

Original sponsors: Meekins and Beirne

Offered: 4/23/82  
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 608 (C&RA)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing procedures for state grants to and  
7 contracts with nonprofit organizations, municipalities,  
8 unincorporated communities, and named recipients; and  
9 providing for an effective date."

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

11 \* Section 1. AS 37.05 is amended by adding new sections to read:

12 Sec. 37.05.313. COMPETITIVE BIDS. If a recipient of a grant under  
13 the provisions of AS 37.05.315 - 37.05.317 proposes to enter any con-  
14 tract for which more than \$100,000 of the grant funds would be obli-  
15 gated, the contract shall be awarded through a competitive bid procedure.

16 Sec. 37.05.314. ADMINISTRATIVE PROCEDURES FOR GRANTS TO AND CON-  
17 TRACTS WITH NONPROFIT ORGANIZATIONS. The Department of Administration  
18 shall

19 (1) develop uniform procedures to guide state agencies and  
20 departments that administer grants to and contracts with nonprofit  
21 organizations, including

22 (A) uniform proposal application procedures;

23 (B) uniform application review requirements;

24 (C) a consistent application of cost principles for  
25 nonprofit organizations;

26 (D) provisions for payment schedules;

27 (E) provisions for a single annual independent audit;  
28 however, this requirement may not preclude or restrict audits by  
29 the executive or legislative branch of state government;

1 (2) provide for acceptance of administrative cost rates  
2 negotiated by the Department of Administration;

3 (3) establish standards for a contract with or a grant to a  
4 nonprofit organization other than a named recipient under AS 37.05.316  
5 including

6 (A) an adequate administrative system;

7 (B) adequate fiscal procedures;

8 (C) an administrative cost rate that the department  
9 feels is reasonable given the nature of the grant or contract;

10 (4) require that each application by a nonprofit organization  
11 for a contract with or grant from the state list all contracts with or  
12 grants from a federal, state, or local government or agency that the  
13 nonprofit organization has applied for or received within one year  
14 preceding the date of the application.

15 \* Sec. 2. This Act takes effect July 1, 1982.