## 110TH CONGRESS 1ST SESSION

# H. R. 2949

To authorize grants to the Eurasia Foundation, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

June 28, 2007

Mr. WEXLER (for himself, Mr. GALLEGLY, and Mr. ACKERMAN) introduced the following bill; which was referred to the Committee on Foreign Affairs

# A BILL

To authorize grants to the Eurasia Foundation, and for other purposes.

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

  SECTION 1. SHORT TITLE.

  This Act may be cited as the "Eurasia Foundation Act".

  SEC. 2. FINDINGS AND PURPOSES.
- 7 (a) FINDINGS.—The Congress finds that—
- 8 (1) there has been established in the District of
- 9 Columbia a private, nonprofit corporation known as
- the Eurasia Foundation (hereafter in this Act re-
- 11 ferred to as the "Foundation"), which is not an

- agency or establishment of the United States Government;
  - (2) in recognition of the valuable contributions of the Foundation to long-range United States foreign policy interests, the United States Government has, through the United States Agency for International Development and the Department of State, provided financial support for the Foundation; and
  - (3) it is in the interest of the United States, and the further strengthening of cooperation with the nations of the region, to establish a more permanent mechanism for United States Government financial support for the ongoing activities of the Foundation, while preserving the independent character of the Foundation.
- (b) Purposes.—The purposes of the Foundationare—
  - (1) to promote civil society, private enterprise, and sound public administration and policy in the former Soviet Union and in lending encouragement and assistance to local citizens in their own efforts to develop more open, just, and democratic societies;
  - (2) to strengthen indigenous institutions that foster national development, constructive social change, equitable economic growth, and cooperative

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- international relationships that are fully consistent with and supportive of long-term United States in-
- 3 terests in Eurasia; and
- (3) to conduct programs in response to initiatives in the region that would be difficult or impossible for an official United States entity, and, as a result of its position in the Eurasia region, to respond quickly and flexibly to meet new opportunities.

# 10 SEC. 3. GRANTS TO THE FOUNDATION.

- 11 (a) IN GENERAL.—The Secretary of State shall make
- 12 an annual grant to the Foundation to enable the Founda-
- 13 tion to carry out its purposes as specified in section 2(b).
- 14 Such grants shall be made with funds specifically appro-
- 15 priated for grants to the Foundation. Such grants shall
- 16 be made pursuant to a grant agreement between the Sec-
- 17 retary and the Foundation which requires that grant
- 18 funds will only be used for activities the Board of Direc-
- 19 tors of the Foundation determines are consistent with the
- 20 purposes described in section 2(b), and that the Founda-
- 21 tion will otherwise comply with the requirements of this
- 22 Act. The grant agreement may not require the Foundation
- 23 to comply with requirements other than those specified in
- 24 this Act.

- 1 (b) Use of Funds.—Funds so granted may be used
- 2 by the Foundation to carry out the purposes described in
- 3 section 2(b), and otherwise applicable limitations on the
- 4 purposes for which funds appropriated to the Department
- 5 of State may be used shall not apply to funds granted
- 6 to the Foundation.
- 7 (c) Rule of Construction.—Nothing in this Act
- 8 shall be construed to make the Foundation an agency or
- 9 establishment of the United States Government or to
- 10 make the members of the Board of Directors of the Foun-
- 11 dation, or the officers or employees of the Foundation, of-
- 12 ficers or employees of the United States.
- 13 (d) Oversight.—The Foundation and its grantees
- 14 shall be subject to the appropriate oversight procedures
- 15 of the Congress.
- 16 (e) Other Funding.—The Foundation shall have
- 17 authority to accept funding from non-United States Gov-
- 18 ernment sources to complement United States Govern-
- 19 ment funding.
- 20 SEC. 4. ELIGIBILITY OF THE FOUNDATION FOR GRANTS.
- 21 (a) Compliance With Statutory Require-
- 22 Ments.—Grants may be made to the Foundation under
- 23 this Act only if the Foundation agrees to comply with the
- 24 requirements specified in this section and elsewhere in this
- 25 Act.

- 1 (b) Funding for Covered Programs Only.—The
- 2 Foundation may provide funding only for programs that
- 3 are consistent with the purposes set forth in section 2(b).
- 4 (c) Compensation for Officers and Employees
- 5 OF THE FOUNDATION.—If an individual who is an officer
- 6 or employee of the United States Government serves as
- 7 a member of the Board of Directors or as an officer or
- 8 employee of the Foundation, that individual may not re-
- 9 ceive any compensation or travel expenses in connection
- 10 with service performed for the Foundation.
- 11 (d) Prohibition Respecting Financial Mat-
- 12 TERS.—The Foundation shall not issue any shares of
- 13 stock or declare or pay any dividends. No part of the as-
- 14 sets of the Foundation shall inure to the benefit of any
- 15 member of the Board of Directors of the Foundation, any
- 16 officer or employee of the Foundation, or any other indi-
- 17 vidual, except as salary or reasonable compensation for ex-
- 18 penses incurred in the performance of duties to the Foun-
- 19 dation.
- 20 (e) Audit of Accounts; Reporting Require-
- 21 MENTS.—
- 22 (1) AUDIT OF ACCOUNTS.—The accounts of the
- Foundation shall be audited annually in accordance
- 24 with generally accepted auditing standards by inde-
- 25 pendent certified public accountants or independent

- licensed public accountants certified or licensed by a regulatory authority of a State or other political sub-division of the United States.
  - (2) Reporting required by subsection (h) of this section. The audit report shall set forth the scope of the audit and include such statements as are necessary to present fairly the Foundation's assets and liabilities, surplus or deficit, with an analysis of the changes therein during the year, supplemented in reasonable detail by a statement of the Foundation's income and expenses during the year, and a statement of the application of funds, together with the independent auditor's opinion of those statements.

#### (f) AUDIT OF FINANCIAL TRANSACTIONS.—

- (1) AUDIT OF FINANCIAL TRANSACTIONS.—The financial transactions of the Foundation for each fiscal year may be audited by the Government Accountability Office in accordance with such principles and procedures and under such rules and regulations as may be prescribed by the Comptroller General of the United States.
- (2) REPORTING REQUIREMENTS.—A report of each such audit shall be made by the Comptroller

- General to the Congress. The report to the Congress shall contain such comments and information as the Comptroller General may deem necessary to inform the Congress of the financial operations and condition of the Foundation, together which such rec-ommendations with respect thereto as the Comp-troller General may deem advisable. A copy of each report shall be furnished to the President and to the Foundation at the time submitted to the Congress.
- 10 (g) Recordkeeping Requirements; Audit and11 Examination of Books.—
  - (1) Recordkeeping requirements.—The Foundation shall ensure that each recipient of assistance provided through the Foundation under this Act keeps such records as may be reasonably necessary to fully disclose the amount and the disposition by such recipient of the proceeds of such assistance, the total cost of the project or undertaking in connection with which such assistance is given or used, and the amount and nature of that portion of the cost of the project or undertaking supplied by other sources, and such other records as will facilitate an effective audit.
    - (2) AUDIT AND EXAMINATION OF BOOKS.—The Foundation shall ensure that it, or any of its duly

- 1 authorized representatives, shall have access for the
- 2 purpose of audit and examination to any books, doc-
- 3 uments, papers, and records of the recipient that are
- 4 pertinent to assistance provided through the Foun-
- 5 dation under this Act. The Comptroller General of
- 6 the United States or any duly authorized representa-
- 7 tive of the Comptroller General shall also have ac-
- 8 cess thereto for such purpose.
- 9 (h) Annual Report; Contents; Testimony Re-
- 10 SPECTING REPORT.—Not later than March 31 of each
- 11 year, the Foundation shall submit an annual report for
- 12 the preceding fiscal year to the President for transmittal
- 13 to the Congress. The report shall include a comprehensive
- 14 and detailed report of the Foundation's operations, activi-
- 15 ties, financial condition, and accomplishments under this
- 16 Act and may include such recommendations as the Foun-
- 17 dation deems appropriate.
- 18 (i) Grantee; Conflict of Interest.—A member
- 19 of the Board of Directors of the Foundation who serves
- 20 as a member of the board of directors or an officer of
- 21 a grantee of the Foundation may not receive compensation
- 22 for their services but shall be entitled to reimbursement
- 23 for travel and other expenses incurred by them in connec-
- 24 tion with their duties on behalf of such grantee.

### 1 SEC. 5. AUTHORIZATION OF APPROPRIATIONS.

- 2 (a) In General.—There are authorized to be appro-
- 3 priated to carry out this Act \$20,000,000 for fiscal year
- 4 2008 and such sums as may be necessary for each of the
- 5 fiscal years 2009 and 2010.
- 6 (b) AVAILABILITY.—Amounts appropriated pursuant
- 7 to the authorization of appropriation under subsection (a)
- 8 are authorized to remain available until expended.

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