



Mark Flanders

*Bill Analysis*  
*Legislative Service Commission*

## **H.B. 443**

124th General Assembly  
(As Introduced)

**Reps. Schuring, Hagan, Cirelli, Hollister, Reidelbach, Jerse, Carmichael, Aslanides, Calvert, Hartnett, Gilb, Setzer, Roman, Kearns, Evans, Lendrum**

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### **BILL SUMMARY**

- Requires a state agency that awards a grant to enter into a contract with the grant recipient that specifies the purpose of the grant, how the grant will be used to achieve the purpose, and other terms and conditions governing expenditure of the money.
- Requires a state agency to randomly sample its grant recipients to determine compliance with grant contracts.

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### **CONTENT AND OPERATION**

#### **Contracts for grants awarded by state agencies**

(R.C. 125.26(A), (B), and (D))

The bill imposes requirements on state agencies that award grants of state or federal funds, whether to public agencies or private entities. The state agency and the recipient of a grant must enter into a contract that includes all of the following:

- The name and address of the recipient;
- The amount of money awarded;
- The purpose for which the grant is awarded;
- Specific information on how the grant will be used to achieve the authorized purpose;
- Terms and conditions governing appropriate expenditure of the grant;

--The time period during which the recipient will use the grant;

--Times at which the recipient must report to the state agency on its use of the grant; and

--Standards by which the state agency will evaluate the recipient's use of the grant.

The state agency must create and provide to the recipient a form for making the reports required under the contract. The bill specifies that the recipient must report on the form any information the state agency requires concerning its use of the grant.

When the Auditor of State conducts an audit, the state agency is required to provide the Auditor with copies of the contract and any other documents related to the grant.

**Sampling to determine contract compliance**

(R.C. 125.26(C))

The bill requires a state agency to randomly select a sample of the recipients of its grants, to determine whether the recipients expended the grants in accordance with the bill and the grant contracts.

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**HISTORY**

ACTION	DATE	JOURNAL ENTRY
Introduced	11-29-01	p. 1096

H0443-I.124/jc