

May 25, 2010

H 1997. NONPROFITS/CRITERIA TO RECEIVE STATE FUNDS. Filed 5/25/10. *TO PROVIDE THAT A NONPROFIT CORPORATION IS ELIGIBLE TO RECEIVE A STATE-FUNDED GRANT ONLY IF IT MEETS CERTAIN CRITERIA.*

Amends GS 143C by enacting new GS 143C-6-24, which specifies that a non-state entity that is a nonprofit corporation may not be awarded state grant funds unless, for the fiscal year in which the grant is made, at least 35% of the nonprofit's funding is from private sources and the nonprofit's administrative expenses do not exceed 15% of total budget or receipts. If these requirements are violated, the Office of State Budget and Management may suspend further disbursement and may attempt to recover funds already disbursed. A nonprofit receiving state grant funds must certify compliance with the requirements annually. Makes conforming changes to GS 143C-6-23. Effective July 1, 2010, and applies to grants awarded on or after that date.

Intro. by Cleveland, Brown.

GS 143C