(0lr1863)

#### ENROLLED BILL

— Health and Government Operations/Education, Health, and Environmental

Affairs —

## Introduced by **Delegates Stein**, **Bagnall**, **Carr**, **Cullison**, **Kipke**, **Krebs**, **Pena-Melnyk**, and **Reznik**

Read and Examined by Proofreaders:

	Proofreader.
	Proofreader.
Sealed with the Great Seal and p	resented to the Governor, for his approval this
day of a	at o'clock,M.
	Speaker.

CHAPTER \_\_\_\_\_

### 1 AN ACT concerning

### 2 Grant Applications and Reporting – Uniform Forms and Requirements

3 FOR the purpose of establishing the Maryland Efficient Grant Application Council; providing for the composition, chair, and staffing of the Council; establishing the 4 terms of certain members of the Council; prohibiting a member of the Council from  $\mathbf{5}$ 6 receiving certain compensation, but authorizing the reimbursement of certain 7 expenses; requiring the Council to advise the Governor's Grants Office and the Board 8 of Public Works Department of Budget and Management regarding certain matters; 9 requiring the Council to monitor and report on certain matters; requiring the Council 10 to study and make recommendations to the Governor's Grants Office and the <del>Board</del> 11 Department regarding the grants life cycle, including the creation of certain 12materials for use by certain grant-making agencies, grant applicants, and grant 13recipients, certain regulations, and certain recommended timelines and deadlines;

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.



P1

1 requiring the Council to solicit the input of certain stakeholders and authorizing the  $\mathbf{2}$ Council to establish certain working groups; requiring the Board to adopt by 3 regulation a certain uniform grant application form, uniform financial controls and 4 reporting requirements, and uniform performance progress reporting requirements on or before a certain date; requiring the uniform grant application form, uniform  $\mathbf{5}$ 6 financial controls and reporting requirements, and uniform progress reporting 7 requirements to be based on recommendations of the Council and, to the greatest 8 extent practicable, be consistent with certain federal guidance and related forms; 9 requiring the Board to adopt certain portions of a certain guidance on or before certain dates; requiring a certain agency that awards certain grant funds to 10 administer grants in a certain manner on or after a certain date; authorizing a 11 12certain agency to apply for an exception to a certain requirement under certain circumstances; requiring the Board, in consultation with the Council and the 13 Governor's Grants Office, to adopt regulations governing the consideration and 1415<del>approval of certain requests</del> Council to submit a certain report to the Department and the General Assembly on or before a certain date; requiring a certain State 16 17agency to appoint a <del>certain</del> Chief Accountability Officer on or before a certain date; requiring the Governor's Grants Office to provide technical assistance and 18 interpretations of policy requirements for certain purposes; <del>providing that the</del> 19 20provisions of this Act and any regulations adopted under this Act supersede certain <del>conflicting regulations;</del> defining <del>a certain term</del> certain terms; requiring the <del>Board</del> 2122and the Governor's Grants Office to jointly Department to report to the General 23Assembly on or before <del>a certain date</del> certain dates; specifying the terms of the initial members of the Council; providing for the termination of this Act; and generally 2425relating to the development and adoption of a uniform grant application form, 26uniform financial controls and reporting requirements, and uniform progress 27reporting requirements.

28 BY adding to

 $\mathbf{2}$ 

- 29 Article State Finance and Procurement
- 30 Section 2–209 and 2–210
- 31 Annotated Code of Maryland
- 32 (2015 Replacement Volume and 2019 Supplement)
- 33 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
   34 That the Laws of Maryland read as follows:
- 35

#### **Article – State Finance and Procurement**

36 **2–209.** 

### 37 (A) IN THIS SECTION, "COUNCIL" MEANS THE MARYLAND EFFICIENT 38 GRANT APPLICATION COUNCIL.

39 (B) THERE IS A MARYLAND EFFICIENT GRANT APPLICATION COUNCIL.

1	(C) (1) THE COUNCIL CONSISTS OF THE FOLLOWING MEMBERS:
$2 \\ 3$	(I) THE DIRECTOR OF THE GOVERNOR'S GRANTS OFFICE OR THE DIRECTOR'S DESIGNEE;
45	(II) THE CHIEF PROCUREMENT OFFICER OR THE CHIEF PROCUREMENT OFFICER'S DESIGNEE;
6 7	(III) THE STATE TREASURER OR THE STATE TREASURER'S DESIGNEE;
8 9	(IV) THE ATTORNEY GENERAL OR THE ATTORNEY GENERAL'S DESIGNEE;
10 11	(V) THE SECRETARY OF BUDGET AND MANAGEMENT OR THE SECRETARY'S DESIGNEE;
$\frac{12}{13}$	(VI) THE SECRETARY OF HEALTH OR THE SECRETARY'S DESIGNEE;
$\begin{array}{c} 14 \\ 15 \end{array}$	(VII) THE SECRETARY OF HUMAN SERVICES OR THE SECRETARY'S DESIGNEE;
$\begin{array}{c} 16\\ 17\end{array}$	(VIII) THE SECRETARY OF HOUSING AND COMMUNITY DEVELOPMENT OR THE SECRETARY'S DESIGNEE;
18 19	(IX) THE SECRETARY OF AGRICULTURE, OR THE SECRETARY'S DESIGNEE;
$\begin{array}{c} 20\\ 21 \end{array}$	(X) THE SECRETARY OF THE ENVIRONMENT, OR THE SECRETARY'S DESIGNEE;
22 23	(XI) <u>THE STATE SUPERINTENDENT OF SCHOOLS, OR THE STATE</u> <u>SUPERINTENDENT'S DESIGNEE;</u>
$\begin{array}{c} 24 \\ 25 \end{array}$	(XII) THE DIRECTOR OF THE MARYLAND ENERGY Administration, or the Director's designee;
26 27 28	(IX) (XIII) THE EXECUTIVE DIRECTOR OF THE GOVERNOR'S OFFICE OF CRIME CONTROL AND PREVENTION OR THE EXECUTIVE DIRECTOR'S DESIGNEE;
29 30	(X) ONE MEMBER OF THE SENATE, APPOINTED BY THE President of the Senate;

(XI) ONE MEMBER OF THE HOUSE OF DELEGATES, APPOINTED 1  $\mathbf{2}$ BY THE SPEAKER OF THE HOUSE: AND (XIV) THE CHAIR OF THE MARYLAND HIGHER EDUCATION 3 <u>COMMISSION, OR THE CHA</u>IR'S DESIGNEE; 4 (XV) THE SECRETARY OF NATURAL RESOURCES, OR THE  $\mathbf{5}$ 6 SECRETARY'S DESIGNEE; 7 (XV) (XVI) A REPRESENTATIVE FROM THE MARYLAND 8 **ASSOCIATION OF COUNTIES:** 9 (XVI) (XVII) A REPRESENTATIVE FROM THE MARYLAND 10 **MUNICIPAL LEAGUE;** 11 (XII) (XVIII) (XVIII) FOUR FIVE OF REPRESENTATIVES PRIVATE NONPROFIT ORGANIZATIONS WITH EXPERIENCE PROVIDING SERVICES 12 FUNDED BY STATE OR FEDERAL GRANTS AND THAT REFLECT THE SIZE AND 1314DIVERSITY OF THE NONPROFIT GRANT RECIPIENTS IN THE STATE, APPOINTED BY 15THE GOVERNOR; 16 (XVIII) (XIX) ONE REPRESENTATIVE OF A PRIVATE NONPROFIT ORGANIZATION, APPOINTED BY THE PRESIDENT OF THE SENATE; AND 1718 (XIX) ONE REPRESENTATIVE OF A PRIVATE NONPROFIT ORGANIZATION, APPOINTED BY THE SPEAKER OF THE HOUSE. 19 20(2) **(I)** THIS PARAGRAPH APPLIES TO MEMBERS OF THE COUNCIL APPOINTED UNDER PARAGRAPH (1)(XII) (1)(XVIII) OF THIS SUBSECTION. 2122**(II)** THE TERM OF A MEMBER IS 4 YEARS. (III) THE TERMS OF MEMBERS ARE STAGGERED AS REQUIRED BY 23THE TERMS PROVIDED FOR MEMBERS OF THE COUNCIL ON JULY 1, 2020. 2425(IV) AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL A SUCCESSOR IS APPOINTED AND QUALIFIES. 2627**(**V**)** A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN SERVES ONLY FOR THE REST OF THE TERM AND UNTIL A SUCCESSOR IS APPOINTED 2829AND QUALIFIES.

1 (VI) THE GOVERNOR MAY REMOVE A MEMBER FOR NEGLECT OF 2 DUTY, INCOMPETENCE, OR MISCONDUCT.

3 (D) THE DIRECTOR OF THE GOVERNOR'S GRANTS OFFICE OR THE 4 DIRECTOR'S DESIGNEE SHALL SERVE AS CHAIR OF THE COUNCIL.

5 (E) THE STAFFING RESPONSIBILITIES OF THE COUNCIL SHALL BE SHARED 6 BY THE AGENCIES REPRESENTED ON THE COUNCIL.

7 (F) A MEMBER OF THE COUNCIL:

8 (1) MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE 9 COUNCIL; BUT

10(2) IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE11STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET.

12 (G) THE COUNCIL SHALL:

13(1) ADVISE THE GOVERNOR'S GRANTS OFFICE AND THE BOARD OF14PUBLIC WORKS DEPARTMENT OF BUDGET AND MANAGEMENT15IMPLEMENTATION OF § 2–110 2–210 OF THIS SUBTITLE; AND

16 (2) MONITOR AND REPORT TO THE GOVERNOR'S GRANTS OFFICE 17 AND THE BOARD OF PUBLIC WORKS DEPARTMENT OF BUDGET AND MANAGEMENT 18 ON THE STATE'S PROGRESS TOWARD IMPLEMENTING § 2–110 2–210 OF THIS 19 SUBTITLE.

20 **2–210.** 

21 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 22 INDICATED.

### 23 (2) "BOARD" MEANS THE BOARD OF PUBLIC WORKS.

24 (3) (2) "COUNCIL" MEANS THE MARYLAND EFFICIENT GRANT 25 APPLICATION COUNCIL ESTABLISHED UNDER § 2–209 OF THIS SUBTITLE.

26(3)"Department" means the Department of Budget and27Management.

28 <u>(4) (1)</u> <u>"Grant" Means a legal instrument of financial</u> 29 <u>Assistance between a State grant-Making entity and a non-State entity</u> 30 <u>That is:</u>

$1 \\ 2 \\ 3 \\ 4 \\ 5$	1. <u>USED TO ENTER INTO A RELATIONSHIP THE</u> <u>PRINCIPAL PURPOSE OF WHICH IS TO TRANSFER ANYTHING OF VALUE FROM THE</u> <u>GRANT-MAKING ENTITY TO THE GRANT RECIPIENT TO CARRY OUT A PUBLIC</u> <u>PURPOSE AUTHORIZED BY LAW AND NOT TO ACQUIRE PROPERTY OR SERVICES FOR</u> <u>THE DIRECT BENEFIT OR USE OF THE GRANT-MAKING ENTITY; AND</u>
6 7	<b><u>2.</u></b> <u>DISTINGUISHED FROM A COOPERATIVE AGREEMENT</u> IN THAT IT DOES NOT PROVIDE FOR SUBSTANTIAL INVOLVEMENT BETWEEN THE
$\frac{8}{9}$	GRANT–MAKING ENTITY AND THE GRANT RECIPIENT IN CARRYING OUT THE ACTIVITY CONTEMPLATED BY THE AWARD.
10 11	(II) <u>"GRANT" DOES NOT INCLUDE AN INSTRUMENT THAT</u> PROVIDES ONLY:
12 13	1. <u>DIRECT GOVERNMENT CASH ASSISTANCE TO AN</u> INDIVIDUAL;
14	$\underline{2.} \qquad \underline{A \text{ SUBSIDY}};$
15	$\underline{3.}$ <u>A LOAN;</u>
16	<b><u>4.</u></b> <u>A LOAN GUARANTEE;</u>
17	5. INSURANCE;
18 19 20	6. <u>GRANTS MADE BY THE STATE HIGHER EDUCATION</u> SYSTEM, THE CAPITAL BUDGET, THE DEPARTMENT OF TRANSPORTATION, OR THE MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION;
$\begin{array}{c} 21 \\ 22 \end{array}$	7. <u>BUSINESS DEVELOPMENT GRANTS MADE BY THE</u> DEPARTMENT OF COMMERCE; OR
$\begin{array}{c} 23\\ 24 \end{array}$	8. <u>ANY STATE FUNDING THAT IS REQUIRED ANNUALLY</u> AND IS CALCULATED THROUGH A FORMULA SET IN STATUTE.
$25 \\ 26 \\ 27$	(4) (5) "GRANT APPLICATION FORM" MEANS A GRANT APPLICATION TEMPLATE AND RELATED MATERIALS REQUIRED TO BE SUBMITTED BY GRANT APPLICANTS, INCLUDING:
28	(I) REQUIRED ORGANIZATIONAL MATERIALS; AND
29	(II) PROPOSED BUDGET CATEGORIES AND LINE ITEMS.

1 (5)(6) "UNIFORM GUIDANCE" MEANS THE OFFICE OF 2 MANAGEMENT AND BUDGET UNIFORM ADMINISTRATIVE REQUIREMENTS, COST 3 PRINCIPLES, AND AUDIT REQUIREMENTS FOR FEDERAL AWARDS, 2 C.F.R. PART 4 200.

 $\mathbf{5}$ **(B)** (1) THE IN ORDER TO IMPROVE EFFICIENCY, STREAMLINE AND 6 **REDUCE REDUNDANT PROCESSES, REDUCE PAPERWORK AND ADMINISTRATIVE** 7 BURDENS ON BOTH GRANTING AGENCIES AND GRANT RECIPIENTS, AND FACILITATE 8 DEVELOPMENT AND IMPLEMENTATION OF A STATEWIDE CENTRALIZED GRANTS MANAGEMENT AND ACCOUNTABILITY SYSTEM, THE COUNCIL SHALL STUDY AND 9 10 MAKE RECOMMENDATIONS TO THE GOVERNOR'S GRANTS OFFICE AND THE BOARD **DEPARTMENT REGARDING THE ENTIRE GRANTS LIFE CYCLE, INCLUDING:** 11

12(I)THE CREATION OF THE FOLLOWING MATERIALS FOR USE BY13GRANT-MAKING AGENCIES, GRANT APPLICANTS, AND GRANT RECIPIENTS IN THE14STATE:

15 (I) <u>1.</u> A UNIFORM GRANT APPLICATION FORM;

16 (H) <u>2.</u> UNIFORM FINANCIAL CONTROLS AND REPORTING 17 REQUIREMENTS FOR GRANT RECIPIENTS; AND

18(III)3.UNIFORM PERFORMANCE PROGRESS REPORTING19REQUIREMENTS FOR GRANT RECIPIENTS;

20 (II) <u>REGULATIONS ADOPTING EACH PART OF THE UNIFORM</u> 21 <u>GUIDANCE, WITH APPROPRIATE MODIFICATIONS FOR ITS APPLICATION TO</u> 22 <u>GRANT-MAKING ENTITIES IN THE STATE, INCLUDING MODIFICATIONS OR</u> 23 <u>VARIANCES BASED ON THE SCOPE OR SIZE OF PARTICULAR GRANT PROGRAMS,</u> 24 <u>GRANT-MAKING ENTITIES, OR GRANTEES;</u>

25(III)RECOMMENDED TIMEFRAMES AND DEADLINES FOR THE26VARIOUS TASKS INCLUDED IN ITEMS (I) AND (II) OF THIS PARAGRAPH;

# 27(IV)RECOMMENDEDDEADLINESFORUSEAND28IMPLEMENTATION BY THE VARIOUS GRANT-MAKING ENTITIES OF THE MATERIALS29PREPARED IN ACCORDANCE WITH ITEM (I) OF THIS PARAGRAPH; AND

30(V)RECOMMENDED DEADLINES FOR GRANT-MAKING ENTITIES31TO ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE32PROVISIONS OF PARTS OF UNIFORM GUIDANCE AS ADOPTED BY THE DEPARTMENT33BY REGULATION.

1 (2) IN DEVELOPING <u>MATERIALS AND</u> RECOMMENDATIONS UNDER 2 THIS SUBSECTION, THE COUNCIL <u>SHALL</u>:

3 (I) SHALL SOLICIT THE INPUT OF DIVERSE STAKEHOLDERS,
4 INCLUDING GRANT-MAKING AGENCIES AND ORGANIZATIONS REPRESENTING LOCAL
5 GOVERNMENTS, GRANT PROFESSIONALS, <u>EXPERTS IN NONPROFIT ACCOUNTING</u>
6 <u>AND AUDITING</u>, AND NONPROFIT SERVICE PROVIDERS; AND

(II) MAY ESTABLISH ONE OR MORE STAKEHOLDER ISSUE
WORKING GROUPS TO, COMPOSED OF STAKEHOLDERS REPRESENTING DIVERSE
BACKGROUNDS APPROPRIATE TO THE CHARGE OF EACH WORKGROUP, AND ALSO
REFLECTING THE DEMOGRAPHIC DIVERSITY OF THE STATE AND THE DIVERSITY OF
GRANT PROGRAMS AND GRANT RECIPIENTS, INCLUDING ARTS, HISTORY, AND
SOCIAL SERVICE, TO PARTICIPATE IN AND FACILITATE THE PROCESS OF
DEVELOPING RECOMMENDATIONS.

14 (C) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, ON OR 15 BEFORE JULY 1, 2021, THE BOARD SHALL, BY REGULATION, ADOPT:

16

(I) A UNIFORM GRANT APPLICATION FORM;

17(II)UNIFORMFINANCIALCONTROLSANDREPORTING18REQUIREMENTS FOR GRANT RECIPIENTS; AND

 19
 (III)
 UNIFORM
 PERFORMANCE
 PROGRESS
 REPORTING

 20
 REQUIREMENTS FOR GRANT RECIPIENTS.

21 (2) THE UNIFORM GRANT APPLICATION FORM, UNIFORM FINANCIAL
 22 CONTROLS AND REPORTING REQUIREMENTS, AND UNIFORM PERFORMANCE
 23 PROGRESS REPORTING REQUIREMENTS ADOPTED UNDER THIS SUBSECTION SHALL:

24 (I) BE BASED ON RECOMMENDATIONS OF THE COUNCIL 25 DEVELOPED UNDER SUBSECTION (B) OF THIS SECTION; AND

# 26 (II) TO THE GREATEST EXTENT PRACTICABLE, BE CONSISTENT 27 WITH THE UNIFORM GUIDANCE AND RELATED FORMS ADOPTED BY THE OFFICE OF 28 MANAGEMENT AND BUDGET.

29 (D) (1) ON OR BEFORE JULY 1, 2022, THE BOARD SHALL ADOPT 30 REGULATIONS THAT ADOPT PARTS A THROUGH E OF THE UNIFORM GUIDANCE FOR 31 ALL STATE AND LOCAL AGENCIES THAT AWARD STATE OR FEDERAL GRANT FUNDS.

1	(2) On or before July 1, 2024, the Board shall adopt
2	REGULATIONS THAT ADOPT THE UNIFORM GUIDANCE IN ITS ENTIRETY FOR ALL
3	STATE AND LOCAL AGENCIES THAT AWARD STATE OR FEDERAL GRANT FUNDS.
4	(E) (1) EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION,
<b>5</b>	ON OR AFTER JULY 1, 2022, ANY STATE OR LOCAL AGENCY THAT AWARDS STATE OR
6	FEDERAL GRANT FUNDS SHALL:
-	
7	(I) USE THE UNIFORM GRANT APPLICATION FORM
8	RECOMMENDED BY THE COUNCIL AND ADOPTED BY THE BOARD UNDER
9	SUBSECTION (C) OF THIS SECTION;
10	(II) REQUIRE GRANT RECIPIENTS TO MAKE ANNUAL REPORTS
11	IN ACCORDANCE WITH THE UNIFORM FINANCIAL CONTROLS AND REPORTING
12	REQUIREMENTS AND UNIFORM PERFORMANCE PROGRESS REPORTING
12 13	REQUIREMENTS ADOPTED UNDER SUBSECTION (C) OF THIS SECTION; AND
10	REQUIREMENTS ADOLITED UNDER SUBSECTION (C) OF THIS SECTION, AND
14	(iii) administer State and federal grants in
15	ACCORDANCE WITH PARTS A THROUGH E OF THE UNIFORM GUIDANCE, AS
16	ADOPTED IN REGULATIONS OF THE BOARD.
10	
17	(2) EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION,
17 18	(2) Except as provided in paragraph (3) of this subsection, on or after July 1, 2024, each State and local grant-making agency
18	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY
18 19	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE
18 19 20	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD.
18 19 20	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE
18 19 20 21	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD.
18 19 20 21 22	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF
18 19 20 21 22 23	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH
18 19 20 21 22 23 24	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A
18 19 20 21 22 23 24 25	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT-MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED
18 19 20 21 22 23 24 25 26	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT
18 19 20 21 22 23 24 25 26 27 28	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM CUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT-MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT.
18         19         20         21         22         23         24         25         26         27         28         29	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT.
18         19         20         21         22         23         24         25         26         27         28         29         30	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT-MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT.
18         19         20         21         22         23         24         25         26         27         28         29         30         31	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM CUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT. (II) THE BOARD, IN CONSULTATION WITH THE COUNCIL AND THE GOVERNOR'S GRANTS OFFICE, SHALL ADOPT REGULATIONS GOVERNING THE CONSIDERATION AND APPROVAL OF REQUESTS FOR EXCEPTIONS UNDER THIS
18         19         20         21         22         23         24         25         26         27         28         29         30         31         32	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM GUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT-MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT. (II) THE BOARD, IN CONSULTATION WITH THE COUNCIL AND THE GOVERNOR'S GRANTS OFFICE, SHALL ADOPT REGULATIONS GOVERNING THE
18         19         20         21         22         23         24         25         26         27         28         29         30         31	ON OR AFTER JULY 1, 2024, EACH STATE AND LOCAL GRANT-MAKING AGENCY SHALL ADMINISTER STATE AND FEDERAL GRANTS IN ACCORDANCE WITH THE ENTIRETY OF THE UNIFORM CUIDANCE, AS ADOPTED IN REGULATIONS OF THE BOARD. (3) (1) IF A REQUIREMENT OF THIS SUBSECTION OR OF REGULATIONS ADOPTED UNDER THIS SUBSECTION WOULD CONFLICT WITH APPLICABLE FEDERAL REQUIREMENTS OR POSE AN UNDUE BURDEN ON A GRANT MAKING AGENCY, GRANT APPLICANT, OR GRANT RECIPIENT WHEN APPLIED TO A PARTICULAR GRANT PROGRAM, THE STATE OR LOCAL AGENCY THAT ADMINISTERS THE GRANT PROGRAM MAY APPLY FOR AN EXCEPTION TO THE REQUIREMENT. (II) THE BOARD, IN CONSULTATION WITH THE COUNCIL AND THE GOVERNOR'S GRANTS OFFICE, SHALL ADOPT REGULATIONS GOVERNING THE CONSIDERATION AND APPROVAL OF REQUESTS FOR EXCEPTIONS UNDER THIS

34(C)ON OR BEFORE JULY 1, 2024, THE COUNCIL SHALL SUBMIT A REPORT35ON ITS FULL RECOMMENDATIONS AS REQUIRED BY SUBSECTION (B)(1) OF THIS

# <u>SECTION TO THE DEPARTMENT AND THE GENERAL ASSEMBLY, IN ACCORDANCE</u> <u>WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE.</u>

### 3 (F) (D) ON OR BEFORE OCTOBER 1, 2020, EACH STATE GRANT-MAKING 4 AGENCY SHALL APPOINT A CHIEF ACCOUNTABILITY OFFICER WHO SHALL:

5 (1) SERVE AS A LIAISON TO THE COUNCIL AND THE GOVERNOR'S 6 GRANTS OFFICE; AND

# 7 (2) BE RESPONSIBLE FOR THE AGENCY'S IMPLEMENTATION OF AND 8 COMPLIANCE WITH REGULATIONS ADOPTED REPRESENTATION AND PARTICIPATION 9 IN THE PROCESS ESTABLISHED UNDER THIS SECTION.

10 (G) (E) THE GOVERNOR'S GRANTS OFFICE SHALL PROVIDE TECHNICAL
 ASSISTANCE AND INTERPRETATIONS OF POLICY REQUIREMENTS IN ORDER TO
 ENSURE THE EFFECTIVE AND EFFICIENT IMPLEMENTATION OF THIS SECTION B¥
 STATE AND LOCAL GRANT MAKING AGENCIES.

SECTION 2. AND BE IT FURTHER ENACTED, That the provisions of this Act and any regulations adopted under this Act shall supersede any conflicting State regulations regarding requirements for grant applications, financial controls and reporting, or performance progress reporting.

18 SECTION 3. AND BE IT FURTHER ENACTED, That on or before December 31, 19 2021, the Board of Public Works and the Governor's Grants Office shall jointly report to the 20 General Assembly, in accordance with § 2–1257 of the State Government Article, on the 21 implementation of this Act.

- 22 <u>SECTION 2. AND BE IT FURTHER ENACTED</u>, That, in accordance with § 2–1257 23 <u>of the State Government Article, the Department of Budget and Management shall:</u>
- (1) on or before December 31, 2021, report to the General Assembly on the
   implementation of this Act, including the timelines and deadlines recommended by the
   Maryland Efficient Grant Application Council in accordance with § 2–210(b)(1)(iii) of the
   State Finance and Procurement Article, as enacted by Section 1 of this Act; and
- 28 (2) on or before December 31 of the calendar years 2022 through 2026,
   29 report to the General Assembly on the progress of the implementation of this Act, including
   30 any recommendations of the Maryland Efficient Grant Application Council.

SECTION 4. 3. AND BE IT FURTHER ENACTED, That the terms of the initial members appointed to the Maryland Efficient Grant Application Council by the Governor shall expire as follows:

34 (1) two members in 2022; and

(2)  $\frac{\text{two}}{\text{three}}$  members in 2024.

SECTION 5. 4. AND BE IT FURTHER ENACTED, That this Act shall take effect
 July 1, 2020. It shall remain effective for a period of 5 years and, at the end of June 30,
 2025, this Act, with no further action required by the General Assembly, shall be abrogated
 and of no further force and effect.

Approved:

1

Governor.

Speaker of the House of Delegates.

President of the Senate.