

#### 115TH CONGRESS 1ST SESSION

# H. R. 554

To suspend the authority of a State to administer funds under Federal block grant programs if the State does not enact certain conflict of interest protections, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

January 13, 2017

Mr. KILDEE introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committees on Education and the Workforce, Financial Services, Homeland Security, the Judiciary, Transportation and Infrastructure, and Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

## A BILL

To suspend the authority of a State to administer funds under Federal block grant programs if the State does not enact certain conflict of interest protections, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Make State Govern-
- 5 ments More Open, Honest, and Transparent Act of
- 6 2017".

### SEC. 2. NATIONAL STANDARDS RELATING TO STATE CON-2 FLICT OF INTEREST PROTECTIONS. 3 (a) In General.—The head of a Federal agency that administers a Federal block grant program in a fiscal 4 5 year shall take the following actions with respect to a State that is in noncompliance as described in subsection 6 7 (b) on the first day of the fiscal year: 8 (1) Suspend the authority of the State or any 9 political subdivision of the State to administer funds 10 made available to the State or subdivision under the 11 Federal block grant program in that fiscal year. 12 (2) Exercise the authority of the State de-13 scribed in paragraph (1) in that fiscal year, includ-14 ing the selection of the projects to be carried out in 15 the State or subdivision under the Federal block 16 grant program. 17 (b) REQUIREMENT.—A State shall be treated as being in noncompliance as described in this subsection 18 19 with respect to a fiscal year if the Director of the Office 20 of Government Ethics determines that the State has not enacted or is not enforcing one or more of the following 22 laws on the first day of the fiscal year: 23 (1) A law that requires an individual serving as

a member of the legislature of the State to prepare

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- 1 disclosing the financial interests of the individual 2 during the preceding year.
  - (2) A law that prohibits an individual serving as a member of the legislature of the State to solicit or require, either directly or indirectly, an employee of the individual to make a financial or in-kind contribution to a political party or a political campaign.
  - (3) A law that makes it unlawful for any person—

(A) who enters into any contract with the State (including any department or agency of the State) either for the rendition of personal services or furnishing any material, supplies, or equipment to the State or for selling any land or building to the State, if payment for the performance of such contract or payment for such material, supplies, equipment, land, or building is to be made in whole or in part from funds appropriated by the State, at any time between the commencement of negotiations for and the later of (i) the completion of performance under, or (ii) the termination of negotiations for, such contract or furnishing of material, supplies, equipment, land, or buildings, directly or indirectly to make any contribution of money

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1	or other things of value, or to promise expressly
2	or impliedly to make any such contribution to
3	any political party, committee, or candidate for
4	State public office or to any person for any po-
5	litical purpose or use; or
6	(B) knowingly to solicit any such contribu-
7	tion from any such person for any such purpose
8	during any such period.
9	(c) Definitions.—In this section, the following defi-
10	nitions apply:
11	(1) FEDERAL BLOCK GRANT PROGRAM.—The
12	term "Federal block grant program" means each of
13	the following:
14	(A) The Innovative Education Program
15	Strategies Block Grant program of the Depart-
16	ment of Education.
17	(B) The Energy Efficiency and Conserva-
18	tion Block Grant program of the Department of
19	Energy.
20	(C) The following programs of the Depart-
21	ment of Health and Human Services:
22	(i) The Child Care and Development
23	Block Grant program.
24	(ii) The Community Mental Health
25	Services Block Grant program.

1	(iii) The Community Services Block
2	Grant program.
3	(iv) The Low Income Home Energy
4	Assistance Block Grant program.
5	(v) The Maternal and Child Health
6	Services Block Grant program.
7	(vi) The Preventive Health and
8	Health Services Block Grant program.
9	(vii) The Social Services Block Grant
10	program.
11	(viii) The Substance Abuse Prevention
12	and Treatment Block Grant program.
13	(ix) The Temporary Assistance to
14	Needy Families program.
15	(x) The Title V Abstinence Education
16	Block Grant program.
17	(D) The Homeland Security Grant Pro-
18	grams (State Homeland Security Programs,
19	Urban Area Security Initiative Grant, and Op-
20	eration Stonegarden) of the Department of
21	Homeland Security.
22	(E) The following programs of the Depart-
23	ment of Housing and Urban Development:
24	(i) The Community Development
25	Block Grant program.

1	(ii) The Indian Community Develop-
2	ment Block Grant program.
3	(iii) The Emergency Solutions Grant
4	Program.
5	(iv) The HOME Investment Partner-
6	ships Program.
7	(v) The Indian Housing Block Grant
8	program.
9	(vi) The Native Hawaiian Housing
10	Block Grant program.
11	(F) The Edward Byrne Memorial Justice
12	Assistance Grant program of the Department of
13	Justice.
14	(G) The Workforce Investment Act (Youth,
15	Adult, and Dislocated Workers) program of the
16	Department of Labor.
17	(H) The following programs of the Depart-
18	ment of Transportation:
19	(i) The Federal Aviation Administra-
20	tion Airport Improvement State Block
21	Grant Program.
22	(ii) The Surface Transportation Block
23	Grant Program

1	(2) State.—The term "State" means any of
2	the 50 States, the District of Columbia, or Puerto
3	Rico.

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