirements and with program performance standards. Where
- 22 applicable, the process may include a corrective action plan.
- 23 The monitoring process shall include a plan for tracking and
- documenting performance-based contracting decisions.
- 25 (Source: P.A. 100-676, eff. 1-1-19; 100-863, eff. 8-14-18;
- 26 101-81, eff. 7-12-19.)

- 1 Section 99. Effective date. This Act takes effect upon
- 2 becoming law.