



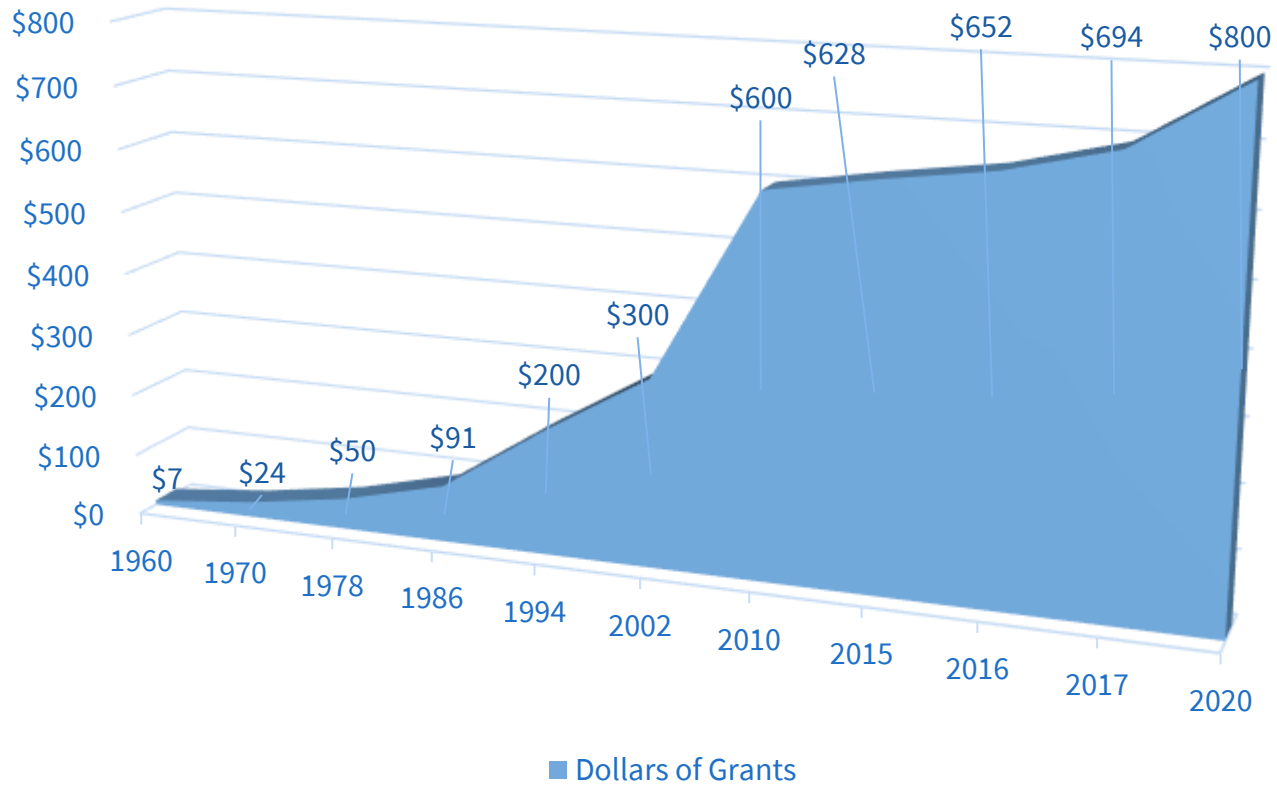
Grants under New Management: ARP, the 2 CFR Revisions and the Compliance Supplement





Grants Overview cont.

Grant Growth (Dollars in Billions)





Quick Stats

- Nearly \$800 billion annually, approximately half supports Medicaid funding
- More than 80,000 recipients - 35,000 who submit Single Audits
- Over 1,800 programs and unique authorizing statutes
- 28 major grant-making agencies that have formally adopted OMB grant guidance

The screenshot displays the SAM.gov search interface. At the top, there is a search bar with the text "I'm looking for..." and a "Search" button. Below the search bar, the "Status" filter is set to "Active Only". The "Keywords" field is empty. The "Published Date" and "Updated Date" filters are also empty. The search results show two entries:

- Ocean Exploration**: To explore the Earth's largely unknown oceans in all their dimensions for the purpose of discovery and the advancement of knowledge, using state-of-the-art technology. Department/Int. Agency: COMMERCE, DEPARTMENT OF. CFDA Number: 11.051. Funded: Yes. Last Updated Date: Oct 23, 2019. Type Of Assistance: B - Project Grants.
- Special Oceanic and Atmospheric Projects**: To increase the effectiveness of research and develop innovative approaches to education in the environmental sciences by facilitating cooperation bet... Department/Int. Agency: COMMERCE, DEPARTMENT OF. CFDA Number: 11.490. Funded: Yes. Last Updated Date: Oct 23, 2019. Type Of Assistance: B - Project Grants.





American Rescue Plan Act of 2021 (ARP)

- 6th COVID Relief Act – P.L.117-2 (P.L. 116-123, 116-127,116-136, 116-139, 116-260)
- \$1.9 Trillion Dollars
 - Small Business Administration Programs - \$24.5 Billion
 - Unemployment Insurance - \$\$\$
 - Assistance to Individuals - \$\$\$
 - Tax Credits for Organizations - \$\$\$
 - Civic and Community Infrastructure - \$85.6 Billion
 - State and Local Support - \$362 Billion
 - Other Provisions (Schools) -\$ 173 Billion





American Rescue Plan Act of 2021 (ARP) cont.

State, Local, and Tribal Government Support – \$362 billion

Assistance to State Governments and District of Columbia – \$195.3 billion

Assistance to Local Governments – \$130.2 billion

Assistance to Tribal Governments – \$20 billion

Assistance to Territorial Governments – \$4.5 billion

Coronavirus Capital Projects Fund – \$10 billion (A minimum of \$100 million will go to each state, Puerto Rico, and the District of Columbia)

Local Assistance and Tribal Consistency Fund – \$2 billion to counties and tribal governments that face a negative revenue impact due to a federal program or changes to a federal program.

Pandemic Premium Pay – up to \$13 per hour extra may be paid to workers “needed to maintain continuity of operations of essential critical infrastructure sectors and additional sectors” as designated by a governor or tribal government.





Some Unusual Assistance Programs

- Restaurants – \$28.6 billion
- Rental Assistance – \$22.0 billion
- School Re-Openings - \$125 Billion
- Minority Farmers - \$5 Billion
- Music Venues, Event Venues, Cinema Theaters- \$1.25 Billion
- Libraries, Museums - \$470 Million
- Airports, Airlines - \$30 Billion

OMB M-21-20. March 19, 2021

- Subrecipient reporting requirements apply
- Appendix 2
 - 2 CFR applies to ALL recipients
 - Higher Risk program designation
- Appendix 3 –12 Flexibilities
 - Single Audit submission extension – 6 Months
 - Extension for Closeout and Physical Inventory

*“We have to prove to the American people that their government can deliver for them, and **do it without waste or fraud;***

*We're going to have to **stay on top of every dollar spent** through the American Rescue Plan.”*

President Biden, March 15, 2021





Updates to 2 CFR – Uniform Guidance

What is the OMB Uniform Guidance (UG)?

- A set of authoritative rules and regulations about Federal grants, located in Title 2 of the Code of Federal Regulations (2 CFR)
 - Several circulars were combined into one uniform document
 - Designed to keep everyone in the grants community on the same page
- **December 26, 2013:** UG created
- **December 19, 2014:** UG adopted by Federal grant-making agencies
 - OMB must review UG every 5 years (2 CFR 200.209)
- **April 2019:** Began first major revision with interagency workgroup led by OMB
- **January 2020:** Submitted to Federal register public for comments
 - 2500 comments from public, agencies, IGs
- **August 2020:** finalized by statutory deadline



Guidance for Grants and Agreements
A Proposed Rule by the Management and Budget Office on 01/22/2020





Revisions to 2 CFR – Uniform Guidance

- **Scopes of the revision:**

1. Supporting of implementation of the President's Management Agenda and administration priorities
2. Meeting statutory requirements and to align with other authoritative source requirements
3. Clarifying existing requirements

- **Effective Dates**

- 200.216, 200.340, 200.471 – August 13, 2020
- Other Sections – November 12, 2020

- **Access additional information on the 2 CFR Revisions**

- FR Notices, Redlined version, Sec.889 FAQs, Crosswalk
- [Uniform Guidance \(cfo.gov\)](http://cfo.gov)





PUBLIC SUBMISSION

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Submission Type: Web

Docket: OMB-2019-0005
Guidance for Grants and Agreements

Comment On: OMB-2019-0005-0001
Guidance for Grants and Agreements

Document: OMB-2019-0005-0002
Comment on FR Doc # 2019-28524

Submitter Information

Name: Allyson Baehr

General Comment

I am thrilled to see these proposed changes and I fully support their implementation. Thank you!





Major Revisions

Support the President's Management Agenda Results-Oriented Accountability for Grants CAP Goal and other Administration priorities

Some revisions include (see preamble for more details):

- **Emphasizing stewardship and results-oriented accountability for grant program results** (§§ 200.102(d), 200.202, 200.205, 200.207, 200.211(a), 200.211(c)(1)(iv), 200.211(c)(1)(v), 200.211(c)(2), §200.301, 200.339(a)(2), Appendix I (A) & (B))
- Standardizing terminology to implement standard data elements (§§ 200.1, 200.207, 200.301, 200.328(c)(2))
- Making indirect cost rates transparent (§ 200.414(h))
- Strengthening merit review requirements for discretionary grants (§ 200.205)
- Eliminating references to agency non-authoritative guidance (§ 200.105)
- **Clarifying the termination provisions** (§ 200.340)





Major Revisions

Meet statutory requirements and align with other authoritative sources

Some revisions include (see preamble for more details) aligning with:



- The Federal Acquisition Regulation (FAR) and the 2017 and 2018 National Defense Authorization Acts (NDAA) to raise the micro-purchase threshold from \$3,500 to \$10,000 and the simplified acquisition threshold from \$100,000 to \$250,000
(§§ 200.319, 200.320)
- The 2019 NDAA section 889, Prohibition on certain telecommunications and video surveillance services or equipment (§ 200.216)
- The General Accepted Accounting Principles (GAAP), specifically the Government Accounting Statements Board (GASB) statement 68 and 45, related to pension costs and depreciation (§ 200.431)





Major Revisions

Clarifying existing requirements

Some revisions include (see preamble for more details):

- Codifying some frequently asked questions related to the prior release to 2 CFR (§§ 200.101, 200.332, 200.414)
- **Clarifying the responsibilities of the pass-through entity to address only a subrecipient's audit findings related to their specific subaward (§ 200.332)**
- Clarifying the documentation requirement for using the de minimis indirect cost rate (§ 200.414)



The Uniform Guidance
– It's Here!





- 1996
- 750,000
- 35,000
- 2,000,000,000
- 9
- 1,559
- 12 → 7
- 228

Public Law 104-156
104th Congress

An Act

July 5, 1996
[S. 1579]

To streamline and improve the effectiveness of chapter 75 of title 31, United States Code (commonly referred to as the "Single Audit Act").

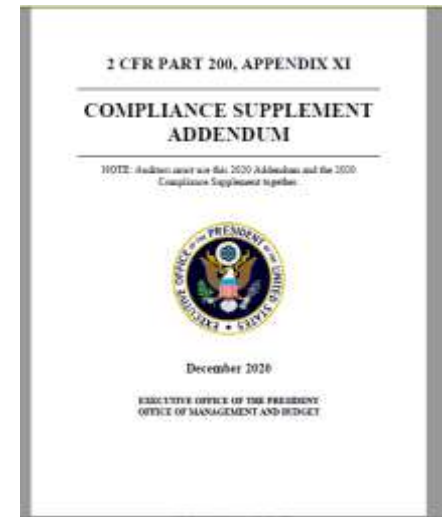
Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE; PURPOSES.

(a) SHORT TITLE.—This Act may be cited as the "Single Audit Act Amendments of 1996".

(b) PURPOSES.—The purposes of this Act are:

Single Audit Act Amendments of 1996.
31 USC 7501 note.





Contact OMB with Questions

We are here to help!

Email us your questions:

GrantsTeam@omb.eop.gov

