1 AN ACT concerning conservation.

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

- 4 Section 5. The Grant Accountability and Transparency Act
- 5 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 8 9 requirements established under this Act apply to State grant-making agencies that make State and federal pass-through 10 awards to non-federal entities. These requirements apply to 11 12 all costs related to State and federal pass-through awards. 13 The requirements established under this Act do not apply to 14 private awards, to allocations of State revenues paid over by the Comptroller to units of local government and other taxing 15 16 districts pursuant to the State Revenue Sharing Act from the 17 Local Government Distributive Fund or the Personal Property Tax Replacement Fund, to allotments of State motor fuel tax 18 19 revenues distributed by the Department of Transportation to 20 units of local government pursuant to the Motor Fuel Tax Law 21 from the Motor Fuel Tax Fund or the Transportation Renewal 22 Fund, or to awards, including capital appropriated funds, made

by the Department of Transportation to units of local

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transportation projects 1 government for the purposes of 2 utilizing State funds, federal funds, or both State and 3 federal funds. This Act shall recognize that federal and pass-through awards from the federal Department 5 Transportation to units of local government are governed by and must comply with federal quidelines under 2 CFR Part 200. 6

The changes made by this amendatory Act of the 102nd General Assembly apply to pending actions as well as actions commenced on or after the effective date of this amendatory Act of the 102nd General Assembly.

- (a-5) Nothing in this Act shall prohibit the use of State funds for purposes of federal match or maintenance of effort.
- 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 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 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.

(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.

- 1 (d) 2 CFR 200.101 specifies how 2 CFR 200 is applicable to 2 different types of awards. The same applicability applies to 3 this Act.
 - (e) (Blank).

- (f) For public institutions of higher education, the provisions of this Act apply only to awards funded by federal pass-through awards from a State agency to public institutions of higher education. This Act shall recognize provisions in 2 CFR 200 as applicable to public institutions of higher education, including Appendix III of Part 200 and the cost principles under Subpart E.
- (g) Each grant-making agency shall enhance its processes to monitor and address noncompliance with reporting requirements and with program performance standards. Where applicable, the process may include a corrective action plan. The monitoring process shall include a plan for tracking and documenting performance-based contracting decisions.
- (h) Notwithstanding any provision of law to the contrary, grants awarded from federal funds received from the federal Coronavirus State Fiscal Recovery Fund in accordance with Section 9901 of the American Rescue Plan Act of 2021 are subject to the provisions of this Act, but only to the extent required by Section 9901 of the American Rescue Plan Act of 2021 and other applicable federal law or regulation.
- (i) Payments and agreements made pursuant to Section 5 of the Illinois Forestry Development Act are not subject to the

- 1 provisions of this Act.
- 2 (Source: P.A. 101-81, eff. 7-12-19; 102-16, eff. 6-17-21;
- 3 102-626, eff. 8-27-21; 102-813, eff. 5-13-22; 102-1092, eff.
- 4 6-10-22.)
- 5 Section 10. The Illinois Forestry Development Act is
- 6 amended by changing Section 5 as follows:
- 7 (525 ILCS 15/5) (from Ch. 96 1/2, par. 9105)
- 8 Sec. 5. A forest development cost share program is created
- 9 and shall be administered by the Department of Natural
- 10 Resources.
- 11 A timber grower who desires to participate in the cost
- 12 share program shall devise a forest management plan. To be
- 13 eligible to submit a proposed forest management plan, a timber
- 14 grower must own or operate at least 10 contiguous acres of land
- in this State on which timber is produced, except that, no acre
- on which a permanent building is located shall be included in
- 17 calculations of acreage for the purpose of determining
- 18 eligibility. Timber growers with Department approved forest
- 19 management plans covering less than 10 acres in effect on or
- 20 before the effective date of this amendatory Act of the 96th
- 21 General Assembly shall continue to be eligible under the
- 22 Illinois Forestry Development Act provisions. The proposed
- forest management plan shall include a description of the land
- to be managed under the plan, a description of the types of

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timber to be grown, a projected harvest schedule, description of forest management practices to be applied to the land, an estimation of the cost of such practices, plans afforestation, plans for regenerative harvest reforestation, and a description of soil and conservation goals and wildlife habitat enhancement which will be served by implementation of the forest management plan.

Upon receipt from a timber grower of a draft forest management plan, the Department shall review the plan and, if necessary, assist the timber grower to revise the plan. The Department shall officially approve acceptable plans. Forest management plans shall be revised as necessary and all revisions must be approved by the Department. A plan shall be evaluated every 2 years for reapproval.

The eligible land shall be maintained in a forest condition for a period of 10 years or until commercial harvest, whichever last occurs, as required by the plan.

The Department shall enter into agreements with timber growers with approved forest management plans under which the Department shall agree to pay a share of the total cost of acceptable forest management plans and practices implemented under the plan. The cost share amount is up to 80% of the total cost of the forest management practices for such practices approved to be funded from monies appropriated for this purpose for subsequent fiscal years. Cost share funds shall be paid from monies appropriated to the Department by the General

Assembly for that purpose from the Illinois Forestry
Development Fund or any other fund in the State Treasury.

These cost share payments shall not exceed the amount
appropriated for such purposes. The Department shall create by
administrative rule the criteria used to evaluate and approve
cost share payment requests, including what forest management
practices shall be prioritized for payment. Payments shall
only be made after approved practices have been completed and
written documentation is provided to the Department showing
the total amount paid by the landowner for such practice.

Starting in 2025, the Department shall file a report in writing to the General Assembly on or before March 1 of each year with the following information from the preceding year: the total number of agreements entered into pursuant to this Section, the total amount of payments made pursuant to this Section from the Illinois Forestry Development Fund, and the total number of acres that were affected by said payments. Payments and agreements made pursuant to this Section are not subject to the Grant Accountability and Transparency Act.

The Department, upon recommendations made to it by the Council, may provide for the categorization of forest management practices and determine an appropriate cost share percentage for each such category. Forest management practices submitted by timber growers on whose timber sales fees of 4% of the sale amount were paid as provided in Section 9a of the "Timber Buyers Licensing Act", approved September 1, 1969, may

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be accorded a priority for approval within the assigned 1 2 category. Such timber growers may receive a cost share amount 3 which is increased above the amount for which they would otherwise qualify by an amount equal to the fees paid by the 5 timber grower on sales occurring in the 2 fiscal years 6 immediately preceding the fiscal year in which the forest 7 management practices are approved and funded; provided, 8 however, that the total cost share amount shall not exceed the 9 total cost of the approved forest management practices.

Upon transfer of his or her right and interest in the land or a change in land use, the timber grower shall forfeit all rights to future payments and other benefits resulting from an approved plan and shall refund to the Department all payments received therefrom during the previous 10 years unless the transferee of any such land agrees with the Department to assume all obligations under the plan.

17 (Source: P.A. 96-217, eff. 8-10-09; 96-545, eff. 8-17-09.)

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