

Revised Content in TxGMS 2.0	Topic	Nature of Revision	TxGMS 2.0 Page Location	Impacting Legislation	Statute/Rule	TxGMS 1.1 Content/Language	Corresponding TxGMS 1.1 Page Location
Addition to Footnote 16: TEX GOV'T CODE § 783.007(c)-(d). Submit a notice of each proposed rule to txgms@cpa.texas.gov.	Authorization of Agency-Specific Variation	Nonsubstantive clarification	3	N/A	N/A	Change: TEX. GOV'T CODE § 783.007(c)-(d).	3
Revision to Headings: Grant Opportunities on the Electronic State Business Daily (ESBD) and eGrants	Grant Opportunity Announcements	Substantive revisions	8	N/A	N/A	Change: Removed Texas.gov eGrants and Electronic State Business Daily	8
Heading Removal: Division of Budget and Policy	Grant Opportunity Announcements	Nonsubstantive revisions	9	N/A	N/A	Change: Division of Planning and Coordination	9
Addition: (5) take reasonable cybersecurity and other measures to safeguard information including protected personally identifiable information (PII) and other types of information. This also includes information the state agency designates as sensitive or the local government considers sensitive and is consistent with applicable federal, state, and local laws regarding privacy and obligations of confidentiality.	Internal Controls	Substantive revisions	13	N/A	Title 2, CFR § 200.303(e)	Change: (5) take reasonable measures to safeguard information including protected personally identifiable information (PII) and other types of information. This also includes information the state agency designates as sensitive or the local government considers sensitive and is consistent with applicable federal, state, and local laws regarding privacy and obligations of confidentiality.	13
Revision: With prior written approval from the state awarding agency, a pass-through entity may provide subawards based on fixed amounts up to \$500,000 , provided the subawards comply with the requirements of this section and the state award.	Subaward Procedures	Substantive revisions	22	N/A	Title 2, CFR § 200.201	Change: With prior written approval from the state awarding agency, a pass-through entity may provide subawards based on fixed amounts up to the Texas Acquisition Threshold, provided the subawards comply with the requirements of this section and the state award.	22

Revised Content in TxGMS 2.0	Topic	Nature of Revision	TxGMS 2.0 Page Location	Impacting Legislation	Statute/Rule	TxGMS 1.1 Content/Language	Corresponding TxGMS 1.1 Page Location
Revision: The local government as part of its pre-award risk review may review eligibility qualifications and financial integrity information available through government repositories such as the System for Award Management (SAM.gov).	Subaward Procedures	Nonsubstantive revisions	22	N/A	N/A	Change: The local government as part of its pre-award risk review may review eligibility qualifications and financial integrity information available through government repositories such as the State of Texas Vendor Performance Tracking System, System for Award Management, and Federal Awardee Performance and Integrity Information System (FAPIIS).	22
Revision: The local government must obtain written disposition instructions from the state agency when the original or replacement equipment acquired under a state award is no longer needed for the original project, program, or other authorized purpose, or when the state award expires or terminates, unless the per unit fair market value of the equipment is less than \$10,000 or disposition instructions have been previously provided.	Property Standards	Substantive revisions	26	N/A	Title 2, CFR § 200.313(e)(1)	Change: The local government must obtain written disposition instructions from the state awarding agency when the original or replacement equipment acquired under a state award is no longer needed for the original project, program, or other authorized purpose or the state award expires or terminates, unless the per unit fair market value of the equipment is less than \$5,000 or disposition instructions have been previously provided.	27
Revision: When there is a residual inventory of unused supplies exceeding \$10,000 in aggregate value at the end of the period of performance, and the supplies are not needed for any other state award, the local government may retain or sell the unused supplies.	Property Standards	Substantive revisions	26	N/A	Title 2, CFR § 200.439(b)(2)	Change: If there is a residual inventory of unused supplies exceeding \$5,000 in total aggregate value upon termination or completion of the project or program, the local government must either sell the supplies or retain them for use on other activities and compensate the state awarding agency for its share of the value.	27

Revised Content in TxGMS 2.0	Topic	Nature of Revision	TxGMS 2.0 Page Location	Impacting Legislation	Statute/Rule	TxGMS 1.1 Content/Language	Corresponding TxGMS 1.1 Page Location
Revision to Heading: Additional Specific Conditions and Corrective Action	Remedies for Noncompliance	Nonsubstantive revisions	28	N/A	N/A	Change: Additional Specific Conditions and Enforcement	29
Revision: 15 percent de minimis Indirect Cost Rate (1) A de minimis rate of 15 percent of Modified Total Direct Costs (MTDC) is available to grantees under the following circumstances: (a) A grantee that has never received a state or federal negotiated indirect cost rate may elect to charge the de minimis rate. (b) If approved by the state agency, a grantee may charge the de minimis rate if the grantee provides evidence of an out-of-date state or federal approved negotiated indirect cost rate of 15 percent or less. (c) Unless approved by the state agency, entities that experience a break in the state relationship (for example, expiration or termination of all awards with the state agency) are not eligible to receive the de minimis rate for a new award. (d) Unless approved by the state agency, a governmental department or agency unit that receives more than \$35 million in direct federal funding per the grantee’s fiscal year is not eligible for the de minimis rate.	Indirect Costs	Substantive revisions	36	N/A	Title 2, CFR § 200.414(f) Change: <u>10% de minimis Indirect Cost Rate.</u> (1) A de minimis rate of 10% of Modified Total Direct Costs (MTDC) is available to grantees under the following circumstances: (a) A grantee that has never received a state or federal negotiated indirect cost rate may elect to charge the de minimis rate. (b) If approved by the state agency, a grantee may charge the de minimis rate if the grantee provides evidence of an out-of-date state or federal approved negotiated indirect cost rate of 10% or less. (c) Unless approved by the state agency, entities that experience a break in the state relationship (for example, expiration or termination of all awards with the state agency) are not eligible to receive the de minimis rate of up to 10% MTDC upon receipt for a new award. (d) Unless approved by the state agency, a governmental department or agency unit that receives more than \$35 million in direct federal funding per the grantee’s fiscal year is not eligible for the de minimis rate of up to 10% of MTDC.	37	

Revised Content in TxGMS 2.0	Topic	Nature of Revision	TxGMS 2.0 Page Location	Impacting Legislation	Statute/Rule	TxGMS 1.1 Content/Language	Corresponding TxGMS 1.1 Page Location
<p>Revision: 2) MTDC means all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel, and up to the first \$50,000 of each subaward (regardless of the period of performance of the subawards under the award). MTDC excludes equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of \$50,000.</p>	Indirect Costs	Substantive revisions	36	N/A	Title 2, CFR § 200.414(f)	<p>Change: 2) MTDC means all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel, and up to the first \$25,000 of each subaward (regardless of the period of performance of the subawards under the award). MTDC excludes equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of \$25,000.</p>	37
<p>Revision: General. A local government that expends more than \$1 million during its fiscal year in state awards must have either a Financial Audit or Program-specific Audit conducted for that year in accordance with the provisions of this section.</p>	Audits	Substantive revisions	38	N/A	Title 2, CFR § 200.501(b)	<p>Change: General. A local government that expends more than \$750,000 during its fiscal year in state awards must have either a Financial Audit or Program-specific Audit conducted for that year in accordance with the provisions of this section.</p>	40
<p>Revision to Table: Major Program Determination. Equal to or exceed \$1 million but less than or equal to \$34 million</p>	Audits	Substantive revisions	39	N/A	Title 2, CFR § 200.501(b)	<p>Change: Equal to or exceed \$750,000 but less than or equal to \$25 million</p>	40
<p>Revision to Heading: Remedies for Audit Noncompliance</p>	Audits	Nonsubstantive revisions	42	N/A	N/A	<p>Change: Sanctions</p>	43
<p>Addition: Definition for Closeout</p>	Appendix 2	Substantive revisions	52	N/A	Title 2, CFR § 200.1	N/A	Appendix 2
<p>Addition: Definition for Enabling Legislation</p>	Appendix 2	Substantive revisions	53	N/A	N/A	N/A	Appendix 2
<p>Addition: Definition for Participant</p>	Appendix 2	Substantive revisions	53	N/A	N/A	N/A	Appendix 2

Revised Content in TxGMS 2.0	Topic	Nature of Revision	TxGMS 2.0 Page Location	Impacting Legislation	Statute/Rule	TxGMS 1.1 Content/Language	Corresponding TxGMS 1.1 Page Location
Addition: Definition for Participant Support Costs	Appendix 2	Substantive revisions	53	N/A	Title 2, CFR § 200.1	N/A	Appendix 2
Addition: Assurance: Firearm Suppressor Policy	Appendix 6	Substantive revisions	79	HB 1925 (87th Legislature, R.S.)	Texas Government Code Chapter 2 Subchapter C	N/A	Appendix 6