

**PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY**

Meeting Date: August 18, 2009 Consent Regular
 Ordinance Public Hearing

Department
 Submitted By: Community Services

Submitted For: Head Start/Early Head Start & Children's Services

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve:

A) Child Care Food Program (CCFP) Contract for the period of October 1, 2009, through September 30, 2010, in the amount of \$1,367,359 for meals served to Head Start/Early Head Start children; and
B) the CCFP Delegation of Signing Authority document, authorizing the County Administrator or his designee to sign program documents required by the Department of Health (DOH).

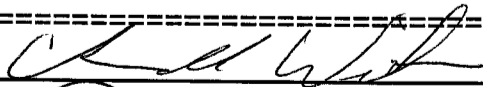
Summary: This contract will enable the Head Start Program to participate in the FY 2009/2010 CCFP by providing 979 infants, toddlers and children with breakfast, lunch, and a snack each day. The Delegation of Signing Authority form will allow for one representative, other than the Chairperson, to sign any additional forms from the DOH during the contract period. Head Start staff projects reimbursement of \$815,421 from the Florida DOH. County support of \$551,938 is required for a total amount of \$1,367,359 to serve meals to Head Start and Early Head Start children. The application was received at the DOH training workshop on August 4, 2009. The County funds are included in the proposed FY 2010 budget. (Head Start) Countywide (TKF).

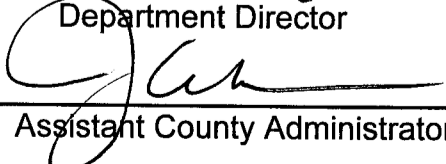
Background and Justification: Palm Beach County participates in the Florida DOH Child Care Food Program for needy children. The predetermined Budget Grand Total is received from the DOH. The Florida Department of Health Child Care Food Program Budget form has been amended to match the estimated FY 2010 Tentative Total. The CCFP budget from the DOH is an estimated budget and does not affect reimbursement of meals. The projected earnings for 2009/2010 are based on historical actual earnings from previous years, instead of the maximum number of possible meals served. The projected expenditures for 2009/2010 are \$1,367,359. Head Start/Early Head Start projects that its 12 centers will feed 979 infants, toddlers, and children during the fiscal year 2009/2010 for an estimated reimbursement of \$815,421 from DOH, and additional support of \$551,938 from the County. Listed below are projections for the twelve child care centers upon which this contract is based:

<u>CENTERS</u>	<u>NUMBER OF CHILDREN</u>
West Palm Beach, WPB	149
Westgate, West Palm Beach	35
Boynton Beach	114
Delray Beach	65
Delray Beach EHS	16
Lake Worth	90
Pahokee	99
Jupiter	67
San Castle	12
South Bay U.S. 27	144
Palm Glades, Belle Glade	74
Riviera Beach	<u>114</u>
TOTAL	979

Attachments:

1. Child Care Food Program Contract
2. Program Budget for FY 2009-2010
3. Delegation of Signing Authority Form

Recommended by:  8/12/09
 Department Director Date

Approved by:  8/17/09
 Assistant County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Capital Expenditures	_____	_____	_____	_____	_____
Operating Costs	<u>1,367,359</u>	_____	_____	_____	_____
External Revenues	<u>(815,421)</u>	_____	_____	_____	_____
Program Income (County)	_____	_____	_____	_____	_____
In-Kind Match (County)	_____	_____	_____	_____	_____
NET FISCAL IMPACT	<u>551,938</u>	_____	_____	_____	_____

ADDITIONAL FTE POSITIONS (CUMULATIVE)

Is Item Included in Proposed Budget? Yes X No _____
 Budget Account No.: Fund 1002 Agency 147 Org. 1449 Object Various
 Program Code: Various

B. Recommended Sources of Funds/Summary of Fiscal Impact:

Funding	Florida Department of Health (DOH)	\$ 815,421
	PBC	\$ 551,938
		\$1,367,359

C. Departmental Fiscal Review. *Taruna Malhotra*

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Administration Comments:

Ms. S. Ristos

 OFMB
 8/12/09
 8/10/09
 VA 8/12/09

Dr. J. Acosta

 Contract Dev. and Control
 8/14/09

B. Legal Sufficiency:

J. D. [Signature]

 Assistant County Attorney
 8/17/09

This Contract complies with our contract review requirements.

C. Other Department Review:

 Department Director

This summary is not to be used as a basis for payment.



FY 2009-2010 CCFP Renewal Checklist of Materials Required

SPONSOR OF AFFILIATED CHILD CARE CENTERS

Name of Contractor: Head Start & Children Services Authorization Number: S-735

A. Please answer the following questions:

- 1. Is your organization a non-profit entity or a non-federal governmental entity that expended \$500,000 or more in federal funds during its most recent fiscal year? Yes X No
2. If yes, what is your organization's Fiscal Year end date? Month/Day: 09 / 30

B. Send the following materials and this checklist to your Program Specialist for approval. Please check the items that you have enclosed.

Check (v) if Enclosed

- 1. Budget (with red-line changes) [checked]
2. Supplemental Budget for Special Cost Items (applicable only if charging/expensing a special cost item to the CCFP) [N/A]
3. Management Plan [checked]
4. Contract with D.O.H. - submit both copies with original signatures [checked]
5. Delegation of Signing Authority (if applicable) [checked]
6. Board of Directors Certification - Private, not-for-profit organizations only [N/A]

I certify that all the enclosed information is true and correct.

Signature of Board Chairman, President, Owner or Delegated Authority

Date 8/10/09

Printed Name Channell Wilkins

Title Director, Dept. of Community Services

For DOH Use Only: Approval Signature (Program Specialist) Date, Approval Signature (Headquarters) Date

FLORIDA DEPARTMENT OF HEALTH

6/16/2009

CHILD CARE FOOD PROGRAM

3:21PM

BUDGET FOR RENEWING SPONSORING ORGANIZATIONS OF CENTERS

Authorization #: S - 735

Region/RPS: S / 4

Fiscal Year: 2009 - 2010

Organization Name: HEAD START & CHILDREN SERV.

Budget Prepared by: Dorene Leckey Phone #: (561) 233-1630 FAX #: (561) 233-1631

Date: 8/5/09 Original Budget (^x) Amended Budget () Date Amended: _____

FOOD SERVICE (OPERATIONAL) COSTS

FY 2009 - 2010 ANNUAL COST

Food Purchases:	<u>\$440,702</u>
Food Service Labor and Benefits:	<u>\$415,462</u>
Non-Contracted Purchased Services:	<u>\$0</u>
Non-Food Supplies:	<u>\$26,000</u>
Food Service Equipment:	<u>\$0</u>
Transportation:	<u>\$0</u>
Other (Includes Special Cost Items):	<u>\$160</u>
Describe: REPAIRS AND MAINTENANCE	

Total Food Service (Operational) Costs: **Subtotal** \$882,324

ADMINISTRATIVE COSTS

Administrative Salaries and Benefits:	<u>\$62,501</u>
Non-Contracted Purchased Services:	<u>\$0</u>
Training:	<u>\$0</u>
Travel:	<u>\$675</u>
Rent and Utilities:	<u>\$4,500</u>
Office Supplies:	<u>\$0</u>
Other (Includes Special Cost Items):	<u>\$0</u>
Describe:	

Total Administrative Costs: **Subtotal** \$67,676

BUDGET GRAND TOTAL: \$950,000

(DOH) Approved by: _____

Approval Date: _____

Renewal Budget Completion Instructions for Sponsoring Organizations

Write in the name of the person who prepared and/or approved the organization's budget, their phone and fax numbers and the preparation date.

Identify the budget by checking "Original Budget." If, at a later date, a budget amendment is necessary, check "Amended Budget" and submit with the Change Form.

The budget line item costs are from your FY 2008-2009 approved budget. Redline these amounts if needed and write in the new amounts for FY 2009-2010.

If the redlined budget grand total is greater than the 2008-2009 total, a written statement justifying your request must be attached to this sheet.

If claiming administrative indirect costs, please attach a copy of your current indirect cost plan, which has been approved by your cognizant agency.

If applicable, for the budget category "Other," list the name and amount of each cost below the word "Describe." If "Special Cost Items" are written in the "describe" area, ensure that the "Supplemental Budget for Special Cost Items" form is attached. Add those amounts and enter the total on the line provided for "Other."

NOTES:

- 1) If a multi-site sponsor, administrative costs cannot exceed 15% of the Budget Grand Total for FY 2009-2010.
- 2) It is recommended that at least 50% of the Budget Grand Total be in the budget category, "Food Purchases."
- 3) Non-profit food service status is required. This means that all CCFP funds earned must be spent on allowable CCFP costs by federal fiscal year end.



Bureau of Child Nutrition Programs
Child Care Food Program

MANAGEMENT PLAN

Instructions: Child Care Food Program (CCFP) Sponsoring Organizations must complete the following management plan information. Attach additional sheets and other documentation as requested.

Authorization Number: S-735 Sponsor Name: Head Start & Children Services

1. Sponsoring organization's STAFFING PATTERN for CCFP - Complete for all personnel who will be involved in administering the CCFP. Administrative duties include managing the CCFP, such as monitoring, compiling meal counts, approving applications, maintaining rosters, filing the claim, etc. It does not include preparing or serving meals. Attach additional sheets as needed using the following table format. **The first five columns must be completed even if your organization is not charging any administrative salaries to the CCFP. If charging administrative salaries to the program, all columns must be completed.**

Employee Name	Position Title	Specific CCFP Administrative Duties Performed	Hours per Month Spent on CCFP	# of Operating Months per Fiscal Year	Pay Rate per Hour	Annual Salary to be Charged to the CCFP *
Carmen Nicholas	Head Start Director	Monitors the overall Head Start and Early Head Start program.	1	12		
Darlene Bates	Health Supervisor	Supervises and provides training and technical assistance.	1	12		
see page 4 and 5						
					TOTAL =	53,720

The salary total must be included in the Administrative Salaries and Benefits category on the Budget

(from page 4 & 5)

* Hours per month spent on CCFP x Number of operating months per fiscal year x Pay rate per hour = Annual salary charged

2. Complete the table below outlining your proposed TRAINING SCHEDULE for (1) administrative staff (such as, monitors, trainers, clerks, secretaries, bookkeepers), and (2) food service personnel (such as, cooks and meal assistants). Attach additional sheets as needed using the following table format. A sign-in sheet and an agenda must be maintained for each session. **Training on all required topics must be conducted at least once per year.**

Date of Proposed Training	Instructor Name(s)	Required Training Topics (must be covered at a minimum)
August 24-28, 2009	Dorene Leckey	Menu Planning & Meal Pattern Requirements, Meal Counts, Claim Submission & Review Procedures, Reimbursement System, Food Safety & Sanitation, Nutrition Education, and Civil Rights Requirements
see page 6		

3. The sponsor conducts MONITORING REVIEWS at least as often as required by 7 CFR, Part 226.16(d)(4).

Yes No

A yes answer indicates that the sponsoring organization, at a minimum, conducts unannounced CCFP monitoring reviews as follows:

- Each new site is reviewed within the first four weeks of CCFP operations.
- Each existing site is reviewed three times yearly with not more than a six-month lapse between reviews. If using review averaging, contractor meets review averaging requirements.
- Follow-up reviews are conducted within 30 days of issuing a disallowance and/or identifying areas of noncompliance.

4. The sponsor reviews all CCFP records for accuracy and compliance. Yes No

5. List the address(es) where CCFP records will be maintained.

3323 Belvedere Road Bldg. 502 West Palm Beach, Florida 33406

6. How many sites do you currently sponsor? 12

7. MONITORING STAFF - Complete this section only if your organization sponsors 25 or more sites or if you anticipate sponsoring 25 or more sites during this fiscal year.

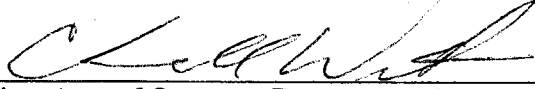
In the table below, list employees involved with monitoring as defined below. For each employee, indicate the total monthly hours spent on the CCFP and the percentage of those hours spent on monitoring; then multiply the two figures to obtain the number of hours per month spent on monitoring. Add the monitoring hours of all employees listed to obtain the total for the sponsoring organization. Attach additional sheets as needed using the following table format. **Monitoring ratios for sponsors must equal at least one FTE (2080/hrs/yr or 173/hrs/mo) for 25 to 150 sites. See below for more detail.**

Employee Name	*Description of Monitoring Activities	Total Hours per Month Spent on CCFP (from pg 1)	% of Monthly CCFP Hours Spent Monitoring	** # of Hours per Month Spent on Monitoring (Total monthly CCFP hours x % of hours monitoring)
			TOTAL =	

*Monitoring activities include, but are not limited to conducting on-site reviews, travel, supervisory oversight of monitors, writing review reports, follow-up reviews, parental contact, training, and claims processing.

** Sponsors with twenty-five (25) or more sites are required to employ at least one full time equivalent (FTE) monitor per 25-150 sites. Generally there should be approximately one monitoring FTE per 85 sites. A full time equivalent equals one staff year (2080 hours) or a staff month (173 hours) and could be one full time staff person who monitors full time; two half time staff who spend all of their time monitoring; two full time staff who spend half of their time monitoring; three full time staff, one of whom monitors 40% of the time, with the other two each spending 30% of their time monitoring, etc.

I certify that all information on the Management Plan is true and correct.



Signature of Sponsor Representative

Channell Wilkins

Printed Name

8/10/09

Date

Director, Department of Community Services

Title

Number 1: Staffing Pattern:

<u>Employee Name</u>	<u>Position Title</u>	<u>Specific CCFP Administrative Duties Performed</u>	<u>Hours per Month Spent on CCFP</u>	<u># of Operating Months per Fiscal Year</u>	<u>Pay Rate per Hour</u>	<u>Annual Salary to be Charged to the CCFP</u>
Suzette DeCastro	Nutrition Coordinator	Coordinates and monitors all aspects of the food program. Assures timely and sanitary delivery of meals to the sites. Monitors sites for compliance of regulations. Offers training and technical assistance.	170	12	22.00	44,882
Dorene Leckey	Sr. Nutrition Services Specialist	Collects, reviews, and prepares CCFP reimbursement information from the centers. Trains staff responsible for the CCFP paperwork. Helps in preparation of special diets and menus.	102	12		
Jim Prentice	Nutrition Services Specialist	Orders food and monitors production records and inventories. Provides training to Food Services Staff. Researches prices for equipment and supplies.	85	12		

TOTAL 44,882

Number 1: Staffing Pattern:

<u>Employee Name</u>	<u>Position Title</u>	<u>Specific CCFP Administrative Duties Performed</u>	<u>Hours per Month Spent on CCFP</u>	<u># of Operating Months per Fiscal Year</u>	<u>Pay Rate per Hour</u>	<u>Annual Salary to be Charged to the CCFP</u>
Vacant	Financial Analyst II	Review all payroll, invoice, and reimbursement. Maintains overall budget.	10	12		3060
Julia Elva	Financial Analyst I	Supervises fiscal staff, assists in budgeting, reconciliation and review of fiscal documentation.	10	12		
Hong Truong	Fiscal Specialist III	Completes payroll. Enters CCFP reimbursement into MIPS system. Maintains CCFP fiscal recordkeeping.	10	12		
Andrea Bourne-Hintzen	Fiscal Specialist II	Completes payroll.	10	12		2144
Vindra Henfield	Fiscal Specialist I	Processes monthly invoices.	10	12		1891
Pamela Ducharme	Fiscal Specialist I	Completes payroll, contracts, and invoices.	10	12		1743

Number 2: Training Schedule:

Date of Proposed Training	Instructor Name	Training Topics
8/11/2009	Jim Prentice	-Standardized recipes and Menus
9/28/09	Jim Prentice	- Purchasing, Receiving, & Storage - Personal Hygiene
10/16/09	Jim Prentice	- Safe Food Handling - Process Approach to Cooking
1/4/2010	Jim Prentice	- Policies & Procedures - Understanding Foodborne Illness
8/23/2010 - 8/27/2010	Dorene leckey	- CCFP Paperwork Requirements and Civil Rights



Bureau of Child Nutrition Programs
Child Care Food Program

FY 2009-2010 CONTRACT

(Non-Pricing Program)

THIS CONTRACT is entered into between the State of Florida, Department of Health, hereinafter referred to as the "Department," administering the United States Department of Agriculture (USDA) Child and Adult Care Food Program (CFDA# 10.558), codified in Florida at Section 383.011(1)(i), Florida Statutes, and known as the Child Care Food Program, and the organization identified as the Contractor on page 8 of this contract. This contract shall supersede all previous communications, representations, or agreements, either verbal or written between the parties.

THE PARTIES AGREE:

I. THE CONTRACTOR AGREES:

A. To provide services in accordance with this contract and governing state and federal law, and to comply with any state or federal rules, regulations, instructions, policies, procedures and manuals used by the Department in its administration of the Child Care Food Program (CCFP).

B. To warrant that it will accept final administrative and financial responsibility for total Child Care Food Program operations governed by this contract. The Contractor shall complete an application that shall include, but not be limited to, a list of all locations at which it will operate or sponsor the operation of the Child Care Food Program.

C. To familiarize itself with and comply with the following:

1. The terms and conditions of this contract, including Attachments 1 and 2 to this contract and all applicable rules, regulations, instructions, policies, procedures and manuals.

2. Florida Law
This contract is executed and entered into in the State of Florida, and shall be construed, performed, and enforced in all respects in accordance with the laws, rules, and regulations of the State of Florida.

3. Federal Law
a. All federal Child Care Food Program rules, regulations, instructions, policies, procedures and manuals used by the Department in its administration of the Child Care Food Program, including but not limited to applicable provisions of: Title 7 Code of Federal Regulations Part 226, "Child and Adult Care Food Program"; Office of Management and Budget Circular A-21, "Cost Principles for Educational Institutions"; Office of Management and Budget Circular A-87, "Cost Principles for State, Local, and Indian Tribal Governments"; Office of Management and Budget Circular A-122, "Cost Principles for Non-Profit Organizations"; Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations"; USDA Food and Nutrition Service Instruction 796-2, Revision 3; Title 7 Code of Federal Regulations Part 3015, "Uniform Federal Assistance Regulations"; and Title 7 Code of Federal Regulations Part 3016, "Uniform Administrative Requirements For Grants And Cooperative Agreements To State And Local Governments"; Title 7 Code of Federal Regulations Part 3019, "Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, and Other Non-Profit Organizations"; and Title 7 Code of Federal Regulations Part 3052, "Audits of States, Local Governments, and Non-Profit Organizations" and the following Department manuals and guides as applicable: the Procedure Manual for Sponsors of Unaffiliated Centers; the Procedure Manual for Sponsors of Day Care Homes; the Procedure Manual for Sponsors of Affiliated Centers; the Procedure Manual for Independent Child Care Centers; the Procedure Manual for Afterschool Snack Programs; the Financial Management Guide; A Guide to Crediting Foods; Feeding Infants in the Child Care Food Program; the Eligibility Guide for Child Care Centers; Catering Contract Guidance; Prospective Contractor Training for Child Care Centers; Prospective Contractor Training for the Afterschool Snack Program; Prospective Contractor Training for the Homeless Children Nutrition Program; Sponsor Oversight Responsibilities for Sponsors of Day Care Homes; Sponsor Oversight Responsibilities for Sponsors of Unaffiliated Child Care Centers; Sponsor Oversight Responsibilities for Sponsors of Afterschool Snack Programs; and Sponsor Oversight Responsibilities for Sponsors of Homeless Children Nutrition Programs. The Contractor expressly acknowledges that the remedies provided herein under federal law are to the exclusion of any potential remedies pursuant to Chapter 120, Florida Statutes.

b. This contract is to effectuate the purposes of the National School Lunch and Child Nutrition Acts, as amended. The Contractor agrees that it will comply with Title VI of the Civil Rights Act of 1964, as amended, Title IX of the Education Amendments of 1972, as amended, Section 504 of the Rehabilitation Act of 1973, as amended, the Age Discrimination Act of 1975, as amended, and all requirements imposed by the regulations of the U.S. Department of Agriculture (Title 7 Code of Federal Regulations Part 15), the U.S. Department of Justice (Title 28 Code of Federal Regulations Parts 42 & 50), and the USDA Food and Nutrition Service directives or regulations issued pursuant to that Act and the regulations, to the effect that no person in the United States shall, on the grounds of age, sex, disability, color, race, or national origin, be excluded from participation in, or be denied the benefits of, or be otherwise subjected to discrimination under any program or activity for which the Contractor received federal financial assistance from the Department; and hereby gives assurance that it will immediately take any measures necessary to effectuate this agreement. This assurance is given in consideration of and for the purpose of obtaining any and all federal financial assistance, grants and loans of federal funds, reimbursable expenditures, grant or donation of federal property and interest in property, the detail of federal personnel, the sale and lease of, and the permission to use federal property or interest in such property, or the furnishing of services without consideration or at a nominal consideration, or at a consideration which is reduced for the purpose of assisting the recipient or in recognition of the public interest to be served by such sale, lease, or furnishing of services to the recipient, or any improvements made with federal financial assistance extended to the Contractor by the Department. This includes any federal agreement, arrangement, or other contract which has as one of its purposes the provision of assistance such as food, food stamps, cash assistance for the purchase of food, and any other financial assistance extended in reliance on the representations and agreements made in this contract.

c. If reimbursements paid to the Contractor exceed \$100,000, the Contractor shall comply with all applicable standards, orders, or regulations issued under Section 306 of the Clean Air Act, as amended (42 U.S.C. 1857(h) et seq.), Section 508 of the Clean Water Act, as amended (33 U.S.C. 1368 et seq.), Executive Order 11738, and Environmental Protection Agency regulations (40 CFR Part 15). The provider shall report any violations of the above to the department. If reimbursements paid to the Contractor exceed \$100,000, the Contractor's execution of this contract shall serve as its certification that it will not and has not used Child Care Food Program funds to pay any person or organization for influencing or attempting to influence an officer or employee of any agency, a member of Congress, officer or employee of Congress, or an employee of a member of congress in connection with this contract pursuant to Title 31 United States Code Section 1352.

d. The Contractor shall not employ unauthorized aliens. The Department shall consider employment of unauthorized aliens a violation of Section 274A(e) of the Immigration and Naturalization Act. Such violation shall be cause for unilateral cancellation of this contract by the Department.

e. The Contractor shall comply with the Pro-Children Act of 1994, Public Law 103-277, which requires that smoking not be permitted in any portion of any indoor facility used for the provision of federally funded services including health, child care, early childhood development, education or library services on a routine or regular basis, to children up to age 18. Failure to comply with the provisions of the law may result in the imposition of civil monetary penalty of up to \$1,000 for each violation and/or the imposition of an administrative compliance order on the responsible entity.

f. By executing this contract, the Contractor agrees to compile data, maintain records and submit reports as required to permit effective enforcement of the Civil Rights laws applicable to Food and Nutrition Service programs and permit authorized USDA personnel during normal working hours to review such records, books and accounts as needed to ascertain Civil Rights compliance. If there are any violations of this assurance, the USDA Food and Nutrition Service, shall have the right to seek judicial enforcement of this contract.

D. To Maintain and Retain Records that are Subject to Inspection, Copying and Audit, and to Provide Audits, if Required.

1. To establish and maintain books, records, and documents (including electronic storage media) in accordance with generally accepted accounting procedures and practices that sufficiently and properly reflect all revenues and expenditures of funds provided by the Department under this contract.

2. To retain all program related records, financial records, supporting documents, statistical records, and any other documents (including electronic storage media) pertinent to this contract for a period of three (3) years after expiration or termination of the contract, or if an audit has been initiated and audit findings have not been resolved at the end of three (3) years, the records shall be retained until final resolution of the audit findings or any litigation relating to the audit findings or any action subject to administrative review. Any records retained, regardless of the time retained, shall be subject to inspection, copying, audit and review.

3. Upon expiration or termination of the contract and at the request of the Department, the Contractor will cooperate with the Department to facilitate the duplication and transfer of any said records or documents during the required retention period as specified in Section I., Paragraph D.2. above. The contractor agrees to maintain the records for the requisite period, even if this contract is terminated or if the contractor has ceased operations.

4. To assure that all records shall be subject to copying, inspection, review, or audit during any hours that the Contractor is open for business, but at minimum between the hours of 8 a.m. and 5 p.m., upon presentation of photo identification. All Child Care Food Program records shall be maintained at the site at which the

Contractor provides program services or at the Contractor's sponsoring organization office, as appropriate to the type of record maintained. Employees of the Department, the United States Department of Agriculture and the Florida Department of Law Enforcement shall be provided with access to records upon presentation of identification and shall be authorized to take physical possession of any Child Care Food Program records, or equipment containing such records and any other records maintained on equipment used in the Child Care Food Program. Others requesting access shall provide identification and a letter of authorization from the Department of Health.

5. Employees of the Department, the United States Department of Agriculture and the Florida Department of Law Enforcement and federal auditors pursuant to Title 45 Code of Federal Regulations, Part 92, shall upon presentation of identification have full access to and the right to examine any of the Contractor's contracts and related records and documents, regardless of the form in which kept, at all reasonable times for as long as records are retained.

6. A not-for-profit organization or non-federal governmental entity that expends Federal awards, including Child Care Food Program reimbursements, of \$500,000 or more in its fiscal year, shall assure that a single or program-specific audit is conducted in accordance with the provisions of Office of Management and Budget Circular A-133, as revised. In determining the Federal awards expended in its fiscal year, the Contractor shall consider all sources of Federal awards. The determination of amounts of Federal awards expended shall be in accordance with the guidelines established by Office of Management and Budget Circular A-133, as revised.

7. In connection with the audit requirements addressed in Section I, Paragraph D.6, the Contractor shall fulfill the requirements relative to auditee responsibilities as provided in Subpart C of Office of Management and Budget Circular A-133, as revised, and shall make all records relating to the audit, including but not limited to accountant work papers and findings, available to the Department for inspection and copying.

8. If the Contractor expends less than \$500,000 in Federal awards in its fiscal year, an audit conducted in accordance with the provisions of Office of Management and Budget Circular A-133, as revised, is not required. In the event that the Contractor expends less than \$500,000 in Federal awards in its fiscal year and elects to have an audit conducted in accordance with the provisions of Office of Management and Budget Circular A-133, as revised, the cost of the audit must be paid from non-Federal funds (i.e., the cost of such an audit must be paid from Contractor funds obtained from other than Federal entities). All records relating to the audit, including but not limited to accountant work papers and findings shall be made available to the Department for inspection and copying.

9. Copies of audit reports for audits conducted in accordance with Office of Management and Budget Circular A-133, as revised, and required by Section I, Paragraph D.6, of this agreement shall be submitted within 30 days of receiving the auditor's report or nine months after the end of the audit period, whichever is sooner. Copies of audit reports shall be submitted by or on behalf of the Contractor directly to each of the following:

- a. Contract Administrative Monitoring Unit
Florida Department of Health
4052 Bald Cypress Way, Bin B-01
Tallahassee, FL 32399-1700
- b. Federal Audit Clearinghouse
Bureau of the Census
1201 E. 10th Street
Jeffersonville, IN 47132
- c. Other Federal agencies and pass-through entities in accordance with Sections .320 (e) and (f), Office of Management and Budget Circular A-133, as revised.

E. Documents to be Submitted to the Department

1. In addition to any documents required to be submitted to the Department in compliance with state and federal law, the Contractor agrees to submit any receipts, invoices, documentation or other evidence that the Department in its sole discretion deems necessary to evaluate the validity of any and all claims for reimbursement submitted by the Contractor. Such requirement for documentation may also require the Contractor to submit documentation prior to payment of any claim; any claim or portion thereof that is not supported by documents requested by the Department in writing shall be disallowed.

2. All contractors shall provide any and all information requested by the Department which the Department deems necessary in its sole discretion to evaluate an application to participate in the Child Care Food Program or an application to renew its participation in the Child Care Food Program or to evaluate a contractor's performance in the Child Care Food Program, including but not limited to, documents which the Department determines are necessary to evaluate the applicant's or the contractor's financial viability, administrative capability and fiscal responsibility.

F. Departmental Approval of Contractor's Operations

1. A Contractor serving as a sponsor of any Child Care Food Program with which the contractor has no affiliation shall obtain prior written approval from the Department for all salaries and benefits funded by CCFP reimbursements. Salaries and benefits must be reasonable, prudent and necessary for the furtherance of the CCFP in addition to being in compliance with federal law. The reasonableness of salaries and benefits shall be determined by the Department after its review of the Contractor's operations or anticipated operations and shall not exceed those salaries and benefits generally made available to non-profit corporation employees and officers in the same geographical area for similar services.

2. A Contractor serving as a sponsor of any Child Care Food Program with which the contractor has no affiliation shall not employ staff or officers or directors who are related by blood or marriage without the prior written approval of the Department. Any such approval will be granted only upon written documentation of extraordinary circumstances and shall only be granted for the shortest period of time necessary to address the justifying circumstances.

3. All Contractors shall submit budgets and budget amendments that are reasonable, prudent and necessary for the furtherance of the CCFP. All budgets and budget amendments shall require prior written approval by the Department. No more than four budget amendments may be filed in any federal fiscal year unless the Contractor is able to show good cause, in the sole discretion of the Department, why additional amendments are required due to expenses that could not be reasonably anticipated and handled through the allowed number of amendments.

4. All Contractors shall comply with program meal requirements as specified by the Department. Failure to meet Department specifications, regardless of whether the requirements are more stringent than those provided by the USDA, shall subject the Contractor to disallowance of payment for the non-compliant meals or snacks and shall subject the Contractor to issuance of a notice of serious deficiency, proposed termination, refusal to renew the contract, disqualification, and/or suspension.

G. Monitoring, Compliance and Review Procedures, Administrative and Criminal Penalties

1. In addition to reviews of audits conducted in accordance with Office of Management and Budget Circular A-133, as revised, monitoring procedures by the Department may include, but not be limited to, on-site visits by Department staff, limited scope audits as defined by Office of Management and Budget Circular A-133, as revised, and/or other procedures or audits deemed necessary in the sole discretion of the Department to evaluate program operations. By entering into this agreement, the Contractor agrees to comply and cooperate with any monitoring procedures/processes deemed appropriate by the Department. In the event the Department determines that an audit or a limited scope audit of the Contractor is appropriate, the recipient agrees to comply with any additional instructions provided by the Department to the Contractor regarding such audit. The Contractor further agrees to comply and cooperate with any inspections, reviews, investigations, or audits deemed necessary by the Department, or the State of Florida's Comptroller or Auditor General. The Contractor also acknowledges that any monitoring or review, whether performed by the Department, the United States Department of Agriculture, the Florida Department of Law Enforcement or by another entity authorized by the Department may result in the initiation of criminal charges and that the Department will actively cooperate and assist in such criminal prosecution.

2. The Contractor agrees to permit persons authorized by the Department to inspect any records, papers, documents, facilities, and/or goods and services of the Contractor which are relevant to this contract, and/or to interview any clients and employees of the Contractor. Any such inspections or monitoring visits may be announced or unannounced and shall be made to assure the Department of the satisfactory performance of the terms and conditions of this contract. Following such evaluation, the Department will deliver to the Contractor a written report of its findings with regard to the Contractor's performance of the terms and conditions of this contract. The Contractor will correct all noted deficiencies identified by the Department within the specified period of time set forth in the Contractor's corrective action plan as agreed upon by the Department. The Contractor's failure to submit a corrective action plan acceptable to the Department within required timeframes, or failure to correct noted deficiencies, may at the sole and exclusive discretion of the Department, result in: (1) the Contractor being deemed in breach or default of this contract; (2) suspension of program participation; (3) withholding of payment to the Contractor by the Department; and (4) termination of this contract for cause. The Department shall notify the Contractor if it determines that a deficiency warrants termination or suspension of the contract and disqualification of the Contractor and/or its responsible principals or individuals and will afford the Contractor and/or its responsible principals or individuals the review procedures authorized under Title 7 Code of Federal Regulations, Part 226, which shall be the exclusive means to challenge the Department's determination.

3. Any Contractor sponsoring the Child Care Food Program shall monitor each program and ensure its compliance with the requirements of state and federal rules, regulations, policies, instructions, procedures and manuals. Contractor personnel responsible for monitoring must carry photo identification demonstrating their relationship to the sponsoring organization and present it upon request.

H. Indemnification. NOTE: This paragraph is not applicable to contracts executed between the Department and state agencies or subdivisions, as defined in Section 768.28, Florida Statutes, or between the Department and federal agencies or sovereign American Indian nations.

1. The Contractor shall be liable for and shall indemnify, defend, and hold harmless the Department and all of its officers, agents, and employees from all claims, suits, judgments, or damages, consequential or otherwise and including attorneys' fees and costs, arising out of any act, actions, neglect, or omission by the Contractor, its agents, or employees during the performance or operation of this contract or any subsequent modifications thereof, whether direct or indirect, and whether to any person or tangible or intangible property.

2. The Contractor's inability to evaluate liability or its evaluation of liability shall not excuse the Contractor's duty to defend and indemnify within seven (7) days after such notice by the Department is given by certified mail, equivalent delivery service, e-mail or facsimile transmission. Only adjudication or judgment after highest appeal is exhausted specifically finding the Contractor not liable shall excuse performance of this provision. The Contractor shall pay all costs and fees related to this obligation and its enforcement by the Department. The Department's failure to notify the Contractor of a claim shall not release the Contractor of the above duty to defend.

I. Assignments and Subcontracts

1. The Contractor shall not assign the responsibility of this contract to another party. Any such assignment, transfer, or sublicense shall be null and void. The Department shall not approve any subcontract for a day care home sponsor or a sponsor of unaffiliated child care centers for Child Care Food Program management functions, including but not limited to, program financial management, eligibility review and approval, preparation and maintenance of enrollment rosters, tiering determinations, and submission of claims for reimbursement and monitoring.

2. The Contractor shall not subcontract for any of the work contemplated under this contract without prior written approval of the Department. Any subcontract otherwise occurring shall be null and void.

3. The Contractor shall be responsible for all work performed and all expenses incurred for implementing the Child Care Food Program on behalf of the Department. If the Department permits the Contractor to subcontract all or part of the work contemplated under this contract, including entering into subcontracts with vendors for services and commodities, the Contractor agrees that the Department shall not be liable to the subcontractor for any expenses or liabilities incurred under the subcontract and the Contractor shall be solely liable to the subcontractor for all expenses and liabilities incurred under the subcontract. The Contractor, at its expense, will defend the Department against such claims.

4. The State of Florida shall at all times be entitled to assign or transfer its rights, duties, or obligations under this contract to another governmental agency in the State of Florida, upon giving prior written notice to the Contractor. In the event the State of Florida approves transfer of the Contractor's obligations, the Contractor remains responsible for all work performed and all expenses incurred in connection with the contract. In addition, this contract shall bind the successors and legal representatives of the Contractor and of any legal entity that succeeds to the obligations of the State of Florida.

J. Contractor as a Corporation

1. The Department recognizes that corporations may participate in the Child Care Food Program and that such entities are recognized under Florida law as natural persons. The Department also understands that the funds for the Child Care Food Program are funds paid by the taxpayers of the United States and therefore subject to greater oversight than if the funds were private in nature. The Department, in performing its function, is akin to a fiduciary on behalf of the taxpayers. In consideration of the foregoing, the provisions of this section shall apply to all contractors organized as corporations in which stock is not publicly traded.

2. During the term of this agreement the Contractor agrees to notify the Department of any proposed sale, transfer, other conveyance or pledge of assets. The Contractor's notice shall state the name or names of the intended purchasers, transferees or creditors and be provided to the Department in writing no less than 30 days prior to the date of such proposed change. Failure of the Contractor to provide such notice may result in the Department issuing a Notice of Serious Deficiency and Notice of Proposed Termination and disqualification of Responsible Principals and Responsible Individuals and immediate termination of this agreement. The Department shall either agree to or decline the proposed change and provide the Contractor written notification of its decision. If the Contractor chooses to pursue the proposed change after the Department declines, this contract shall terminate.

3. If more than fifty percent (50%) of the stock of the Contractor's corporation is sold, transferred, otherwise conveyed or pledged, this contract shall terminate immediately. Prior to such termination, the Contractor

and/or the prospective majority stockholders may apply to the Department for participation in the program. The Department shall receive and process such application pursuant to its established policies and procedures.

4. This agreement and the privilege of participating in the Child Care Food Program are not subject to sale, assignment, transfer, or any other form of conveyance.

K. Return of Funds

To return to the Department any overpayments due to unearned funds pursuant to the terms of this contract or applicable state or federal law, rules, regulations, instructions, policies, procedures or manuals, that are used by the Department in its administration of the Child Care Food Program. In the event that the Contractor or its independent auditor discovers that an overpayment has been made, the Contractor shall notify the Department by certified mail within five (5) days of such discovery. In the event that the Department first discovers an overpayment has been made, the Department will notify the Contractor by letter of such a finding. Repayment shall be made pursuant to the Department's instructions to the Contractor and shall include interest as required by federal law; such instructions may include but are not limited to a sponsor's payment to centers and a contractor's payment to the Department.

L. Disallowance of Payment for Program Meals

In the event the Department discovers, prior to payment, the Contractor's failure to comply with recordkeeping requirements pertaining to records directly supporting claims for reimbursement, the Department shall disallow payment for any meals not supported by such records. Records that support claims for reimbursement include, but are not limited to, free and reduced price meal applications, daily meal counts, menu records, enrollment records, and attendance records.

M. Independent Capacity of the Contractor

1. In performance of this contract, it is agreed between the parties that the Contractor is an independent Contractor and that the Contractor is solely liable for the performance of all tasks contemplated by this contract, which are not the exclusive responsibility of the Department.

2. The Contractor, its officers, agents, employees, or subcontractors in performance of this contract, shall act in the capacity of an independent Contractor and not as an officer, employee, or agent of the State of Florida. The Contractor shall not represent to others that it has the authority to bind the Department unless specifically authorized in writing to do so.

3. The Contractor, its officers, agents, employees, and its subcontractors are not entitled to state retirement benefits, state leave benefits, or to any other compensation of state employment as a result of performing the duties and obligations of this contract.

4. The Contractor agrees to take such actions as may be necessary to ensure that each subcontractor of the Contractor will be deemed to be an independent Contractor and will not be considered or permitted to be an agent, servant, joint venturer, or partner of the State of Florida.

N. Training and Security

1. The Contractor agrees to attend all meetings and training sessions required by the Department.

2. Child Care Food Program records contain information that is confidential under both Florida and federal law. The contractor agrees to maintain any and all records, documents, forms, reports, and information, in whatever form, in a secure location with access that is sufficiently limited to protect the records.

O. Non-Pricing Policy

The Contractor agrees that all children in attendance at site(s) listed on the Site Information Form(s) and/or Provider Information Form(s), are offered the same meal at no separate charge regardless of race, color, sex, age, national origin, or disability, and there is no discrimination against any child in the course of the meal service based on race, color, sex, age, national origin, or disability. The Contractor agrees to keep confidential from family day care home providers the identity of Tier I or Tier II eligible recipients and income information pertaining to individual households. The Contractor agrees to limit access to eligibility information to persons directly connected with the administration and enforcement of the Child Care Food Program.

II. THE DEPARTMENT AGREES:

A. To reimburse the Contractor for meals and other allowable costs as further provided in applicable rules, regulations, instructions, policies, procedures or manuals. Claims for reimbursement not filed with the Department within 60 days after the close of the month in which the claim was incurred shall be disallowed except where a claim for reimbursement has been filed late because of audit adjustments. The Department may, at its sole discretion and with any necessary approval from USDA, grant an exception to this requirement.

B. Should the Contractor violate any terms of this agreement, or any Child Care Food Program policies, instructions, procedures, or manuals, or the rules, regulations and laws governing the program, and as a result, the Department acts to withhold funds or to restrict or terminate the Contractor's participation in the program, the Contractor shall be accorded a review procedure only if required by federal law pursuant to Title 7 Code of Federal Regulations Part 226.

III. THE DEPARTMENT AND THE CONTRACTOR MUTUALLY AGREE:

A. Effective and Ending Dates

This contract shall begin on October 1, 2009, or on the date on which the contract has been signed by both parties, whichever is later or at the discretion of the Department, pursuant to Title 7 Code of Federal Regulations Part 226.11. The contract shall expire on September 30, 2010, and may be renewed pursuant to procedures and requirements established by the Department.

B. Conditional Contract

If this contract is being entered into during a period in which the Department has notified the Contractor that it intends to terminate the Contractor's Child Care Food Program contract from a previous federal fiscal year, then the statements in this paragraph apply. The intent to terminate action also includes the Department's intent to disqualify the contractor from future participation in the Child Care Food Program. The parties are entering into this contract to assure that the Contractor is not prejudiced in its participation in the Child Care Food Program while the proposed termination and/or disqualification is being challenged. The parties intend this contract to be conditioned upon the Contractor remaining eligible to participate in the Child Care Food Program. Upon rendition of a final order upholding the Contractor's proposed termination or proposed disqualification, or both, the Contractor is ineligible under the terms of this contract, this contract will terminate without further action or notification by the Child Care Food Program and claims for goods or services provided after the rendition of the final order shall not be payable. The parties further agree that termination of the contract based upon rendition of a final order will not be stayed pending any appeal of or challenge to the final order in any forum.

C. Termination

1. Termination at Will. This contract may be terminated by either party without cause upon no less than thirty (30) calendar days notice in writing to the other party unless a lesser time is mutually agreed upon in writing by both parties. Said notice shall be delivered by facsimile transmission, email, certified mail – return receipt requested, or in person with proof of delivery.

2. Termination Because of Lack of Funds. In the event funds to finance this contract become unavailable, the Department may terminate the contract upon no less than twenty-four (24) hours notice in writing to the Contractor. Said notice shall be delivered by facsimile transmission, email, certified mail – return receipt requested, or in person with proof of delivery. The Department shall be the final authority as to the availability and adequacy of funds.

3. In the event of termination of this contract for reasons III. C. 1 or 2 above, the Contractor will be compensated for program costs lawfully incurred prior to notification of termination.

4. Termination for Cause. The Department may terminate this contract for cause for the Contractor's noncompliance with any provision of this contract or for any of the serious deficiencies identified, but not limited to, those in Attachment 1.

D. Enforcement

If any term or provision of the contract or of any Child Care Food Program rules, regulations, policies, procedures, instructions, or manuals is found to be illegal or unenforceable, the remainder of the contract shall remain in full force and effect and such term or provision shall be stricken.

E. Venue

Venue for any action arising from the terms of this contract or the application of state or federal law to any dispute between the parties, including any appeal of a final order to a Florida District Court of Appeal, shall be in Leon County, Florida.

I have read the above contract and understand each section and paragraph.

IN WITNESS THEREOF, the parties hereto have caused this 8 page contract and its subject attachments, Attachment 1 and Attachment 2 to be executed by their undersigned official as duly authorized.

CONTRACTOR:

S-735
(Authorization Number)
Palm Beach County
Head Start & Children Services
(Legal Name of Organization)
Head Start & Children Services
(D/B/A Name)
301 N. Olive Avenue
(Address)
West Palm Beach, Florida 33401

SIGNATURE of Chairman of the Board,
President, Owner or Delegated Authority

PRINTED NAME: John F. Koons

TITLE: Chairman

DATE: _____

STATE OF FLORIDA
DEPARTMENT OF HEALTH:

Philip E. Reeves, Chief,
Bureau of Child Nutrition Programs

DATE: _____



Bureau of Child Nutrition Programs
Child Care Food Program

CONTRACT 2009-2010

ATTACHMENT 1

This attachment incorporates those serious deficiencies found in Title 7 Code of Federal Regulations Part 226 and provides examples of non-compliance with program requirements. Contractors who commit or engage in any serious deficiencies, including but not limited to those incorporated herein, shall be subject to termination and disqualification from the Child Care Food Program (CCFP).

1. Submission of false information to the Department

- *Failure to disclose ineligible officers, directors, key employees*
- *Listing fictitious employees/officers/board members on an application*
- *Claiming tax-exempt status when denied, rescinded, etc.*
- *Submitting the IRS tax-exempt determination letter of a different or defunct organization*
- *Concealing a conviction for any activity occurring during the previous seven years that indicates a lack of business integrity*
- *Falsification of documentation*

2. Permitting an individual on the National Disqualified List to serve in a principal capacity with the Contractor or at a site sponsored by the Contractor.

3. Failure to operate the CCFP in conformance with performance standards established in Title 7 Code of Federal Regulations Part 226.6(b)(2)(vii), regarding financial viability and financial management, administrative capability, and program accountability

- *Failure to ensure provision of adequate financial resources for daily program operations*
- *Failure to maintain adequate funds to withstand temporary interruptions in program payments and/or fiscal claims against the Contractor*
- *Failure to maintain an adequate number and type of qualified staff to ensure proper CCFP operations*
- *Failure to establish and implement internal controls and other systems to ensure fiscal accountability*
- *Failure of the Board of Directors to provide adequate program oversight*

4. Failure to maintain adequate records

- *Failure to maintain appropriate records to document compliance with CCFP requirements including budgets, approved budget amendments, and when applicable, management plans and records pertaining to facility operations*
- *Consistently missing/incomplete records during different reviews, complaint investigations, agreed-upon-procedures reviews, or audits*
- *Missing/incomplete/incorrect invoices, receipts, canceled checks, inventories resulting in false/inflated/unsubstantiated claimed costs*
- *Cost records not maintained according to generally accepted accounting principles resulting in false/inflated/unsubstantiated claimed costs*

5. Failure to adjust meal orders to conform to variations in the number of participants

- *Inflated meal counts, such as meals claimed regularly equal the number of meals ordered/planned or the number of participants on the center roster*

6. Non-compliance with applicable bid procedures and contract requirements of federal child nutrition programs

- *Failure to competitively procure goods and services*
- *Anti-competitive practices, such as collusion, kickbacks, conflicts of interest*
- *Inclusion of non-competitive provisions in a bid, e.g., "successful bidder for a contract to provide meals must establish a scholarship fund"*

FY 2009-2010

7. Claiming reimbursement for meals not served to participants

- *Claiming meals delivered or planned for as meals served to participants*
- *Claiming meals for participants not present on a given day or for a particular meal*
- *Claiming meals served to non-existent children*
- *Claiming meals served to non-enrolled children or to staff*
- *Inflating facility meal counts*
- *Claiming non-existent and non-participating facilities*
- *Claiming meals for ineligible facilities*
- *Claiming dual participating facilities*
- *Claiming the same participant for the same meal at more than one facility*

8. Claiming reimbursement for meals that do not meet CCFP requirements

9. Use of a food service management company that is in violation of health codes

10. Failure of a sponsoring organization to disburse payments to its facilities in accordance with its management plan and/or CCFP requirements

- *Checks to facilities prepared more than 5 days after receipt of reimbursement*
- *Payments sent without endorsements or otherwise incomplete*
- *Payments made for other than the full amount the facility is entitled to*
- *Payments made to a facility other than the facility that earned the payment*
- *Payments made to an entity/person other than the facility without express written permission of the facility*
- *Checks not mailed within 5 day timeframe or first business day thereafter*
- *Failure to transfer full amount of facility payments to facility bank account within 5 day time frame*
- *Failure to maintain full amount of facility payments in commingled bank account until checks clear*
- *Using provider reimbursement funds to pay provider advances*
- *Using day care home funds to pay sponsored centers or center funds to pay day care homes*
- *Retaining sponsored center funds in excess of the amount approved in the management plan*

11. History of administrative or financial mismanagement in any USDA child nutrition program

- *Sponsor left Summer Food Service Program because of a serious documented problem in its operation*
- *Failure to maintain required corrective actions*
- *Sponsor terminated for serious deficiency in one part of the CCFP (child care center for example) applies to administer a different part (day care homes for example)*

12. Claiming reimbursement for meals served by a proprietary child care center during a calendar month in which the center does not meet Title XX eligibility requirements or Free and Reduced eligibility requirements, as applicable

13. Failure by a sponsoring organization to properly classify individuals or homes in the correct reimbursement category

14. Failure of a sponsoring organization to properly exercise its oversight responsibilities

- *Failure to adequately monitor*
- *Failure to require full, permanent, and systemic corrective actions*
- *Failure to impose sanctions on centers, sites, or day care home providers when serious deficiencies are identified*
- *Failure to follow suspension, termination, disqualification and appeal procedures*

15. The fact that the Contractor or any of its principals have been declared ineligible to participate in a publicly funded program due to violating that program's requirements

16. Conviction of the Contractor or any of its principals for any activity that occurred during the past seven years and that indicates a lack of business integrity

17. The following acts or omissions are also serious deficiencies

- *Failure to make records associated with the CCFP available upon request at a reasonable time and place*
- *Failure to maintain current licensure requirements*
- *Misuse of CCFP funds*
- *Serious mismanagement (e.g. failure to monitor properly)*
- *Failure to obtain a required audit*
- *Failure to notify the Department of change in IRS status*
- *Violations of IRS regulations*
- *Failure to remit periodic payments (required by statute or regulation) to regulatory agencies (e.g. employee withholding for income taxes, social security, unemployment compensation)*
- *Failure to implement corrective action(s) within required timeframes*
- *Failure to follow-up/require and maintain corrective action for facility review findings*
- *Creating fictitious records*
- *Failure to make required repayment of program funds to the Department*
- *Failure to comply with state incorporation requirements*
- *Paying employees salaries based on the number of homes/centers recruited; paying recruitment bounties or bonuses*
- *Failure to attend training required by the Department*
- *Failure to make payment(s) to subcontractor(s) for program services rendered*

18. Failure to comply with any other financial and/or administrative requirements of Title 7 Code of Federal Regulations, Part 226 and/or failure to comply with applicable federal or Department of Health CCFP rules, regulations, policies, instructions, procedures and/or manuals



Bureau of Child Nutrition Programs
Child Care Food Program
CONTRACT 2009-2010

ATTACHMENT 2

**SERIOUS DEFICIENCIES, CORRECTIVE ACTION PLANS,
PROPOSED ACTIONS SUBJECT TO ADMINISTRATIVE REVIEW
AND THE NATIONAL DISQUALIFIED LIST**

All contractors are required to abide by the requirements set forth in Title 7 Code of Federal Regulations Part 226. All notices of serious deficiency, notices of proposed termination and notices of proposed suspension shall be provided by the Department to the Contractor and its executive director, owner, and/or chairman of the board of directors and responsible principals or responsible individuals, as applicable, by facsimile transmission, e-mail, certified mail or equivalent delivery service.

If the Department determines that a contractor has failed to comply with a requirement of Title 7 Code of Federal Regulations Parts 226, 3015, 3016, 3019, and/or 3052, which constitute a serious deficiency, the Department shall issue a Notice of Serious Deficiency that specifies the serious deficiency or deficiencies and provides a date certain by which the Contractor shall file a corrective action plan with the Department.

If the corrective action plan is timely filed and is acceptable to the Department, the Department will conduct an unannounced follow-up review of the Contractor. If the follow-up review establishes that the serious deficiencies noted in the Notice of Serious Deficiency appear to have been fully and permanently corrected, the Department will so notify the Contractor. If the follow-up review does not establish that the serious deficiencies have been fully and permanently corrected the Department may issue a Notice of Proposed Termination and Disqualification of Responsible Principals and Responsible Individuals or the Department may choose to permit additional time to file or amend a corrective action plan.

If the corrective action plan is not timely filed, the Department may take one of two actions. The Department may grant additional time to file or amend a corrective action plan. The Department may, alternatively, at its election issue a Notice of Proposed Termination and Disqualification of Responsible Principals and Responsible Individuals.

If the corrective action plan is not acceptable to the Department it may take one of two actions. The Department may issue a Notice of Proposed Termination and Disqualification of Responsible Principals and Responsible Individuals. The Department may also elect to conduct an unannounced follow-up review of the Contractor. During that review the Department shall determine if it shall grant the Contractor additional time to file or amend a corrective action plan. Alternatively, the Department may choose to proceed to issue a Notice of Proposed Termination and Disqualification of Responsible Principals and Responsible Individuals.

If a Notice of Serious Deficiency for the same or substantially the same serious deficiencies is issued within two calendar years of a withdrawn Notice of Serious Deficiency, the Department shall issue a Notice of Proposed Termination and Disqualification of Responsible Principals and Responsible Individuals since the second Notice of Serious Deficiency establishes that the previous serious deficiency was not fully and permanently corrected.

If the Department determines that a contractor has filed a false or fraudulent claim, or if the Department determines that there is an imminent threat to the health or safety of program participants, or that the contractor poses a threat to public health or safety, it may issue a Notice of Proposed Suspension and shall provide notice of the procedures for suspension review. In any such event, the Department shall propose termination and disqualification and provide notice of procedures for administrative review.

Administrative Review Rights

The Contractor is not entitled to administrative review of a Notice of Serious Deficiency. The Contractor is entitled to administrative review of other Department actions, as provided by Title 7 Code of Federal Regulations Part 226, which affect the Contractor's participation or reimbursements in the Child Care Food Program, including but not limited to proposed termination and disqualification. To obtain an administrative review, the Contractor and/or responsible principals or responsible individuals must request it in writing within 15 days of receipt of the Department's notice. The written request must be received by the Department of Health Agency Clerk, Sam Power, 4052 Bald Cypress Way, Bin No. A-02, Tallahassee, Florida 32399-1703; telephone number 850-245-4005, facsimile number 850-410-1448, within the time permitted. If no written request is submitted or if the written request is not received within 15 days of the Department's notice, then the Department's proposed action against the Contractor, responsible principals and responsible individuals shall no longer be subject to administrative review and the proposed action will become effective. The Agency Clerk will acknowledge receipt of the request for

FY 2009-2010

administrative review within 10 days and, if the request was timely filed, will appoint an administrative review official. If the request for administrative review was not timely filed, the Department shall notify the Contractor, responsible principals and responsible individuals that review is no longer authorized and that the Department's proposed action has now taken effect.

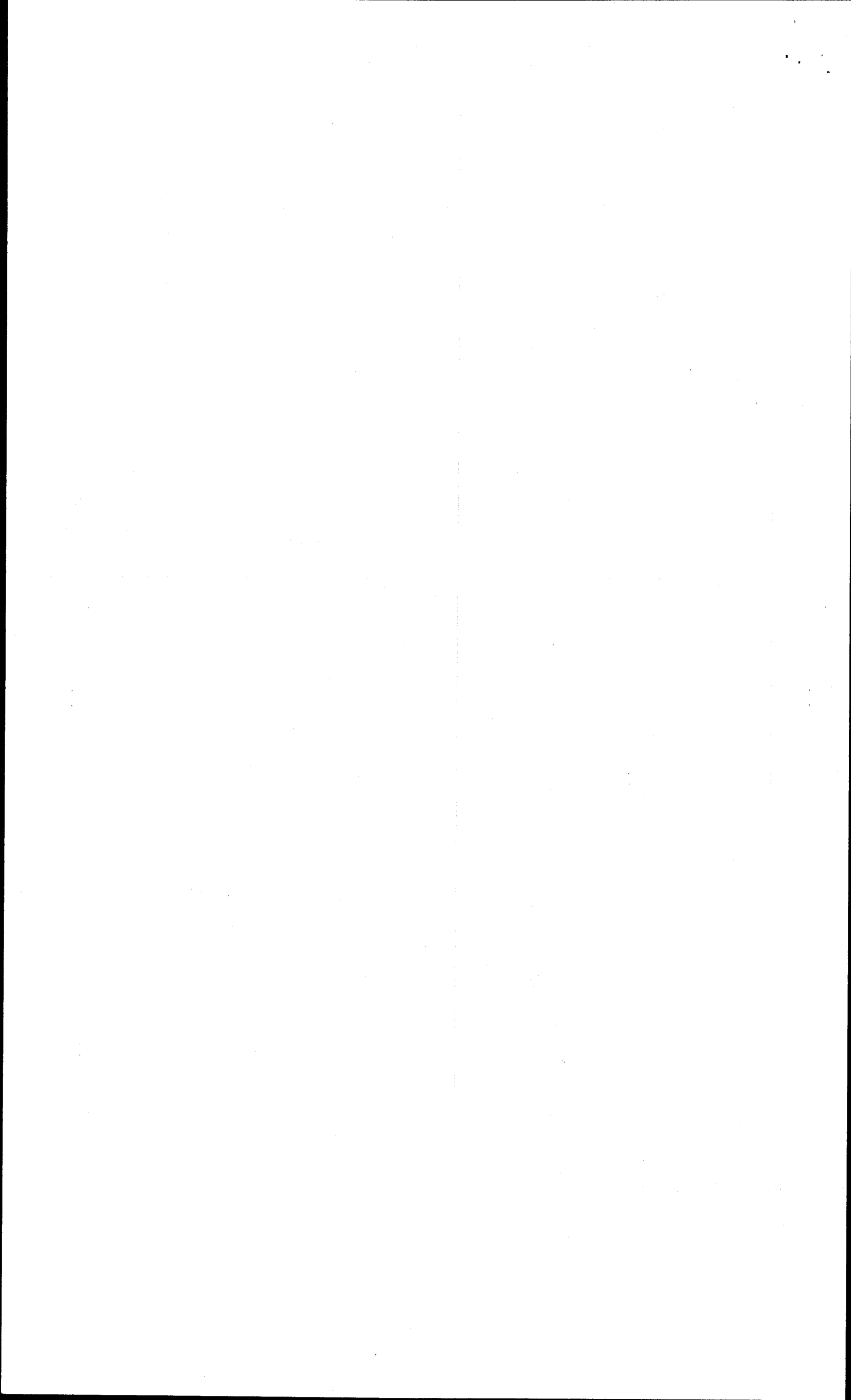
If a timely written request is submitted, the Contractor, responsible principals and responsible individuals must submit documentation in opposition to the proposed Department action no later than 30 days after receipt of the Department's notice to the administrative review official. The Department may submit documentation in support of its action within 15 days of the Contractor's request for administrative review. The administrative review official will consider the Department's proposed actions based upon written submissions by the Department and the Contractor.

A hearing will be held in addition to, or in lieu of, a review of written information only if the Contractor or a responsible principal or individual requests such a hearing in the initial written request for administrative review. The administrative review official may consider any evidence that he or she determines is credible, trustworthy and would reasonably be relied upon by a prudent person in the conduct of his or her normal daily activities. Either party may be represented by counsel. If a hearing is requested, the parties may call witnesses to testify and may cross examine witnesses. Witnesses may testify by telephone and may be sworn over the telephone and may be permitted to testify in narrative form. The administrative review official will issue a decision within 60 days of the Department's receipt of a timely filed written request for administrative review which is an administrative requirement for the Department and may not be used as a basis for overturning the Department's action if a decision is not made within that specified timeframe.

The administrative review official's determination is the final administrative determination to be afforded to the institution and responsible principals and individuals.

National Disqualified List

If a contractor, responsible principals and responsible individuals do not timely request administrative review or if administrative review upholds the Department's proposed action for disqualification from the Child Care Food Program, the Contractor and/or responsible principals and responsible individuals will be placed on the National Disqualified List with the United States Department of Agriculture and will be prohibited from participating in the Child Care Food Program for a period not to exceed seven years. However, if a contractor, responsible principal or individual has failed to repay debts owed under the Child Care Food Program, they will remain on the list until the debt has been repaid.



**Delegation of Signing Authority
for the Child Care Food Program**

To Whom it May Concern:

By means of this letter, I, John F. Koons (the Delegating Official, which is the Chairman of the Board, President or Owner), delegate the authority

herein described, to Channell Wilkins (my representative), on the following terms and conditions:

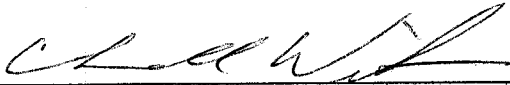
1. My representative may sign, on my behalf, any documents pertaining to the Child Care Food Program.
2. The effective date of this delegation is 8/5/09 and shall run until September 30, 2010 or until revoked by the delegating official, whichever is sooner.
3. The authority delegated is not subject to sub-delegation without my prior and written consent.
4. I understand that this delegation does not relieve me of responsibility to manage and supervise operation of the Child Care Food Program, that I may be liable for repayment of funds received and that I may be subject to disqualification from future participation in the Child Care Food Program should the terms of the contract with DOH for participation in the Child Care Food Program not be fulfilled.

Signature (Delegating Official)

John F. Koons, Chairman, BOCC
Name and Title (Chairman of the Board,
President or Owner)

Date

Acknowledged and agreed:



Signature (Representative)

Channell Wilkins, Director, Dept. of Community Services
Name and Title

Date