



Rep. Patricia R. Bellock

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09800HB0002ham001

LRB098 02559 OMW 42442 a

1 AMENDMENT TO HOUSE BILL 2

2 AMENDMENT NO. _____. Amend House Bill 2 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Grant Funds Recovery Act is
5 amended by adding Section 15 as follows:

6 (30 ILCS 705/15 new)

7 Sec. 15. Illinois Single Audit Commission.

8 (a) As used in this Section, "Departments" means the
9 agencies, boards, and commissions designated by the Governor.

10 (b) There is created the Illinois Single Audit Commission.
11 The Commission shall conduct research regarding the practices
12 of other states in the administration of grants and create a
13 report summarizing the Commission's recommendations regarding
14 the adoption of uniform standards for the administration of
15 grants in this State.

16 (c) The Commission shall be comprised of one representative

1 from each of the top 10 grant-making Departments who is an
2 expert in grant subject matter and who shall be appointed by
3 the Governor, one of whom shall be designated as Chairperson.
4 The Commission shall also be comprised of 10 members, one
5 designed by each of those Departments, to represent community
6 organizations, providers, and associations. These members
7 shall be charged with overseeing the implementation of the
8 Commission's objectives under this Section.

9 (d) The recommendations in the report shall primarily focus
10 on developing a coordinated, non-redundant process for the
11 provision of effective and efficient oversight of grant
12 recipients, ensuring quality programs, and limiting fraud,
13 waste, and abuse. The report shall define the purpose, scope,
14 applicability, and responsibilities in the life cycle of a
15 grant related to subsections (e) through (g). To the extent
16 feasible, the Commission's report shall include necessary
17 statutory and rule changes required to implement proposed
18 actions.

19 (e) The report shall examine and make recommendations for
20 the following with regard to a grant before it is awarded:

21 (1) criteria to define formula-based grants and
22 discretionary grants;

23 (2) discretionary grants and whether they should exist
24 in a competitive grant environment in alternating 3-year
25 cycles;

26 (3) uniform grant applications;

1 (4) uniform budget requirements;

2 (5) pre-qualification requirements of applicants,
3 including the fiscal condition of the organization;

4 (6) minimum requirements of applicant staff for
5 programmatic and administrative purposes;

6 (7) criteria for requiring a fiscal agent and for
7 becoming a fiscal agent; and

8 (8) disclosure requirements of Related Parties between
9 grantees and grant-making agencies.

10 (f) The report shall examine and make recommendations for
11 the following with regard to a grant at the time it is awarded:

12 (1) uniform grant agreements;

13 (2) uniform reporting requirements, including budget
14 to actual quarterly reports;

15 (3) uniform monitoring, including on-site fiscal and
16 administrative control reviews on a risk-based approach to
17 determine the required frequency of monitoring;

18 (4) payment methods, including advance and reconcile,
19 capital advances, and reimbursement;

20 (5) administrative requirements;

21 (6) allowable cost principles;

22 (7) conditional exemption process;

23 (8) standardized audit requirements;

24 (9) program performance reporting;

25 (10) retention of records and access requirements; and

26 (11) grant termination and enforcement procedures.

1 (g) The report shall examine and make recommendations for
2 the following with regard to a grant after it has been awarded:

3 (1) standardized closeout procedures;

4 (2) standardized audit requirements;

5 (3) subsequent grant adjustments and continuing
6 responsibilities;

7 (4) grant recovery; and

8 (5) the appeal process.

9 (h) The report shall be filed with the General Assembly by
10 January 1, 2014.

11 (i) This Section is repealed on January 1, 2015.

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