Form No. DTMB-3521 (Rev. 10/2015)
AUTHORITY: Act 431 of 1984
COMPLETION: Required
PENALTY: Contract change will not be executed unless form is filed

STATE OF MICHIGAN
DEPARTMENT OF CORRECTIONS
PROCUREMENT

206 E. Michigan. Ave.
Lansing, MI 48933

P.O. Box 30003
Lansing, MI 48908

CHANGE NOTICE NO. **3**
to
CONTRACT NO. **472B4300054**
between
THE STATE OF MICHIGAN
and

NAME & ADDRESS OF CONTRACTOR	PRIMARY CONTACT	EMAIL
Jackson College	Rebekah Woods, Ph.D., Provost	rwoods ~~Woodsrebekah~~@jccmi.edu
2111 Emmons Rd.	PHONE	CONTRACTOR'S TAX ID NO. (LAST FOUR DIGITS ONLY)
Jackson, MI 49201	(517) 796-8596	5703

STATE CONTACTS	AGENCY	NAME	PHONE	EMAIL
PROGRAM MANAGER / CCI	Corrections	Heather Gay, Manager	(517) 373-4041	GayH@michigan.gov
CONTRACT ADMINISTRATOR	Corrections	Cathy Carr	(517) 241-2192	CarrC@michigan.gov

CONTRACT SUMMARY

DESCRIPTION: Postsecondary education services for participants during and after prison, Macomb Correctional Facility and Parnall Correctional Facility, Kalamazoo County, Macomb County, Oakland County, and Wayne County

INITIAL EFFECTIVE DATE	INITIAL EXPIRATION DATE	INITIAL AVAILABLE OPTIONS	EXPIRATION DATE BEFORE CHANGE(S) NOTED BELOW
09/01/2013	08/31/2016	2 – one year	08/31/2016

PAYMENT TERMS	DELIVERY TIMEFRAME
Net	NA

ALTERNATE PAYMENT OPTIONS	EXTENDED PURCHASING
☐ P-card ☐ Direct Voucher (DV) ☐ Other	☐ Yes ☒ No

MINIMUM DELIVERY REQUIREMENTS

NA

DESCRIPTION OF CHANGE NOTICE

EXERCISE OPTION?	LENGTH OF OPTION	EXERCISE EXTENSION?	LENGTH OF EXTENSION	REVISED EXP. DATE
☒	1 Year	☐		08/31/2017

CURRENT VALUE	VALUE OF CHANGE NOTICE	ESTIMATED AGGREGATE CONTRACT VALUE
$815,267.00	$0	$815,267.00

DESCRIPTION: The first option year is hereby exercised: Therefore, the contract expiration date is hereby changed to 8/31/2017. All other specifications, terms and conditions of the Contract remain the same. In the event of any conflicts between the specifications, terms and conditions indicated by the Department of Corrections (MDOC) and those indicated by the Contractor, those of MDOC take precedence

FOR THE CONTRACTOR:

Jackson College
Company Name

Rebekah S. Woods
Authorized Agent Signature

Rebekah S. Woods
Authorized Agent (Print or Type)

6/28/16
Date

FOR THE STATE:

Signature

Jeri Ann Sherry, Deputy Director
Name & Title

Department of Corrections
Agency

6/29/16
Date

STATE OF MICHIGAN
DEPARTMENT OF CORRECTIONS
EDUCATION
P.O. BOX 30003
LANSING, MICHIGAN 48909

CHANGE NOTICE NO. 2
to
CONTRACT NO. 472B4300054
between
THE DEPARTMENT OF CORRECTIONS
and

NAME AND ADDRESS OF CONTRACTOR:	CONTRACTOR TELEPHONE:
Jackson College **2111 Emmons Rd.** **Jackson, MI 49201**	**517-796-8631**
	CONTRACTOR FAX: **517-796-8596**
CONTRACTOR CONTACT: **Rebekah Woods, Ph.D., Provost**	STATE CONTACT: **Heather Gay, Manager**

DESCRIPTION OF CONTRACT:
Postsecondary Education Services for Participants During and After Prison
Macomb Correctional Facility and Parnall Correctional Facility
Kalamazoo County, Macomb County, Oakland County, and Wayne County

CONTRACT PERIOD:	FROM:	TO:
	09/01/2013	08/31/2016

TERMS:	
Net	

MISCELLANEOUS INFORMATION:

In the event of any conflicts between the specifications, terms and conditions indicated by the State-MDOC and those indicated by the Contractor, those of the State-MDOC take precedence.

The maximum amount payable to the Contractor, including travel expense reimbursement, is $815,267.00, a decrease of $179,593.00 for the three year period of 09/01/2013 – 08/31/2016.

Current Authorized Spend Limit: $815,267.00

FOR THE CONTRACTOR:

Jackson College
Firm Name

Rebekah Woods
Authorized Agent Signature

Rebekah S. Woods
Authorized Agent (Print or Type)

3/18/15
Date

FOR THE STATE:

Signature

Jeri Ann Sherry
Name

Deputy Director
Title

4/1/15
Date

Revenues

				2013-2014			2014-2015			2015-2016			
				BCH	BCH	BCH	BCH	BCH	BCH	BCH	BCH	BCH	Total BCH
				36	858	1,040	1,265	847		633	244	42	4,965
				Fall	Winter	Summer	Fall	Winter	Summer	Fall	Winter	Summer	
Year 1	Billing Contact Hours	$	111.00	$ 3,996.00	$ 95,238.00	$ 135,776.11							
2013-2014	Student Fees	$	35.00	$ 1,260.00	$ 30,030.00	$ 8,320.00							
Student Fees reduced for Summer and future semesters													
Year 2	Billing Contact Hours	* $	117.00				$ 148,005.00	$ 99,099.00					
2014-2015	Student Fees	* $	8.00				$ 10,120.00	$ 6,776.00	$ 4,900.00				
Year 3	Billing Contact Hours	* $	122.85							$ 77,764.05	$ 29,975.40	$ 5,159.70	
2015-2016	Student Fees	* $	8.40							$ 5,317.20	$ 2,049.60	$ 352.80	
				$ 5,256.00	$ 125,268.00	$ 144,096.11	$ 158,125.00	$ 105,875.00	$ 4,900.00	$ 83,081.25	$ 32,025.00	$ 5,512.50	
	5% tuition increase projected				Total Revenues	$ 274,620.11			$ 268,900.00			$ 120,618.75	

Expenses

Placement Testing	Parnall	$ 1,258.94									
	Macomb	$ 1,454.88									
Mileage for adjuncts		$ 18,253.69	$ 4,499.48	$ 5,000.00	$ 4,000.00		$ 4,000.00	$ 1,000.00	-		
Various Classroom supplies		$ 19,131.85	$ 2,711.50	$ 3,000.00	$ 2,500.00		$ 2,500.00	$ 1,000.00	-		
Books	$ 8,991.25	$ 20,230.35	$ 41,596.00	$ 10,000.00	$ -				-		
	$ 8,991.25	$ 60,329.71	$ 48,806.98	$ 18,000.00	$ 6,500.00	-	$ 6,500.00	$ 2,000.00	-		
			Total Expenses	$ 118,127.94			$ 24,500.00			$ 8,500.00	
			Total Actual Billable	$ 392,748.05			$ 293,400.00			$ 129,118.75	
		Billed & Paid				Total after Yr 2	$ 686,148.05		Total After Yr 3	$ 815,266.80	

STATE OF MICHIGAN
DEPARTMENT OF CORRECTIONS
EDUCATION
P.O. BOX 30003
LANSING, MICHIGAN 48909

CHANGE NOTICE NO. 1
to
CONTRACT NO. 472B4300054
between
THE DEPARTMENT OF CORRECTIONS
and

NAME AND ADDRESS OF CONTRACTOR:	CONTRACTOR TELEPHONE:
Jackson College **2111 Emmons Rd.** **Jackson, MI 49201**	**517-796-8631**
	CONTRACTOR FAX: **517-796-8596**
CONTRACTOR CONTACT: **Rebekah Woods, Ph.D., Provost**	STATE CONTACT: **Heather Gay, Manager**

DESCRIPTION OF CONTRACT:
Postsecondary Education Services for Participants During and After Prison
Macomb Correctional Facility and Parnall Correctional Facility
Kalamazoo County, Macomb County, Oakland County, and Wayne County

CONTRACT PERIOD:	FROM:	TO:
	09/01/2013	**08/31/2016**

TERMS:	
Net	

MISCELLANEOUS INFORMATION:

In the event of any conflicts between the specifications, terms and conditions indicated by the State-MDOC and those indicated by the Contractor, those of the State-MDOC take precedence.

The maximum amount payable to the Contractor, including travel expense reimbursement, is $994,860.00, an increase of $745,860.00 for the three year period of 09/01/2013 – 08/31/2016.

Current Authorized Spend Limit: $994,860.00

FOR THE CONTRACTOR:

Jackson College
Firm Name

Rebekah S. Woods
Authorized Agent Signature

Rebekah S. Woods, Provost
Authorized Agent (Print or Type)

9/4/14
Date

FOR THE STATE:

Signature

Jeri Ann Sherry
Name

Deputy Director
Title

6/30/14
Date

Jackson College Contract Attachment 472B4300054

Semester	Estimated Number of Students	Estimated Credit Hours	Estimated Total Credits	Tuition	Student Svcs Fee	Estimated Tuition Total	Classroom Materials	Supplies	Books	OLSHA	Mich Works	Travel	Est. Subtotal	5.3% Indirect	Estimated Total
Inside Programming															
Fall '13	116	1	116	111	35	16936	9500	10000				1300	37736	2000	39,736
Winter '14	130	7	910	111	35	132860			47000			4000	183860	9745	193,605
Spring '14	130	7	910	119		108290						2000	110290	5845	116,135
Fall '14	130	7	910	120		109200	9500	10000					128700	6821	135,521
Winter '15	130	7	910	120		109200			25000				134200	7113	141,313
Spring '15	100	7	700	120		84000		10000	25000				119000	6307	125,307
Total													$713,786	$37,831	$751,617
Outside/Other Programming															
Grant Period		Est. Number Receiving Services													
1-Jul-13	30-Jun-14	60								6000	0		6000	318	6,318
1-Jul-14	30-Jun-15	160								50000	25000		75000	3975	78,975
1-Jul-15	30-Jun-16	160								50000	25000		75000	3975	78,975
1-Jul-16	30-Jun-17	160								50000	25000		75000	3975	78,975
Total													$231,000	$12,243	$243,243
Grant Total													$944,786	$50,074	$994,860

The Estimated number of participates may vary depending on the credit courses offered by the college.

STATE OF MICHIGAN
DEPARTMENT OF CORRECTIONS
EDUCATION
P.O. BOX 30003
LANSING, MICHIGAN 48909

CONTRACT NO. 472B4300054
between
THE DEPARTMENT OF CORRECTIONS
and

NAME AND ADDRESS OF CONTRACTOR:	CONTRACTOR TELEPHONE:
Jackson College **2111 Emmons Rd.** **Jackson, MI 49201**	**517-796-8631** CONTRACTOR FAX: **517-796-8596**
CONTRACTOR CONTACT: **Rebekah Woods, Ph.D., Provost**	STATE CONTACT: **Heather Gay, Manager**
DESCRIPTION OF CONTRACT: **Postsecondary Education Services for Participants During and After Prison** **Macomb Correctional Facility and Parnall Correctional Facility** **Kalamazoo County, Macomb County, Oakland County, and Wayne County**	
CONTRACT PERIOD: FROM: **09/01/2013**	TO: **08/31/2016**
TERMS: **Net**	
MISCELLANEOUS INFORMATION: **In the event of any conflicts between the specifications, terms and conditions indicated by the State-MDOC and those indicated by the Contractor, those of the State-MDOC take precedence.** **The maximum amount payable to the Contractor, including travel expense reimbursement, is $249,000.00 for the three year period of 09/01/2013 – 08/31/2016.** **Current Authorized Spend Limit: $249,000.00**	

FOR THE CONTRACTOR:

Jackson College
Firm Name

Rebekah Woods
Authorized Agent Signature

Rebekah S. Woods
Authorized Agent (Print or Type)

6/26/14
Date

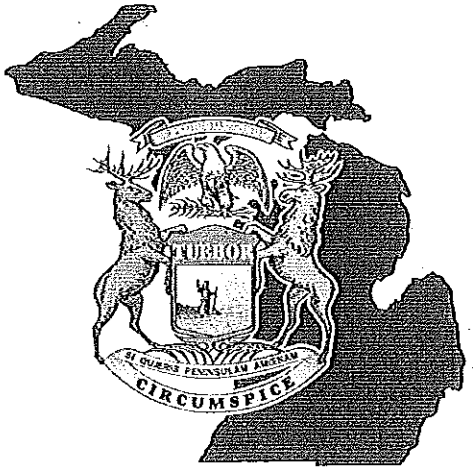
FOR THE STATE:

Jeri Ann Sherry
Signature

Jeri Ann Sherry
Name

Deputy Director
Title

6/26/14
Date



STATE OF MICHIGAN
Department of Corrections
Education
Postsecondary Education Services for Participants During and After Prison
Macomb Correctional Facility and Parnall Correctional Facility
Kalamazoo County, Macomb County, Oakland County and Wayne County
Contract No. 472B4300054

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Definitions

24x7x365 means 24 hours a day, seven days a week, and 365 days a year (including the 366th day in a leap year).

Additional Service means any Services within the scope of the Contract, but not specifically provided under any Statement of Work.

Audit Period means the seven year period following Contractor's provision of any work under the Contract.

Business Day means any day other than a Saturday, Sunday or State-recognized legal holiday from 8:00am EST through 5:00pm EST unless otherwise stated.

Blanket Purchase Order is an alternate term for Contract and is used in the Plan Sponsors' computer system.

CCI means Contract Compliance Inspector.

Days means calendar days unless otherwise specified.

Deliverable means physical goods and/or services required or identified in a Statement of Work.

DTMB means the Michigan Department of Technology Management and Budget.

Environmentally Preferable Products means a product or service that has a lesser or reduced effect on human health and the environment when compared with competing products or services that serve the same purpose. Such products or services may include, but are not limited to: those which contain recycled content, minimize waste, conserve energy or water, and reduce the amount of toxics either disposed of or consumed.

Hazardous Material means any material defined as hazardous under the latest version of federal Emergency Planning and Community Right-to-Know Act of 1986 (including revisions adopted during the term of the Contract).

Incident means any interruption in any function performed for the benefit of a Plan Sponsor.

Key Personnel means any personnel identified in **Section 1.031** as Key Personnel.

New Work means any Services/Deliverables outside the scope of the Contract and not specifically provided under any Statement of Work, such that once added will result in the need to provide the Contractor with additional consideration. "New Work" does not include Additional Service.

Ozone-depleting Substance means any substance the Environmental Protection Agency designates in 40 CFR part 82 as: (1) Class I, including, but not limited to, chlorofluorocarbons, halons, carbon tetrachloride, and methyl chloroform; or (2) Class II, including, but not limited to, hydrochlorofluorocarbons.

Post-Consumer Waste means any product generated by a business or consumer which has served its intended end use; and which has been separated or diverted from solid waste for the purpose of recycling into a usable commodity or product, and which does not include post-industrial waste.

Post-Industrial Waste means industrial by-products which would otherwise go to disposal and wastes generated after completion of a manufacturing process, but does not include internally generated scrap commonly returned to industrial or manufacturing processes.

Recycling means the series of activities by which materials that are no longer useful to the generator are collected, sorted, processed, and converted into raw materials and used in the production of new products. This definition excludes the use of these materials as a fuel substitute or for energy production.

Reuse means using a product or component of municipal solid waste in its original form more than once.

RFP means a Request for Proposal designed to solicit proposals for services.

Services means any function performed for the benefit of the State.

SLA means Service Level Agreement.

Source Reduction means any practice that reduces the amount of any hazardous substance, pollutant, or contaminant entering any waste stream or otherwise released into the environment prior to recycling, energy recovery, treatment, or disposal.

State Location means any physical location where the State performs work. State Location may include State-owned, leased, or rented space.

Subcontractor means a company selected by the Contractor to perform a portion of the Services, but does not include independent contractors engaged by Contractor solely in a staff augmentation role.

Unauthorized Removal means the Contractor's removal of Key Personnel without the prior written consent of the State.

Waste Prevention means source reduction and reuse, but not recycling.

Pollution Prevention means the practice of minimizing the generation of waste at the source and, when wastes cannot be prevented, utilizing environmentally sound on-site or off-site reuse and recycling. The term includes equipment or technology modifications, process or procedure modifications, product reformulation or redesign, and raw material substitutions. Waste treatment, control, management, and disposal are not considered pollution prevention, per the definitions under Part 143, Waste Minimization, of the Natural Resources and Environmental Protection Act (NREPA), 1994 PA 451, as amended.

Work in Progress means a Deliverable that has been partially prepared, but has not been presented to the State for Approval.

Work Product refers to any data compilations, reports, and other media, materials, or other objects or works of authorship created or produced by the Contractor as a result of an in furtherance of performing the services required by the Contract.

Article 1 – Statement of Work (SOW)

1.010 Project Identification

1.011 Project Request

This is a Contract for postsecondary education for participants in the Macomb Correctional Facility and/or the Parnall Correctional Facility who will parole/be released to Oakland County and/or Kalamazoo County. The Pathways Project, a five-year initiative directed by VERA, provides funding and technical assistance to selected states to develop a continuum of postsecondary education services for participants within two years prior to release from prison through two years after parole/release to the community.

1.012 Background

Approximately two-thirds of Michigan's prison population has attained a GED or high school diploma. For these prisoners, the system encourages continued postsecondary education, but does not provide much by way of support. It is the intention of the VERA Institute of Justice' Pathways from Prison to Postsecondary Education Project, to develop a process that will enable participants to initiate postsecondary education while incarcerated, to assist them in taking their first steps toward postsecondary education, and continuing this educational endeavor upon parole/release to the community.

The Michigan Department of Corrections (State-MDOC) was selected by the VERA Institute of Justice to participate in the Pathway from Prison Postsecondary Education Project, which aims to demonstrate that access to postsecondary education during and after prison, combined with supportive reentry services, can increase educational credentials, increase employability and earnings, and reduce recidivism. The State-MDOC's participation is made possible through funding awarded to the VERA Institute of Justice by the W.K. Kellogg foundation. As a result, the State-MDOC received $1 million in incentive funding to pilot educational programming and reentry support services in two correctional facilities, as well as in Pontiac, MI and Kalamazoo, MI, to which many participants are scheduled to return.

1.020 Scope of Work and Deliverables

1.021 In Scope

Postsecondary education to participants in the Macomb Correctional Facility and/or Parnall Correctional Facility and continuing the participant's education upon their parole/release to the community in Oakland County and/or Kalamazoo County.

1.022 Work and Deliverable

The Contractor must provide deliverables/services and staff, and otherwise do all things necessary for or incidental to the performance of work, as set forth below:

1. The Contractor must provide postsecondary education to participants who are within two years of parole/release from prison from the Macomb Correctional Facility and/or Parnall Correctional Facility, and will be paroled/released to Oakland County and/or Kalamazoo County.

2. The Contractor must provide postsecondary education to participants for two years once they are paroled/released from prison into the community in Oakland County and/or Kalamazoo County.

3. The Contractor must comply with the Federal Register and the State-MDOC Prison Rape Elimination Act (PREA), 28 CFR Part 115, Prevention Plan, Prison Rape Elimination Act of 2003, Public Law 108-79, Sept. 4, 2003. The Contractor must immediately refer any allegations or forms of sexual abuse or sexual harassment (staff-on-prisoner and prisoner-on-prisoner) to the State-MDOC Contract Compliance Inspector in writing. The Contractor shall ensure compliance with the National Standards to Prevent, Detect and Respond to Prison Rape, effective August 20, 2012 at http://www.gpo.gov/fdsys/pkg/FR-2012-06-20/pdf/2012-12427.pdf. See attached PREA

standards. If the Contractor does not abide by these standards, it will be considered a breach of Contract.

4. The Contractor must develop a Study Skills Workshop with approval of the State-MDOC.

5. The Contractor must develop a College Readiness Plan with approval of the State-MDOC.

6. The Contractor must provide college-credit courses that are transferable to various Michigan colleges.

7. The Contractor must develop, teach and document Accelerated MACRAO courses.

8. The Contractor must hire adjunct staff with approval of the State-MDOC.

9. The Contractor must ensure Accelerated College Courses are documented and transferable credits to other MACRAO receiving institutions.

10. The Contractor must provide prisoner keyboarding lab access at least once per week with approval of the State-MDOC.

11. The Contractor may develop and conduct Student Success Workshops (offered once per cycle) with approval of the State-MDOC. WHAT IS A CYCLE?

12. The Contractor must complete all employee training required by the State-MDOC.

13. The Contractor must administer assessments, approved by the State-MDOC, for participants in the VERA Institute of Justice' Pathways from Prison to Postsecondary Education Project.

14. The Contractor must ensure all its employees are completely Law Enforcement Information Network (LEIN) cleared prior to entering any correctional facility.

15. The Contractor must provide the State-MDOC with any requested documentation upon request pertaining to Contractor staff and the delivery of this programming.

16. The Contractor must acknowledge and accept that there are inherent risks to working in a correctional facility that houses convicted criminals sentenced to a term of incarceration with the State-MDOC.

17. The Contractor ensures that its faculty/adjunct staff and workers understand they are required to comply with all rules, regulations, policies, and procedures applicable to the State-MDOC.

18. The Contractor must monitor academic performance and progress of the participants.

19. The Contractor and its staff must acknowledge that if they have questions regarding the State-MDOC's rules, regulations, policies, and procedures, they will immediately bring questions, issues, or concerns to State-MDOC staff.

20. The Contractor must, immediately upon termination of this Contract, return any State-MDOC identification credentials to the State-MDOC.

21. The Contractor must complete other duties assigned by the State-MDOC to complete the delivery of the VERA Institute of Justice' Pathways from Prison to Postsecondary Education Project.

22. The Contractor must administer Powerpath assessments to participants if certification is valid.

23. The Contractor is responsible for the conduct of its staff, and its staff shall comply with all applicable State and Federal laws and regulations.

1.030 Roles and Responsibilities

1.031 Contractor Staff, Roles, and Responsibilities

Dr. Todd Butler, Dean of Arts of Science
Jackson College
2111 Emmons Rd.
Jackson, MI 49201
Telephone: 517-990-1341
Email: butlertodda@jccmi.edu
Responsible for Contract Oversight

Ms. Shannon Fischer, Financial Analyst
Jackson College
2111 Emmons Rd.
Jackson, MI 49201
Telephone: 517-990-1341
Email: fischershannonm@jccmi.edu
Responsible for Financial Oversight

1.040 Project Plan

1.041 Project Plan Management
Deleted – Not Applicable

1.042 Reports
A monthly report that identifies the participant's name, number, progress and completion of every participant enrolled in the VERA Institute of Justice' Pathways from Prison to Postsecondary Education Project. The monthly report must also include a narrative report of observations, problems, accomplishments, withdrawals, drops, behavior issues, grades, and attendance.

The monthly report is to be submitted by the Contractor to the School Principal and Central Office Education Manager no later than the 5th day of the following month.

1.050 Acceptance

1.051 Criteria
The following criteria will be used by the State-MDOC to determine acceptance of the services or deliverables provided under this SOW:

1.022 Work and Deliverables, numbers 1-23.

1.052 Final Acceptance
Final acceptance is when all work statement deliverables have been completed and the term of the Contract has expired.

1.060 Pricing

1.061 Pricing

For authorized Services and Price List, see Attachment A.

Contractor's out-of-pocket expenses are not separately reimbursable by the State-MDOC unless, on a case-by-case basis for unusual expenses, the State-MDOC has agreed in advance and in writing to reimburse the Contractor for the expense at the State-MDOC's current travel reimbursement rates. See www.michigan.gov/dtmb for current rates.

1.062 Price Term
Prices quoted are firm for the entire length of the Contract.

1.063 Tax Excluded from Price
(a) Sales Tax: For purchases made directly by the State-MDOC, the State-MDOC is exempt from State and local sales tax. Prices must not include the taxes. Exemption certificates for State sales tax will be furnished upon request.

(b) Federal Excise Tax: The State-MDOC may be exempt from Federal Excise Tax, or the taxes may be reimbursable, if articles purchased under any Contract are used for the State-MDOC's exclusive use. Certificates showing exclusive use for the purposes of substantiating a tax-free or tax-reimbursable sale will be sent upon request. If a sale is tax exempt or tax reimbursable under the Internal Revenue Code, prices must not include the Federal Excise Tax.

1.064 Holdback
Deleted – Not Applicable

1.070 Additional Requirements

1.071 Additional Terms and Conditions

1. Prison Rape Elimination Act (PREA) of 2003 - Public Law 108-79, Sept. 4, 2003
The Contractor must comply with the Federal Register and the MDOC Prison Rape Elimination Act, 28 CFR Part 115, Prevention Plan. The Contractor must immediately refer any allegations or forms of sexual abuse or sexual harassment (staff-on-prisoner and prisoner-on-prisoner) to the MDOC Contract Compliance Inspector in writing. The Contractor shall ensure compliance with the National Standards to Prevent, Detect and Respond to Prison Rape, effective August 20, 2012 at http://www.gpo.gov/fdsys/pkg/FR-2012-06-20/pdf/2012-12427.pdf. See attached PREA standards. If the Contractor does not abide by these standards, it will be considered a breach of Contract.

☑	The Contractor agrees to this requirement.

2. The Contractor must require all its employees working inside a MDOC correctional facility, to read and sign the MDOC Vendor Handbook (Attachment C) upon award of Contract. The purpose of the MDOC Vendor Handbook is to provide the Contractor with general information regarding basic requirements of working within the MDOC, provide notice of work rules and consequences of rule violations. The awarded Contractor must provide copies of each signed Employee Acknowledgement to the CCI, at the completion of the employee's orientation.

☑	The Contractor agrees to this requirement.

Article 2, Terms and Conditions

2.000 Contract Structure and Term

2.001 Contract Term
The Contract is for a period of five years beginning September 1, 2013 through August 31, 2016. All outstanding purchase orders must also expire upon the termination (cancellation for any of the reasons listed in **Section 2.150**) of the Contract, unless otherwise extended under the Contract. Absent an early termination for any reason, purchase orders issued but not expired, by the end of the Contract's stated term, will remain in effect for the balance of the fiscal year for which they were issued.

2.002 Options to Renew
This Contract may be renewed for up to two additional one-year period(s). Renewal must be by written agreement of the parties.

2.003 Legal Effect
The Contractor must show acceptance of the Contract by signing one copy of the Contract and returning it to the Contract Administrator. The Contractor must not proceed with the performance of the work to be done under the Contract, including the purchase of necessary materials, until both parties have signed the Contract to show acceptance of its terms, and the Contractor receives a Contract release/purchase order that authorizes and defines specific performance requirements.

Except as otherwise agreed in writing by the parties, the State-MDOC assumes no liability for costs incurred by Contractor or payment under the Contract, until the Contractor is notified in writing that the Contract (or change order) has been approved by the State Administrative Board (if required), approved and signed by all the parties, and a purchase order against the Contract has been issued.

2.004 Attachments and Exhibits
All attachments and exhibits affixed to any and all Statement(s) of Work, or appended to or referencing the Contract, are incorporated in their entirety and form part of the Contract.

2.005 Ordering
The State-MDOC will issue a written purchase order, blanket purchase order, direct voucher or Procurement Card order, which must be approved by the Contract Administrator or the Contract Administrator's designee, to order any services/deliverables under the Contract. All orders are subject to the terms and conditions of the Contract. No additional terms and conditions contained on either a purchase order or blanket purchase order apply unless they are also specifically contained in that purchase order's or blanket purchase order's accompanying Statement of Work. Exact quantities to be purchased are unknown, however, the Contractor must furnish all such materials and services as may be ordered during the Contract period. Quantities specified, if any, are estimates based on prior purchases, and the State-MDOC is not obligated to purchase in these or any other quantities.

2.006 Order of Precedence
(a) The Contract, including any Statements of Work and exhibits, to the extent not contrary to the Contract, each of which is incorporated for all purposes, constitutes the entire agreement between the parties with respect to the subject matter and supersedes all prior agreements, whether written or oral, with respect to the subject matter and as additional terms and conditions on the purchase order must apply as limited by **Section 2.005.**

(b) In the event of any inconsistency between the terms of the Contract and a Statement of Work, the terms of the Statement of Work will take precedence (as to that Statement of Work only); provided, however, that a Statement of Work may not modify or amend the terms of the Contract, which may be modified or amended only by a formal Contract amendment.

2.007 Headings
Captions and headings used in the Contract are for information and organization purposes. Captions and headings, including inaccurate references, do not, in any way, define or limit the requirements or terms and conditions of the Contract.

2.008 Form, Function and Utility
If the Contract is for use of more than one State agency and if the deliverable/service does not the meet the form, function, and utility required by that State agency, that agency may, subject to State purchasing policies, procure the deliverable/service from another source.

2.009 Reformation and Severability
Each provision of the Contract is severable from all other provisions of the Contract and, if one (1) or more of the provisions of the Contract is declared invalid, the remaining provisions of the Contract remain in full force and effect.

2.010 Consents and Approvals
Except as expressly provided otherwise in the Contract, if either party requires the consent or approval of the other party for the taking of any action under the Contract, the consent or approval must be in writing and must not be unreasonably withheld or delayed.

2.011 No Waiver of Default
If a party fails to insist upon strict adherence to any term of the Contract then the party has not waived the right to later insist upon strict adherence to that term, or any other term, of the Contract.

2.012 Survival
Any provisions of the Contract that impose continuing obligations on the parties, including without limitation the parties' respective warranty, indemnity and confidentiality obligations, survive the expiration or termination of the Contract for any reason. Specific references to survival in the Contract are solely for identification purposes and not meant to limit or prevent the survival of any other section.

2.020 Contract Administration

2.021 Issuing Office
The Contract is issued by the State-MDOC is the sole point of contact in the State with regard to all procurement and contractual matters relating to the Contract. The State-MDOC **is the only State office authorized to change, modify, amend, alter or clarify the prices, specifications, terms and conditions of the Contract.** The Contractor Administrator within DTMB-Procurement for the Contract is:

Procurement
Department of Corrections
P.O. Box 30003
Lansing, MI 48909

2.022 Contract Compliance Inspector
After the State-MDOC receives the properly executed Contract, it is anticipated that the State-MDOC will direct the person named below, or any other person so designated, to monitor and coordinate the activities for the Contract on a day-to-day basis during its term. However, monitoring of the Contract implies **no authority to change, modify, clarify, amend, or otherwise alter the prices, terms, conditions and specifications of the Contract as that authority is retained by the State-MDOC-Procurement**. The CCI for the Contract is:

Heather Gay, Education Manager
Correctional Facilities Administration
Department of Corrections
P.O. Box 30003
Lansing, MI 48909
Telephone: 517-373-4041
Email: gayh@michigan.gov

2.023 Project Manager
Deleted – Not Applicable

2.024 Change Requests
The State-MDOC reserves the right to request, from time to time, any changes to the requirements and specifications of the Contract and the work to be performed by the Contractor under the Contract. During the course of ordinary business, it may become necessary for the State-MDOC to discontinue certain business practices or create additional services/deliverables. At a minimum, to the extent applicable, the State-MDOC would like the Contractor to provide a detailed outline of all work to be done, including tasks necessary to accomplish the services/deliverables, timeframes, listing of key personnel assigned, estimated hours for each individual per task, and a complete and detailed cost justification.

If the Contractor does not so notify the State-MDOC, the Contractor has no right to claim thereafter that it is entitled to additional compensation for performing that service or providing that deliverable.

Change Requests:

(a) By giving Contractor written notice within a reasonable time, the State-MDOC must be entitled to accept a Contractor proposal for change, to reject it, or to reach another agreement with Contractor. Should the parties agree on carrying out a change, a written Contract Change Notice must be prepared and issued under the Contract, describing the change and its effects on the services and any affected components of the Contract (a "Contract Change Notice").

(b) No proposed change may be performed until the proposed change has been specified in a duly executed Contract Change Notice issued by the State-MDOC.

(c) If the State-MDOC requests or directs the Contractor to perform any activities that Contractor believes constitute a change, the Contractor must notify the State-MDOC that it believes the requested activities are a change before beginning to work on the requested activities. If the Contractor fails to notify the State-MDOC before beginning to work on the requested activities, then the Contractor waives any right to assert any claim for additional compensation or time for performing the requested activities. If the Contractor commences performing work outside the scope of the Contract and then ceases performing that work, the Contractor must, at the request of the State-MDOC, retract any out-of-scope work that would adversely affect the Contract.

2.025 Notices
Any notice given to a party under the Contract must be deemed effective, if addressed to the State-MDOC contact as noted in Section 2.021 and the Contractor's contact as noted on the cover page of the Contract, upon: (i) delivery, if hand delivered; (ii) receipt of a confirmed transmission by facsimile if a copy of the notice is sent by another means specified in this Section; (iii) the third Business Day after being sent by U.S. mail, postage pre-paid, return receipt requested; or (iv) the next Business Day after being sent by a nationally recognized overnight express courier with a reliable tracking system.

Either party may change its address where notices are to be sent by giving notice according to this Section.

2.026 Binding Commitments

Representatives of Contractor must have the authority to make binding commitments on Contractor's behalf within the bounds set forth in the Contract. Contractor may change the representatives from time to time upon written notice.

2.027 Relationship of the Parties

The relationship between the State-MDOC and Contractor is that of client and independent contractor. No agent, employee, or servant of Contractor or any of its subcontractors is an employee, agent or servant of the State-MDOC. The Contractor is solely and entirely responsible for its acts and the acts of its agents, employees, servants and Subcontractors during the performance of the Contract.

2.028 Covenant of Good Faith

Each party must act reasonably and in good faith. Unless stated otherwise in the Contract, the parties must not unreasonably delay, condition, or withhold the giving of any consent, decision, or approval that is either requested or reasonably required of them in order for the other party to perform its responsibilities under the Contract.

2.029 Assignments

(a) Neither party may assign the Contract, or assign or delegate any of its duties or obligations under the Contract, to any other party (whether by operation of law or otherwise), without the prior written consent of the other party; provided, however, that the State-MDOC may assign the Contract to any other State agency, department, division or department without the prior consent of Contractor and Contractor may assign the Contract to an affiliate so long as the affiliate is adequately capitalized and can provide adequate assurances that the affiliate can perform the requirements of the Contract. The State-MDOC may withhold consent from proposed assignments, subcontracts, or novations when the transfer of responsibility would operate to decrease the State-MDOC's likelihood of receiving performance on the Contract or the State-MDOC's ability to recover damages.

(b) The Contractor may not, without the prior written approval of the State-MDOC, assign its right to receive payments due under the Contract. If the State-MDOC permits an assignment, the Contractor is not relieved of its responsibility to perform any of its contractual duties, and the requirement under the Contract that all payments must be made to one (1) entity continues.

(c) If the Contractor intends to assign the Contract or any of the Contractor's rights or duties under the Contract, the Contractor must notify the State-MDOC in writing at least 90 days before the assignment. The Contractor also must provide the State-MDOC with adequate information about the assignee within a reasonable amount of time before the assignment for the State-MDOC to determine whether to approve the assignment.

2.030 General Provisions

2.031 Administrative Fee and Reporting

Deleted – Not Applicable

2.032 Media Releases

News releases (including promotional literature and commercial advertisements) pertaining to the RFP and Contract or project to which it relates must not be made without prior written State-MDOC approval, and then only in accordance with the explicit written instructions from the State-MDOC. No results of the activities associated with the RFP and Contract are to be released without prior written approval of the State-MDOC and then only to persons designated.

2.033 Contract Distribution

The State-MDOC retains the sole right of Contract distribution to all State agencies and local units of government unless other arrangements are authorized by the State-MDOC.

2.034 Permits
The Contractor must obtain and pay any associated costs for all required governmental permits, licenses and approvals for the delivery, installation and performance of the services.

2.035 Website Incorporation
The State-MDOC is not bound by any content on the Contractor's website, even if the Contractor's documentation specifically referenced that content and attempts to incorporate it into any other communication, unless the State-MDOC has actual knowledge of the content and has expressly agreed to be bound by it in a writing that has been manually signed by an authorized representative of the State-MDOC.

2.036 Future Bidding Preclusion
The Contractor acknowledges that, to the extent the Contract involves the creation, research, investigation or generation of a future RFP, it may be precluded from bidding on the subsequent RFP. The State-MDOC reserves the right to disqualify any Bidder if the State-MDOC determines that the Bidder has used its position (whether as an incumbent Contractor, or as a Contractor hired to assist with the RFP development, or as a Vendor offering free assistance) to gain a competitive advantage on the RFP

2.037 Freedom of Information
All information in any proposal submitted to the State-MDOC by Contractor and the Contract is subject to the provisions of the Michigan Freedom of Information Act, 1976 PA 442, MCL 15.231, et seq (the "FOIA").

2.038 Disaster Recovery
The Contractor and the State-MDOC recognize that the State-MDOC provides essential services in times of natural or man-made disasters. Therefore, except as so mandated by Federal disaster response requirements, Contractor personnel dedicated to providing services/deliverables under the Contract must provide the State-MDOC with priority service for repair and work around in the event of a natural or man-made disaster.

2.040 Financial Provisions

2.041 Fixed Prices for Services/Deliverables
Each Statement of Work or purchase order issued under the Contract must specify (or indicate by reference to the appropriate Contract exhibit) the firm, fixed prices for all services/deliverables, and the associated payment milestones and payment amounts. The State-MDOC may make progress payments to the Contractor when requested as work progresses, but not more frequently than monthly, in amounts approved by the Contract Administrator, after negotiation. The Contractor must show verification of measurable progress at the time of requesting progress payments.

2.042 Adjustments for Reductions in Scope of Services/Deliverables
If the scope of the services/deliverables under any Statement of Work issued under the Contract is subsequently reduced by the State, the parties must negotiate an equitable reduction in Contractor's charges under such Statement of Work commensurate with the reduction in scope.

2.043 Services/Deliverables Covered
For all services/deliverables to be provided by Contractor (and its subcontractors, if any) under the Contract, the State-MDOC must not be obligated to pay any amounts in addition to the charges specified in the Contract.

2.044 Invoicing and Payment – In General
(a) Each Statement of Work issued under the Contract must list (or indicate by reference to the appropriate Contract exhibit) the prices for all services/deliverables, equipment and commodities to be provided, and the associated payment milestones and payment amounts.

(b) Each Contractor invoice must show details as to charges by service/deliverable component and location at a level of detail reasonably necessary to satisfy the State-MDOC's accounting and charge-back requirements. Invoices for services performed on a time and materials basis must show, for each individual, the number of hours of services performed during the billing period, the billable skill/labor category for such person and the applicable hourly billing rate. Prompt payment by the State is contingent on the Contractor's invoices showing the amount owed by the State minus any holdback amount to be retained by the State in accordance with **Section 1.064**.

(c) Correct invoices will be due and payable by the State-MDOC, in accordance with the State-MDOC's standard payment procedure as specified in 1984 PA 279, MCL 17.51 et seq., within 45 days after receipt, provided the State-MDOC determines that the invoice was properly rendered.

(d) All invoices should reflect actual work done. Specific details of invoices and payments will be agreed upon between the CCI and the Contractor.

The specific payment schedule for any Contract(s) entered into, as the State-MDOC and the Contractor(s) must mutually agree upon. The schedule must show payment amount and must reflect actual work done by the payment dates, less any penalty cost charges accrued by those dates. As a general policy, statements must be forwarded to the designated representative by the 15th day of the following month.

The State-MDOC may make progress payments to the Contractor when requested as work progresses, but not more frequently than monthly, in amounts approved by the CCI, after negotiation. Contractor must show verification of measurable progress at the time of requesting progress payments.

2.045 Proration
To the extent there are any services that are to be paid for on a monthly basis, the cost of such services must be prorated for any partial month.

2.046 Antitrust Assignment
The Contractor assigns to the State-MDOC any claim for overcharges resulting from antitrust violations to the extent that those violations concern materials or services supplied by third parties to the Contractor, toward fulfillment of the Contract.

2.047 Final Payment
The making of final payment by the State-MDOC to Contractor does not constitute a waiver by either party of any rights or other claims as to the other party's continuing obligations under the Contract, nor will it constitute a waiver of any claims by one party against the other arising from unsettled claims or failure by a party to comply with the Contract, including claims for services and deliverables not reasonably known until after acceptance to be defective or substandard. Contractor's acceptance of final payment by the State-MDOC under the Contract must constitute a waiver of all claims by Contractor against the State for payment under the Contract, other than those claims previously filed in writing on a timely basis and still unsettled.

2.048 Electronic Payment Requirement
Electronic transfer of funds is required for payments on State-MDOC contracts. The Contractor must register with the State electronically at http://www.cpexpress.state.mi.us. As stated in 1984 PA 431, all contracts that the State-MDOC enters into for the purchase of goods and services must provide that payment will be made by Electronic Fund Transfer (EFT).

2.050 Taxes

2.051 Employment Taxes
Contractors are expected to collect and pay all applicable Federal, State, and local employment taxes.

2.052 Sales and Use Taxes

Contractors are required to be registered and to remit sales and use taxes on taxable sales of tangible personal property or services delivered into the State-MDOC. Contractors that lack sufficient presence in Michigan to be required to register and pay tax must do so as a volunteer. This requirement extends to: (1) all members of any controlled group as defined in § 1563(a) of the Internal Revenue Code and applicable regulations of which the company is a member, and (2) all organizations under common control as defined in § 414(c) of the Internal Revenue Code and applicable regulations of which the company is a member that make sales at retail for delivery into the State are registered with the State for the collection and remittance of sales and use taxes. In applying treasury regulations defining "two (2) or more trades or businesses under common control" the term "organization" means sole proprietorship, a partnership (as defined in § 701(a)(2) of the Internal Revenue Code), a trust, an estate, a corporation, or a limited liability company.

2.060 Contract Management

2.061 Contractor Personnel Qualifications

All persons assigned by Contractor to the performance of services under the Contract must be employees of Contractor or its majority-owned (directly or indirectly, at any tier) subsidiaries (or a State-MDOC-approved subcontractor) and must be fully qualified to perform the work assigned to them. The Contractor must include a similar provision in any subcontract entered into with a subcontractor. For the purposes of the Contract, independent contractors engaged by Contractor solely in a staff augmentation role must be treated by the State-MDOC as if they were employees of Contractor for the Contract only; however, the State-MDOC understands that the relationship between Contractor and subcontractor is an independent contractor relationship.

2.062 Contractor Key Personnel

(a) The Contractor must provide the CCI with the names of the Key Personnel.

(b) Key Personnel must be dedicated as defined in the Statement of Work to the project for its duration in the applicable Statement of Work with respect to other individuals designated as Key Personnel for that Statement of Work.

(c) The State-MDOC reserves the right to recommend and approve in writing the initial assignment, as well as any proposed reassignment or replacement, of any Key Personnel. Before assigning an individual to any Key Personnel position, Contractor must notify the State-MDOC of the proposed assignment, must introduce the individual to the appropriate State-MDOC representatives, and must provide the State-MDOC with a resume and any other information about the individual reasonably requested by the State-MDOC. The State-MDOC reserves the right to interview the individual before granting written approval. If the State-MDOC disapproves an individual, the State-MDOC will provide a written explanation including reasonable detail outlining the reasons for the rejection.

(d) The Contractor must not remove any Key Personnel from their assigned roles on the Contract without the prior written consent of the State-MDOC. The Contractor's removal of Key Personnel without the prior written consent of the State-MDOC is an unauthorized removal ("Unauthorized Removal"). Unauthorized Removals does not include replacing Key Personnel for reasons beyond the reasonable control of Contractor, including illness, disability, leave of absence, personal emergency circumstances, resignation or for cause termination of the Key Personnel's employment. Unauthorized Removals does not include replacing Key Personnel because of promotions or other job movements allowed by Contractor personnel policies or Collective Bargaining Agreement(s) as long as the State-MDOC receives prior written notice before shadowing occurs and Contractor provides 30 days of shadowing unless parties agree to a different time period. The Contractor with the State-MDOC must review any Key Personnel replacements and appropriate transition planning must be established. Any Unauthorized Removal may be considered by the State-MDOC to be a material breach of the Contract.

(e) The Contractor must notify the CCI and the Contract Administrator at least ten business days before redeploying non-Key Personnel, who are dedicated to primarily to the project, to other projects. If the State-MDOC does not object to the redeployment by its scheduled date, the Contractor may then redeploy the non-Key Personnel.

(f) Liquidated damages may be assessed by the State-MDOC for Unauthorized Removal as provided in Section 2.243, Liquidated Damages.

2.063 Re-assignment of Personnel at the State-MDOC's Request

The State-MDOC reserves the right to require the removal from the project of Contractor personnel found, in the judgment of the State-MDOC, to be unacceptable. The State-MDOC's request must be written with reasonable detail outlining the reasons for the removal request. Additionally, the State-MDOC's request must be based on legitimate, good-faith reasons. Replacement personnel for the removed person must be fully qualified for the position. If the State-MDOC exercises this right, and the Contractor cannot immediately replace the removed personnel, the State-MDOC agrees to an equitable adjustment in schedule or other terms that may be affected by the State-MDOC's required removal. If any incident with removed personnel results in delay not reasonably anticipatable under the circumstances and which is attributable to the State-MDOC, the applicable SLAs for the affected service will not be counted for a time as agreed to by the parties.

2.064 Contractor Personnel Location

All staff assigned by Contractor to work on the Contract must perform their duties either primarily at Contractor's offices and facilities or at State-MDOC facilities. Without limiting the generality of the foregoing, Key Personnel must, at a minimum, spend at least the amount of time on-site at State-MDOC facilities as indicated in the applicable Statement of Work. Subject to availability, selected Contractor personnel may be assigned office space to be shared with State-MDOC personnel.

2.065 Contractor Identification

Contractor employees must be clearly identifiable while on State-MDOC property by wearing a State-MDOC-issued badge, as required. Contractor employees are required to clearly identify themselves and the company they work for whenever making contact with State-MDOC personnel by telephone or other means.

2.066 Cooperation with Third Parties

The Contractor must cause its personnel and the personnel of any subcontractors to cooperate with the State-MDOC and its agents and other contractors including the State-MDOC's Quality Assurance personnel. The Contractor must provide to the State-MDOC's agents and other contractors reasonable access to Contractor's project personnel, systems and facilities to the extent the access relates to activities specifically associated with the Contract and will not interfere or jeopardize the safety or operation of the systems or facilities.

2.067 Contractor Return of State-MDOC Equipment/Resources

The Contractor must return to the State-MDOC any State-MDOC-furnished equipment, facilities, and other resources when no longer required for the Contract in the same condition as when provided by the State-MDOC, reasonable wear and tear excepted.

2.068 Contract Management Responsibilities

The Contractor must assume responsibility for all contractual activities, whether or not that Contractor performs them. Further, the State-MDOC considers the Contractor to be the sole point of contact with regard to contractual matters, including payment of any and all charges resulting from the anticipated Contract. If any part of the work is to be subcontracted, the Contract must include a list of subcontractors, including firm name and address, contact person and a complete description of work to be subcontracted. The State-MDOC reserves the right to approve subcontractors and to require the Contractor to replace

subcontractors found to be unacceptable. The Contractor is totally responsible for adherence by the subcontractor to all provisions of the Contract. Any change in subcontractors must be approved by the State-MDOC, in writing, prior to such change.

2.070 Subcontracting by Contractor

2.071 Contractor Full Responsibility
The Contractor has full responsibility for the successful performance and completion of all of the services and deliverables. The State-MDOC will consider Contractor to be the sole point of contact with regard to all contractual matters under the Contract, including payment of any and all charges for services and deliverables.

2.072 State-MDOC Consent to Delegation
The Contractor must not delegate any duties under the Contract to a subcontractor unless the State-MDOC has given written consent to such delegation. The State-MDOC reserves the right of prior written approval of all subcontractors and to require Contractor to replace any subcontractors found, in the reasonable judgment of the State-MDOC, to be unacceptable. Replacement subcontractor(s) for the removed subcontractor must be fully qualified for the position. If the State-MDOC exercises this right, and the Contractor cannot immediately replace the removed subcontractor, the State-MDOC will agree to an equitable adjustment in schedule or other terms that may be affected by the State-MDOC's required removal. If any such incident with a removed subcontractor results in delay not reasonable anticipatable under the circumstances and which is attributable to the State-MDOC, the applicable SLA for the affected work will not be counted for a time agreed upon by the parties.

2.073 Subcontractor Bound to Contract
In any subcontracts entered into by Contractor for the performance of the services, Contractor must require the subcontractor, to the extent of the services to be performed by the subcontractor, to be bound to Contractor by the terms of the Contract and to assume toward Contractor all of the obligations and responsibilities that Contractor, by the Contract, assumes toward the State-MDOC. The State-MDOC reserves the right to receive copies of and review all subcontracts, although Contractor may delete or mask any proprietary information, including pricing, contained in such contracts before providing them to the State-MDOC. The management of any subcontractor is the responsibility of Contractor, and Contractor must remain responsible for the performance of its subcontractors to the same extent as if Contractor had not subcontracted such performance. The Contractor must make all payments to subcontractors or suppliers of Contractor. Except as otherwise agreed in writing by the State-MDOC and Contractor, the State-MDOC will not be obligated to direct payments for the services other than to Contractor. The State-MDOC's written approval of any subcontractor engaged by Contractor to perform any obligation under the Contract will not relieve Contractor of any obligations or performance required under the Contract.

2.074 Flow Down
Except where specifically approved in writing by the State-MDOC on a case-by-case basis, Contractor must flow down the obligations in **Sections 2.031, 2.060, 2.100, 2.110, 2.120, 2.130, 2.200** in all of its agreements with any subcontractors.

2.075 Competitive Selection
The Contractor must select subcontractors (including suppliers) on a competitive basis to the maximum practical extent consistent with the objectives and requirements of the Contract.

2.080 State-MDOC Responsibilities

2.081 Equipment
The State-MDOC must provide only the equipment and resources identified in the Statements of Work and other Contract exhibits.

2.082 Facilities

The State-MDOC must designate space as long as it is available and as provided in the Statement of Work, to house the Contractor's personnel whom the parties agree will perform the services/deliverables at State-MDOC facilities (collectively, the "State-MDOC Facilities"). The Contractor must have reasonable access to, and, unless agreed otherwise by the parties in writing, must observe and comply with all rules and regulations relating to each of the State-MDOC Facilities (including hours of operation) used by the Contractor in the course of providing the services. The Contractor must not, without the prior written consent of the State-MDOC, use any State-MDOC Facilities or access any State-MDOC information systems provided for the Contractor's use, or to which the Contractor otherwise gains access in the course of performing the services, for any purpose other than providing the services to the State.

2.090 Security

2.091 Background Checks

On a case-by-case basis, the State-MDOC may investigate the Contractor's personnel before they may have access to State-MDOC facilities and systems. The scope of the background check is at the discretion of the State-MDOC and the results will be used to determine Contractor personnel eligibility for working within State-MDOC facilities and systems. The investigations will include Michigan State Police Background checks (ICHAT), the Law Enforcement Information Network (LEIN) check, and may include the National Crime Information Center (NCIC) Finger Prints. Proposed Contractor personnel may be required to complete and submit an RI-8 Fingerprint Card for the NCIC Finger Print Check. Any request for background checks will be initiated by the State-MDOC and will be reasonably related to the type of work requested.

2.100 Confidentiality

2.101 Confidentiality

The Contractor and the State-MDOC each acknowledge that the other possesses, and will continue to possess, confidential information that has been developed or received by it. As used in this Section, "Confidential Information" of Contractor must mean all non-public proprietary information of Contractor (other than Confidential Information of the State-MDOC as defined below) which is marked confidential, restricted, proprietary, or with a similar designation. "Confidential Information" of the State-MDOC must mean any information which is retained in confidence by the State-MDOC (or otherwise required to be held in confidence by the State-MDOC under applicable Federal, State and local laws and regulations) or which, in the case of tangible materials provided to Contractor by the State-MDOC under its performance under the Contract, is marked as confidential, proprietary, or with a similar designation by the State-MDOC. "Confidential Information" excludes any information (including the Contract) that is publicly available under the Michigan FOIA.

2.102 Protection and Destruction of Confidential Information

The State-MDOC and Contractor must each use at least the same degree of care to prevent disclosing to third parties the Confidential Information of the other as it employs to avoid unauthorized disclosure, publication, or dissemination of its own confidential information of like character, but in no event less than reasonable care. Neither Contractor nor the State-MDOC will (i) make any use of the Confidential Information of the other except as contemplated by the Contract, (ii) acquire any right in or assert any lien against the Confidential Information of the other, or (iii) if requested to do so, refuse for any reason to promptly return the other party's Confidential Information to the other party. Each party must limit disclosure of the other party's Confidential Information to employees and subcontractors who must have access to fulfill the purposes of the Contract. Disclosure to, and use by, a subcontractor is permissible where (A) use of a subcontractor is authorized under the Contract, (B) the disclosure is necessary or otherwise naturally occurs in connection with work that is within the subcontractor's scope of responsibility, and (C) Contractor obligates the subcontractor in a written Contract to maintain the State-MDOC's Confidential Information in confidence. At the State-MDOC's request, any employee of

Contractor and of any subcontractor having access or continued access to the State-MDOC's Confidential Information may be required to execute an acknowledgment that the employee has been advised of Contractor's and the subcontractor's obligations under this Section and of the employee's obligation to Contractor or subcontractor, as the case may be, to protect the Confidential Information from unauthorized use or disclosure.

Promptly upon termination or cancellation of the Contract for any reason, Contractor must certify to the State-MDOC that Contractor has destroyed all State-MDOC Confidential Information.

2.103 PCI Data Security Standard

(a) Contractors that process, transmit or store credit/debit cardholder data, must adhere to the Payment Card Industry (PCI) Data Security Standards. The Contractor is responsible for the security of cardholder data in its possession. The data may only be used to assist the State-MDOC or for other uses specifically authorized by law.

(b) The Contractor must notify the CCI (within 72 hours of discovery) of any breaches in security where cardholder data has been compromised. In that event, the Contractor must provide full cooperation to the Visa, MasterCard, Discover and State acquirer representative(s), and/or a PCI approved third party to conduct a thorough security review. The Contractor must make the forensic report available within two weeks of completion. The review must validate compliance with the current PCI Data Security Standards for protecting cardholder data.

(c) The Contractor must properly dispose of cardholder data, in compliance with Department of Technology, Management and Budget (DTMB) policy, when it is no longer needed. The Contractor must continue to treat cardholder data as confidential upon contract termination.

(d) The Contractor must provide the CCI with an annual Attestation of Compliance (AOC) or a Report on Compliance (ROC) showing the contractor is in compliance with the PCI Data Security Standards. The Contractor must notify the CCI of all failures to comply with the PCI Data Security Standard.

2.104 Exclusions

Notwithstanding the foregoing, the provisions of **Section 2.100** will not apply to any particular information which the State-MDOC or Contractor can demonstrate (i) was, at the time of disclosure to it, in the public domain; (ii) after disclosure to it, is published or otherwise becomes part of the public domain through no fault of the receiving party; (iii) was in the possession of the receiving party at the time of disclosure to it without an obligation of confidentiality; (iv) was received after disclosure to it from a third party who had a lawful right to disclose the information to it without any obligation to restrict its further disclosure; or (v) was independently developed by the receiving party without reference to Confidential Information of the furnishing party. Further, the provisions of **Section 2.100** will not apply to any particular Confidential Information to the extent the receiving party is required by law to disclose the Confidential Information, provided that the receiving party (i) promptly provides the furnishing party with notice of the legal request, and (ii) assists the furnishing party in resisting or limiting the scope of the disclosure as reasonably requested by the furnishing party.

2.105 No Implied Rights

Nothing contained in this Section must be construed as obligating a party to disclose any particular Confidential Information to the other party, or as granting to or conferring on a party, expressly or impliedly, any right or license to the Confidential Information of the other party.

2.106 Security Breach Notification

If the Contractor breaches this Section, the Contractor must (i) promptly cure any deficiencies and (ii) comply with any applicable Federal and State laws and regulations pertaining to unauthorized disclosures. The Contractor and the State will cooperate to mitigate the effects of any breach, intrusion, or unauthorized use or disclosure. The Contractor must report to the State, in writing, any use or disclosure

of Confidential Information, whether suspected or actual, other than as provided for by the Contract within 72 hours after becoming aware of the use or disclosure or the shorter time period as is reasonable under the circumstances.

2.107 Respective Obligations
The parties' respective obligations under this Section must survive the termination or expiration of the Contract for any reason.

2.110 Records and Inspections

2.111 Inspection of Work Performed
The State-MDOC's authorized representatives have the right to enter the Contractor's premises or any other places where work is being performed in relation to this Contract. The representatives may inspect, monitor, or evaluate the work being performed at any time. The Contractor must provide reasonable assistance for the State-MDOC's representatives during inspections.

2.112 Retention of Records
(a) The Contractor must retain all financial and accounting records related to this Contract for a period of seven years after the Contractor performs any work under this Contract (Audit Period).

(b) If an audit, litigation, or other action involving the Contractor's records is initiated before the end of the Audit Period, the Contractor must retain the records until all issues arising out of the audit, litigation, or other action are resolved or until the end of the Audit Period, whichever is later.

2.113 Examination of Records
(a) The State-MDOC, upon ten days notice to the Contractor, may examine and copy any of the Contractor's records that relate to this Contract any time during the Audit Period. The State-MDOC does not have the right to review any information deemed confidential by the Contractor if access would require the information to become publicly available. This requirement also applies to the records of any parent, affiliate, or subsidiary organization of the Contractor, or any subcontractor that performs services in connection with this Contract.

(b) In addition to the rights conferred upon the State-MDOC in paragraph (a) of this Section and in accordance with MCL 18.1470, DTMB or its designee may audit the Contractor to verify compliance with the Contract. The financial and accounting records associated with the Contract shall be made available to DTMB or its designee and the auditor general, upon request, during the term of the Contract and any extension of the Contract and for three years after the later of the expiration date or final payment under the Contract.

2.114 Audit Resolution
If necessary, the Contractor and the State-MDOC will meet to review any audit report promptly after its issuance. The Contractor must respond to each report in writing within 30 days after receiving the report, unless the report specifies a shorter response time. The Contractor and the State-MDOC must develop, agree upon, and monitor an action plan to promptly address and resolve any deficiencies, concerns, or recommendations in the report.

2.115 Errors
(a) If an audit reveals any financial errors in the records provided to the State-MDOC, the amount in error must be reflected as a credit or debit on the next invoice and subsequent invoices until the amount is paid or refunded in full. However, a credit or debit may not be carried forward for more than four invoices or beyond the termination of the Contract. If a balance remains after four invoices, the remaining amount will be due as a payment or refund within 45 days of the last invoice on which the balance appeared or upon termination of the Contract, whichever is earlier.

(b) In addition to other available remedies, if the difference between the State-MDOC's actual payment and the correct invoice amount, as determined by an audit, is greater than 10%, the Contractor must pay all reasonable audit costs.

2.120 Warranties

2.121 Warranties and Representations

The Contractor represents and warrants:

(a) It is capable in all respects of fulfilling and must fulfill all of its obligations under the Contract. The performance of all obligations under the Contract must be provided in a timely, professional, and workman-like manner and must meet the performance and operational standards required under the Contract.

(b) The Contract appendices, attachments and exhibits identify the equipment and software and services necessary for the deliverable(s) to perform and services to operate in compliance with the Contract's requirements and other standards of performance.

(c) It is the lawful owner or licensee of any deliverable licensed or sold to the State-MDOC by the Contractor or developed by Contractor under the Contract, and Contractor has all of the rights necessary to convey to the State-MDOC the ownership rights or licensed use, as applicable, of any and all deliverables. None of the deliverables provided by Contractor to the State-MDOC under the Contract, nor their use by the State-MDOC, will infringe the patent, copyright, trade secret, or other proprietary rights of any third party.

(d) If, under the Contract, Contractor procures any equipment, software or other deliverable for the State-MDOC (including equipment, software and other deliverables manufactured, re-marketed or otherwise sold by Contractor under Contractor's name), then in addition to Contractor's other responsibilities with respect to the items in the Contract, Contractor must assign or otherwise transfer to the State-MDOC or its designees, or afford the State-MDOC the benefits of, any manufacturer's warranty for the deliverable.

(e) The Contract signatory has the power and authority, including any necessary corporate authorizations, necessary to enter into the Contract, on behalf of Contractor.

(f) It is qualified and registered to transact business in all locations where required.

(g) Neither the Contractor nor any affiliates, nor any employee of either, has, must have, or must acquire, any contractual, financial, business, or other interest, direct or indirect, that would conflict in any manner or degree with Contractor's performance of its duties and responsibilities to the State-MDOC under the Contract or otherwise create an appearance of impropriety with respect to the award or performance of this agreement. The Contractor must notify the State-MDOC about the nature of the conflict or appearance of impropriety within two days of learning about it.

(h) If any of the certifications, representations, or disclosures made in the Contractor's original bid response change after the Contract start date, the Contractor must report those changes immediately to the State-MDOC.

2.122 Warranty of Merchantability

Goods provided by the Contractor under this agreement must be merchantable. All goods provided under the Contract must be of good quality within the description given by the State-MDOC, must be fit for their ordinary purpose, must be adequately contained and packaged within the description given by the State-MDOC, must conform to the agreed upon specifications, and must conform to the affirmations of fact made by the Contractor or on the container or label.

2.123 Warranty of Fitness for a Particular Purpose

When the Contractor has reason to know or knows any particular purpose for which the goods are required, and the State-MDOC is relying on the Contractor's skill or judgment to select or furnish suitable goods, there is a warranty that the goods are fit for such purpose.

2.124 Warranty of Title

The Contractor must, in providing goods to the State-MDOC, convey good title in those goods, whose transfer is right and lawful. All goods provided by Contractor must be delivered free from any security interest, lien, or encumbrance of which the State-MDOC, at the time of contracting, has no knowledge. Goods provided by Contractor, under the Contract, must be delivered free of any rightful claim of any third person by of infringement or the like.

2.125 Equipment Warranty

To the extent the Contractor is responsible under the Contract for maintaining equipment/system(s), the Contractor must maintain the equipment/system(s) in good operating condition and must undertake all repairs and preventive maintenance according to the applicable manufacturer's recommendations for the period specified in the Contract.

The Contractor represents and warrants that the equipment/system(s) are in good operating condition and operate and perform to the requirements and other standards of performance contained in the Contract, when installed, at the time of Final Acceptance by the State-MDOC, and for a period of one year commencing upon the first day following Final Acceptance.

Within 14 Business Days of notification from the State-MDOC, the Contractor must adjust, repair or replace all equipment that is defective or not performing in compliance with the Contract. The Contractor must assume all costs for replacing parts or units and their installation including transportation and delivery fees, if any.

The Contractor must provide a toll-free telephone number to allow the State-MDOC to report equipment failures and problems to be remedied by the Contractor.

The Contractor agrees that all warranty service it provides under the Contract must be performed by Original Equipment Manufacturer (OEM) trained, certified and authorized technicians.

The Contractor is the sole point of contact for warranty service. The Contractor warrants that it will pass through to the State-MDOC any warranties obtained or available from the original equipment manufacturer, including any replacement, upgraded, or additional equipment warranties. All warranty work must be performed on the State of Michigan worksite(s).

2.126 Equipment to be New

If applicable, all equipment provided under the Contract by Contractor must be new where Contractor has knowledge regarding whether the equipment is new or assembled from new or serviceable used parts that are like new in performance or has the option of selecting one or the other. Equipment that is assembled from new or serviceable used parts that are like new in performance is acceptable where Contractor does not have knowledge or the ability to select one or other, unless specifically agreed otherwise in writing by the State.

2.127 Prohibited Products

The State-MDOC will not accept salvage, distressed, outdated or discontinued merchandise. Shipping of such merchandise to any State-MDOC agency, as a result of an order placed against the Contract, is considered default by the Contractor of the terms and conditions of the Contract and may result in cancellation of the Contract by the State-MDOC. The brand and product number offered for all items

must remain consistent for the term of the Contract, unless the State-MDOC has approved a change order pursuant to **Section 2.024**.

2.128 Consequences for Breach

In addition to any remedies available in law, if the Contractor breaches any of the warranties contained in this Section, the breach may be considered as a default in the performance of a material obligation of the Contract.

2.130 Insurance

2.131 Liability Insurance

For the purpose of this Section, "State-MDOC" includes its departments, divisions, agencies, offices, commissions, officers, employees, and agents.

(a) The Contractor must provide proof that it has obtained the minimum levels of insurance coverage indicated or required by law, whichever is greater. The insurance must protect the State-MDOC from claims that may arise out of, or result from, or are alleged to arise out of, or result from, the Contractor's or a subcontractor's performance, including any person directly or indirectly employed by the Contractor or a subcontractor, or any person for whose acts the Contractor or a subcontractor may be liable.

(b) The Contractor waives all rights against the State-MDOC for the recovery of damages that are covered by the insurance policies the Contractor is required to maintain under this Section. The Contractor's failure to obtain and maintain the required insurance will not limit this waiver.

(c) All insurance coverage provided relative to this Contract is primary and non-contributing to any comparable liability insurance (including self-insurance) carried by the State-MDOC.

(d) The State-MDOC, in its sole discretion, may approve the use of a fully-funded self-insurance program in place of any specified insurance identified in this Section.

(e) Unless the State-MDOC approves otherwise, any insurer must have an A.M. Best rating of "A" or better and a financial size of VII or better, or if those ratings are not available, a comparable rating from an insurance rating agency approved by the State-MDOC. All policies of insurance must be issued by companies that have been approved to do business in the State-MDOC.

(f) Where specific coverage limits are listed in this Section, they represent the minimum acceptable limits. If the Contractor's policy contains higher limits, the State-MDOC is entitled to coverage to the extent of the higher limits.

(g) The Contractor must maintain all required insurance coverage throughout the term of this Contract and any extensions. However, in the case of claims-made Commercial General Liability policies, the Contractor must secure tail coverage for at least three years following the termination of this Contract.

(h) The Contractor must provide, within five business days, written notice to the State-MDOC if any policy required under this Section is cancelled. The notice must include the applicable Contract or purchase order number.

(i) The minimum limits of coverage specified are not intended, and may not be construed, to limit any liability or indemnity of the Contractor to any indemnified party or other persons.

(j) The Contractor is responsible for the payment of all deductibles.

(k) If the Contractor fails to pay any premium for a required insurance policy, or if any insurer cancels or significantly reduces any required insurance without the State-MDOC's approval, the State-MDOC may, after giving the Contractor at least 30 days' notice, pay the premium or procure similar insurance coverage from another company or companies. The State-MDOC may deduct any part of the cost from any payment due the Contractor, or require the Contractor to pay that cost upon demand.

(l) In the event the State-MDOC approves the representation of the State-MDOC by the insurer's attorney, the attorney may be required to be designated as a Special Assistant Attorney General by the Michigan Attorney General.

(m) The Contractor is required to pay for and provide the type and amount of insurance checked ☑ below:

☑ **(i) Commercial General Liability**

Minimal Limits:

$2,000,000.00 General Aggregate Limit other than Products/Completed Operations;
$2,000,000.00 Products/Completed Operations Aggregate Limit;
$1,000,000.00 Personal and Advertising Injury Limit; and
$1,000,000.00 Each Occurrence Limit.

Deductible maximum:

$50,000.00 Each Occurrence

Additional Requirements:

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees, and agents as additional insureds on the Commercial General Liability certificate. The Contractor also agrees to provide evidence that the insurance policy contains a waiver of subrogation by the insurance company.

☑ **(iii) Motor Vehicle**

Minimal Limits:

If a motor vehicle is used in relation to the Contractor's performance, the Contractor must have vehicle liability insurance on the motor vehicle for bodily injury and property damage as required by law.

☑ **(v) Workers' Compensation Insurance**

Minimal Limits:

The Contractor must provide Workers' Compensation coverage according to applicable laws governing work activities in the State of the Contractor's domicile. If the applicable coverage is provided by a self-insurer, the Contractor must provide proof of an approved self-insured authority by the jurisdiction of domicile.

For employees working outside of the State of the Contractor's domicile, the Contractor must provide certificates of insurance proving mandated coverage levels for the jurisdictions where the employees' activities occur.

Additional Requirements:

The Contractor must provide the applicable certificates of insurance and a list of States where the coverage is applicable. The Contractor must provide proof that the Workers' Compensation insurance policies contain a waiver of subrogation by the insurance company, except where such a provision is prohibited or limited by the laws of the jurisdiction in which the work is to be performed.

☑ **(vi) Employers Liability**

Minimal Limits:

$100,000.00 Each Incident;
$100,000.00 Each Employee by Disease; and
$500,000.00 Aggregate Disease.

Additional Requirements:

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees, and agents as additional insureds on the certificate.

☑ **(xi) Property Insurance**

Property Insurance covering any loss or damage to the State-owned office space used by Contractor for any reason under this Contract, and the State-owned equipment, software and other contents of the office space, including without limitation, those contents used by Contractor to provide the services to the State-MDOC, up to its replacement value, where the office space and its contents are under the care, custody

and control of Contractor. The State-MDOC must be endorsed on the policy as a loss payee as its interests appear.

2.132 Subcontractor Insurance Coverage

Except where the State-MDOC has approved a subcontract with other insurance provisions, the Contractor must require any subcontractor to purchase and maintain the insurance coverage required in Section 2.13.1, Liability Insurance. Alternatively, the Contractor may include a subcontractor under the Contractor's insurance on the coverage required in that Section. The failure of a subcontractor to comply with insurance requirements does not limit the Contractor's liability or responsibility.

2.133 Certificates of Insurance

Before the Contract is signed, and not less than 20 days before the insurance expiration date every year thereafter, the Contractor must provide evidence that the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees, and agents are listed as additional insureds as required. The Contractor must provide the State-MDOC with all applicable certificates of insurance verifying insurance coverage or providing, if approved, satisfactory evidence of self-insurance as required in Section 2.13.1, Liability Insurance. Each certificate must be on the standard "Accord" form or equivalent and MUST IDENTIFY THE APPLICABLE CONTRACT OR PURCHASE ORDER NUMBER.

2.140 Indemnification

2.141 General Indemnification

The Contractor must indemnify, defend and hold harmless the State-MDOC from liability, including all claims and losses, and all related costs and expenses (including reasonable attorneys' fees and costs of investigation, litigation, settlement, judgments, interest and penalties), accruing or resulting to any person, firm or corporation that may be injured or damaged by the Contractor in the performance of the Contract and that are attributable to the negligence or tortious acts of the Contractor or any of its subcontractors, or by anyone else for whose acts any of them may be liable.

2.142 Code Indemnification

The Contractor must indemnify, defend and hold harmless the State-MDOC from any claim, loss, or expense arising from Contractor's breach of the No Surreptitious Code Warranty.

2.143 Employee Indemnification

In any claims against the State of Michigan, its departments, divisions, agencies, sections, commissions, officers, employees and agents, by any employee of the Contractor or any of its subcontractors, the indemnification obligation under the Contract must not be limited in any way by the amount or type of damages, compensation or benefits payable by or for the Contractor or any of its subcontractors under worker's disability compensation acts, disability benefit acts or other employee benefit acts. This indemnification clause is intended to be comprehensive. Any overlap in provisions, or the fact that greater specificity is provided as to some categories of risk, is not intended to limit the scope of indemnification under any other provisions.

2.144 Patent/Copyright Infringement Indemnification

The Contractor must indemnify, defend and hold harmless the State-MDOC from and against all losses, liabilities, damages (including taxes), and all related costs and expenses (including reasonable attorneys' fees and costs of investigation, litigation, settlement, judgments, interest and penalties) incurred in connection with any action or proceeding threatened or brought against the State-MDOC to the extent that the action or proceeding is based on a claim that any piece of equipment, software, commodity or service supplied by the Contractor or its subcontractors, or the operation of the equipment, software, commodity or service, or the use or reproduction of any documentation provided with the equipment, software,

commodity or service infringes any United States patent, copyright, trademark or trade secret of any person or entity, which is enforceable under the laws of the United States.

In addition, should the equipment, software, commodity, or service, or its operation, become or in the State-MDOC's or Contractor's opinion be likely to become the subject of a claim of infringement, the Contractor must at the Contractor's sole expense (i) procure for the State-MDOC the right to continue using the equipment, software, commodity or service or, if the option is not reasonably available to the Contractor, (ii) replace or modify to the State-MDOC's satisfaction the same with equipment, software, commodity or service of equivalent function and performance so that it becomes non-infringing, or, if the option is not reasonably available to Contractor, (iii) accept its return by the State-MDOC with appropriate credits to the State-MDOC against the Contractor's charges and reimburse the State-MDOC for any losses or costs incurred as a consequence of the State-MDOC ceasing its use and returning it.

Notwithstanding the foregoing, the Contractor has no obligation to indemnify or defend the State-MDOC for, or to pay any costs, damages or attorneys' fees related to, any claim based upon (i) equipment developed based on written specifications of the State-MDOC; (ii) use of the equipment in a configuration other than implemented or approved in writing by the Contractor, including, but not limited to, any modification of the equipment by the State-MDOC; or (iii) the combination, operation, or use of the equipment with equipment or software not supplied by the Contractor under the Contract.

2.145 Continuation of Indemnification Obligations

The Contractor's duty to indemnify under this Section continues in full force and effect, notwithstanding the expiration or early cancellation of the Contract, with respect to any claims based on facts or conditions that occurred before expiration or cancellation.

2.146 Indemnification Procedures

The procedures set forth below must apply to all indemnity obligations under the Contract.

(a) After the State-MDOC receives notice of the action or proceeding involving a claim for which it will seek indemnification, the State-MDOC must promptly notify Contractor of the claim in writing and take or assist Contractor in taking, as the case may be, any reasonable action to avoid the imposition of a default judgment against Contractor. No failure to notify the Contractor relieves the Contractor of its indemnification obligations except to the extent that the Contractor can prove damages attributable to the failure. Within ten days following receipt of written notice from the State-MDOC relating to any claim, the Contractor must notify the State-MDOC in writing whether Contractor agrees to assume control of the defense and settlement of that claim (a "Notice of Election"). After notifying Contractor of a claim and before the State-MDOC receiving Contractor's Notice of Election, the State-MDOC is entitled to defend against the claim, at the Contractor's expense, and the Contractor will be responsible for any reasonable costs incurred by the State-MDOC in defending against the claim during that period.

(b) If Contractor delivers a Notice of Election relating to any claim: (i) the State-MDOC is entitled to participate in the defense of the claim and to employ counsel at its own expense to assist in the handling of the claim and to monitor and advise the State-MDOC about the status and progress of the defense; (ii) the Contractor must, at the request of the State-MDOC, demonstrate to the reasonable satisfaction of the State-MDOC, the Contractor's financial ability to carry out its defense and indemnity obligations under the Contract; (iii) the Contractor must periodically advise the State-MDOC about the status and progress of the defense and must obtain the prior written approval of the State-MDOC before entering into any settlement of the claim or ceasing to defend against the claim and (iv) to the extent that any principles of Michigan governmental or public law may be involved or challenged, the State-MDOC has the right, at its own expense, to control the defense of that portion of the claim involving the principles of Michigan governmental or public law. But the State-MDOC may retain control of the defense and settlement of a claim by notifying the Contractor in writing within ten days after the State-MDOC's receipt of Contractor's information requested by the State-MDOC under clause (ii) of this paragraph if the State-MDOC determines that the Contractor has failed to demonstrate to the reasonable satisfaction of the

State-MDOC the Contractor's financial ability to carry out its defense and indemnity obligations under this Section. Any litigation activity on behalf of the State-MDOC, or any of its subdivisions under this Section, must be coordinated with the Department of Attorney General. In the event the insurer's attorney represents the State-MDOC under this Section, the insurer's attorney may be required to be designated as a Special Assistant Attorney General by the Attorney General of the State of Michigan.

(c) If Contractor does not deliver a Notice of Election relating to any claim of which it is notified by the State-MDOC as provided above, the State-MDOC may defend the claim in the manner as it may deem appropriate, at the cost and expense of Contractor. If it is determined that the claim was one against which Contractor was required to indemnify the State-MDOC, upon request of the State-MDOC, Contractor must promptly reimburse the State-MDOC for all the reasonable costs and expenses, including attorney fees.

2.150 Termination/Cancellation

2.151 Notice and Right to Cure

If the Contractor breaches the Contract, and the State-MDOC, in its sole discretion, determines that the breach is curable, then the State-MDOC must provide the Contractor with written notice of the breach and a time period (not less than 30 days) to cure the breach. The notice of breach and opportunity to cure is inapplicable for successive or repeated breaches or if the State-MDOC determines in its sole discretion that the breach poses a serious and imminent threat to the health or safety of any person or the imminent loss, damage, or destruction of any real or tangible personal property.

2.152 Termination for Cause

(a) The State-MDOC may terminate the Contract, for cause, by notifying the Contractor in writing, if the Contractor (i) breaches any of its material duties or obligations under the Contract (including a Chronic Failure to meet any particular SLA), or (ii) fails to cure a breach within the time period specified in the written notice of breach provided by the State-MDOC.

(b) If the Contract is terminated for cause, the Contractor must pay all costs incurred by the State-MDOC in terminating the Contract, including but not limited to, State administrative costs, reasonable attorneys' fees and court costs, and any reasonable additional costs the State-MDOC may incur to procure the services/deliverables required by the Contract from other sources. Re-procurement costs are not consequential, indirect or incidental damages, and cannot be excluded by any other terms otherwise included in the Contract, provided the costs are not in excess of 50% more than the prices for the service/deliverables provided under the Contract.

(c) If the State-MDOC chooses to partially terminate the Contract for cause, charges payable under the Contract will be equitably adjusted to reflect those services/deliverables that are terminated and the State-MDOC must pay for all services/deliverables for which final acceptance has been granted provided up to the termination date. Services and related provisions of the Contract that are terminated for cause must cease on the effective date of the termination.

(d) If the State-MDOC terminates the Contract for cause under this Section, and it is determined, for any reason, that Contractor was not in breach of contract under the provisions of this Section, that termination for cause must be deemed to have been a termination for convenience, effective as of the same date, and the rights and obligations of the parties must be limited to that otherwise provided in the Contract for a termination for convenience.

2.153 Termination for Convenience

The State-MDOC may terminate the Contract for its convenience, in whole or part, if the State-MDOC determines that a termination is in the State-MDOC's best interest. Reasons for the termination must be left to the sole discretion of the State-MDOC and may include, but not necessarily be limited to (a) the State-MDOC no longer needs the services or products specified in the Contract, (b) relocation of office,

program changes, changes in laws, rules, or regulations make implementation of the services no longer practical or feasible, (c) unacceptable prices for additional services or new work requested by the State-MDOC, or (d) falsification or misrepresentation, by inclusion or non-inclusion, of information material to a response to any RFP issued by the State-MDOC. The State-MDOC may terminate the Contract for its convenience, in whole or in part, by giving Contractor written notice at least 30 days before the date of termination. If the State-MDOC chooses to terminate the Contract in part, the charges payable under the Contract must be equitably adjusted to reflect those services/deliverables that are terminated. Services and related provisions of the Contract that are terminated for cause must cease on the effective date of the termination.

2.154 Termination for Non-Appropriation

(a) The Contractor acknowledges that, if the Contract extends for several fiscal years, continuation of the Contract is subject to appropriation or availability of funds for the Contract. If funds to enable the State-MDOC to effect continued payment under the Contract are not appropriated or otherwise made available, the State-MDOC must terminate the Contract and all affected Statements of Work, in whole or in part, at the end of the last period for which funds have been appropriated or otherwise made available by giving written notice of termination to Contractor. The State-MDOC must give Contractor at least 30 days advance written notice of termination for non-appropriation or unavailability (or the time as is available if the State-MDOC receives notice of the final decision less than 30 days before the funding cutoff).

(b) If funding for the Contract is reduced by law, or funds to pay Contractor for the agreed-to level of the services or production of deliverables to be provided by Contractor are not appropriated or otherwise unavailable, the State-MDOC may, upon 30 days notice to Contractor, reduce the level of the services or the change the production of deliverables in the manner and for the periods of time as the State-MDOC may elect. The charges payable under the Contract will be equitably adjusted to reflect any equipment, services or commodities not provided by reason of the reduction.

(c) If the State-MDOC terminates the Contract, eliminates certain deliverables, or reduces the level of services to be provided by Contractor under this Section, the State-MDOC must pay the Contractor for all work-in-process performed through the effective date of the termination or reduction in level, as the case may be and as determined by the State-MDOC, to the extent funds are available.

2.155 Termination for Criminal Conviction

The State-MDOC may terminate the Contract immediately and without further liability or penalty in the event Contractor, an officer of Contractor, or an owner of a 25% or greater share of Contractor is convicted of a criminal offense related to a State, public or private Contract or subcontract.

2.156 Termination for Approvals Rescinded

The State-MDOC may terminate the Contract if any final administrative or judicial decision or adjudication disapproves a previously approved request for purchase of personal services under Constitution 1963, Article 11, § 5, and Civil Service Rule 7-1. In that case, the State-MDOC must pay the Contractor for only the work completed to that point under the Contract. Termination may be in whole or in part and may be immediate as of the date of the written notice to Contractor or may be effective as of the date stated in the written notice.

2.157 Rights and Obligations upon Termination

(a) If the State-MDOC terminates the Contract for any reason, the Contractor must (a) stop all work as specified in the notice of termination, (b) take any action that may be necessary, or that the State-MDOC may direct, for preservation and protection of deliverables or other property derived or resulting from the Contract that may be in Contractor's possession, (c) return all materials and property provided directly or indirectly to Contractor by any entity, agent or employee of the State-MDOC, (d) transfer title in, and deliver to, the State-MDOC, unless otherwise directed, all deliverables intended to be transferred to the State-MDOC at the termination of the Contract and which are resulting from the Contract (which

must be provided to the State-MDOC on an "As-Is" basis except to the extent the amounts paid by the State-MDOC in respect of the items included compensation to Contractor for the provision of warranty services in respect of the materials), and (e) take any action to mitigate and limit any potential damages, or requests for Contractor adjustment or termination settlement costs, to the maximum practical extent, including terminating or limiting as otherwise applicable those subcontracts and outstanding orders for material and supplies resulting from the terminated Contract.

(b) If the State-MDOC terminates the Contract before its expiration for its own convenience, the State-MDOC must pay Contractor for all charges due for services provided before the date of termination and, if applicable, as a separate item of payment under the Contract, for work in process, on a percentage of completion basis at the level of completion determined by the State-MDOC. All completed or partially completed deliverables prepared by Contractor under the Contract, at the option of the State-MDOC, becomes the State-MDOC's property, and Contractor is entitled to receive equitable fair compensation for the deliverables. Regardless of the basis for the termination, the State-MDOC is not obligated to pay, or otherwise compensate, Contractor for any lost expected future profits, costs or expenses incurred with respect to services not actually performed for the State.

(c) Upon a good faith termination, the State-MDOC may assume, at its option, any subcontracts and agreements for services and deliverables provided under the Contract, and may further pursue completion of the services/deliverables under the Contract by replacement contract or otherwise as the State-MDOC may in its sole judgment deem expedient.

2.158 Reservation of Rights
Any termination of the Contract or any Statement of Work issued under it by a party must be with full reservation of, and without prejudice to, any rights or remedies otherwise available to the party with respect to any claims arising before or as a result of the termination.

2.160 Reserved

2.170 Transition Responsibilities

2.171 Contractor Transition Responsibilities
If the State-MDOC terminates the Contract, for convenience or cause, or if the Contract is otherwise dissolved, voided, rescinded, nullified, expires or rendered unenforceable, the Contractor agrees to comply with direction provided by the State-MDOC to assist in the orderly transition of equipment, services, software, leases, etc. to the State-MDOC or a third party designated by the State-MDOC. If the Contract expires or terminates, the Contractor agrees to make all reasonable efforts to effect an orderly transition of services within a reasonable period of time that in no event will exceed 90 days. These efforts must include, but are not limited to, those listed in **Sections 2.171, 2.172, 2.173, 2.174, and 2.175.**

2.172 Contractor Personnel Transition
The Contractor must work with the State-MDOC, or a specified third party, to develop a transition plan setting forth the specific tasks and schedule to be accomplished by the parties to effect an orderly transition. The Contractor must allow as many personnel as practicable to remain on the job to help the State-MDOC, or a specified third party, maintain the continuity and consistency of the services required by the Contract. In addition, during or following the transition period, in the event the State-MDOC requires the services of the Contractor's subcontractors or vendors, as necessary to meet its needs, Contractor agrees to reasonably, and with good-faith, work with the State-MDOC to use the services of Contractor's subcontractors or vendors. Contractor must notify all of Contractor's subcontractors of procedures to be followed during transition.

2.173 Contractor Information Transition
The Contractor agrees to provide reasonable detailed specifications for all services/deliverables needed by the State-MDOC, or specified third party, to properly provide the services/deliverables required under the

Contract. The Contractor must provide the State-MDOC with asset management data generated from the inception of the Contract through the date on which the Contractor is terminated in a comma-delineated format unless otherwise requested by the State-MDOC. The Contractor must deliver to the State-MDOC any remaining owed reports and documentation still in Contractor's possession subject to appropriate payment by the State-MDOC.

2.174 Contractor Software Transition

The Contractor must reasonably assist the State-MDOC in the acquisition of any Contractor software required to perform the services/use the deliverables under the Contract. This must include any documentation being used by the Contractor to perform the services under the Contract. If the State-MDOC transfers any software licenses to the Contractor, those licenses must, upon expiration of the Contract, transfer back to the State-MDOC at their current revision level. Upon notification by the State-MDOC, Contractor may be required to freeze all non-critical changes to deliverables/services.

2.175 Transition Payments

If the transition results from a termination for any reason, reimbursement must be governed by the termination provisions of the Contract. If the transition results from expiration, the Contractor will be reimbursed for all reasonable transition costs (i.e. costs incurred within the agreed period after Contract expiration that result from transition operations) at the rates agreed upon by the State-MDOC. The Contractor must prepare an accurate accounting from which the State-MDOC and Contractor may reconcile all outstanding accounts.

2.176 State Transition Responsibilities

In the event that the Contract is terminated, dissolved, voided, rescinded, nullified, or otherwise rendered unenforceable, the State-MDOC agrees to perform the following obligations, and any others upon which the State-MDOC and the Contractor agree:

(a) Reconciling all accounts between the State-MDOC and the Contractor;

(b) Completing any pending post-project reviews.

2.180 Stop Work

2.181 Stop Work Orders

The State-MDOC may, at any time, by written stop work order to Contractor, require that Contractor stop all, or any part, of the work called for by the Contract for a period of up to 90 calendar days after the stop work order is delivered to Contractor, and for any further period to which the parties may agree. The stop work order must be identified as a stop work order and must indicate that it is issued under this **Section 2.180**. Upon receipt of the stop work order, the Contractor must immediately comply with its terms and take all reasonable steps to minimize incurring costs allocable to the work covered by the stop work order during the period of work stoppage. Within the period of the stop work order, the State-MDOC must either: (a) cancel the stop work order; or (b) terminate the work covered by the stop work order as provided in **Section 2.150**.

2.182 Cancellation or Expiration of Stop Work Order

The Contractor must resume work if the State-MDOC cancels a stop work order or if it expires. The parties will agree upon an equitable adjustment in the delivery schedule, the Contract price, or both, and the Contract must be modified, in writing, accordingly, if: (a) the stop work order results in an increase in the time required for, or in Contractor's costs properly allocable to, the performance of any part of the Contract; and (b) Contractor asserts its right to an equitable adjustment within 30 calendar days after the end of the period of work stoppage; provided that, if the State-MDOC decides the facts justify the action, the State-MDOC may receive and act upon a Contractor proposal submitted at any time before final payment under the Contract. Any adjustment must conform to the requirements of **Section 2.024**.

2.183 Allowance of Contractor Costs

If the stop work order is not canceled and the work covered by the stop work order is terminated for reasons other than material breach, the termination must be deemed to be a termination for convenience under **Section 2.150**, and the State-MDOC will pay reasonable costs resulting from the stop work order in arriving at the termination settlement. The State-MDOC is not liable to Contractor for loss of profits because of a stop work order issued under this **Section 2.180.**

2.190 Dispute Resolution

2.191 In General

Any claim, counterclaim, or dispute between the State-MDOC and Contractor arising out of or relating to the Contract or any Statement of Work must be resolved as follows. For all Contractor claims seeking an increase in the amounts payable to Contractor under the Contract, or the time for Contractor's performance, Contractor must submit a letter, together with all data supporting the claims, executed by Contractor's Contract Administrator or the Contract Administrator's designee certifying that (a) the claim is made in good faith, (b) the amount claimed accurately reflects the adjustments in the amounts payable to Contractor or the time for Contractor's performance for which Contractor believes the State-MDOC is liable and covers all costs of every type to which Contractor is entitled from the occurrence of the claimed event, and (c) the claim and the supporting data are current and complete to Contractor's best knowledge and belief.

2.192 Informal Dispute Resolution

(a) All disputes between the parties must be resolved under the Contract management procedures in the Contract. If the parties are unable to resolve any disputes after compliance with the processes, the parties must meet with the Director of DTMB-Procurement, or designee, for the purpose of attempting to resolve the dispute without the need for formal legal proceedings, as follows:

(i) The representatives of Contractor and the State-MDOC must meet as often as the parties reasonably deem necessary to gather and furnish to each other all information with respect to the matter in issue which the parties believe to be appropriate and germane in connection with its resolution. The representatives must discuss the problem and negotiate in good faith in an effort to resolve the dispute without the necessity of any formal proceeding.

(ii) During the course of negotiations, all reasonable requests made by one party to another for non-privileged information reasonably related to the Contract must be honored in order that each of the parties may be fully advised of the other's position.

(iii) The specific format for the discussions will be left to the discretion of the designated State-MDOC and Contractor representatives, but may include the preparation of agreed upon statements of fact or written statements of position.

(iv) Following the completion of this process within 60 calendar days, the Director of DTMB-Procurement, or designee, must issue a written opinion regarding the issue(s) in dispute within 30 calendar days. The opinion regarding the dispute must be considered the State-MDOC's final action and the exhaustion of administrative remedies.

(b) This Section must not be construed to prevent either party from instituting, and a party is authorized to institute, formal proceedings earlier to avoid the expiration of any applicable limitations period, to preserve a superior position with respect to other creditors, or under **Section 2.193**.

(c) The State-MDOC will not mediate disputes between the Contractor and any other entity, except State-MDOC agencies, concerning responsibility for performance of work under the Contract.

2.193 Injunctive Relief

A claim between the State-MDOC and the Contractor is not subject to the provisions of Section 2.192, Informal Dispute Resolution, where a party makes a good faith determination that a breach of the Contract by the other party will result in damages so immediate, so large or severe, and so incapable of adequate redress that a temporary restraining order or other injunctive relief is the only adequate remedy.

2.194 Continued Performance

Each party agrees to continue performing its obligations under the Contract while a dispute is being resolved except to the extent the issue in dispute precludes performance (dispute over payment must not be deemed to preclude performance) and without limiting either party's right to terminate the Contract as provided in **Section 2.150**, as the case may be.

2.200 Federal and State Contract Requirements

2.201 Nondiscrimination

In the performance of the Contract, Contractor must comply with the Elliott-Larsen Civil Rights Act, 1976 PA 453, MCL 37.2101 et seq., as amended, and all applicable Federal, State and local fair employment practices and equal opportunity laws as amended. Contractor agrees not to discriminate against any employee or applicant for employment, with respect to his or her hire, tenure, terms, conditions or privileges of employment, or any matter directly or indirectly related to employment, because of race, color, religion, national origin, ancestry, age, sex, height, weight, marital status, or physical or mental disability. Contractor further agrees that every subcontract entered into for the performance of the Contract or any purchase order resulting from the Contract must contain a provision requiring non-discrimination in employment, as specified here, binding upon each subcontractor. This covenant is required under the Elliot Larsen Civil Rights Act, 1976 PA 453, MCL 37.2101, et seq., as amended, and the Persons with Disabilities Civil Rights Act, 1976 PA 220, MCL 37.1101, et seq., as amended, and any breach of this provision may be regarded as a material breach of the Contract.

2.202 Unfair Labor Practices

Under 1980 PA 278, MCL 423.321, et seq., the State must not award a Contract or subcontract to an employer whose name appears in the current register of employers failing to correct an unfair labor practice compiled under Section 2 of the Act. This information is compiled by the United States National Labor Relations Board. A Contractor of the State, in relation to the Contract, must not enter into a Contract with a subcontractor, manufacturer, or supplier whose name appears in this register. Under Section 4 of 1980 PA 278, MCL 423.324, the State may void any Contract if, after award of the Contract, the name of Contractor as an employer or the name of the subcontractor, manufacturer or supplier of Contractor appears in the register.

2.203 Workplace Safety and Discriminatory Harassment

In performing services for the State, the Contractor and any subcontractor must comply with all applicable State and Federal laws.

2.204 Prevailing Wage

The rates of wages and fringe benefits to be paid each class of individuals employed by the Contractor, its subcontractors, their subcontractors, and all persons involved with the performance of the Contract in privity of Contract with the Contractor must not be less than the wage rates and fringe benefits established by the Michigan Department of Licensing and Regulatory Affairs, Wage and Hour Division, schedule of occupational classification and wage rates and fringe benefits for the local where the work is to be performed. The term Contractor must include all general contractors, prime contractors, project managers, trade contractors, and all of their contractors or subcontractors and persons in privity of Contract with them.

The Contractor, its subcontractors, their subcontractors and all persons involved with the performance of the Contract in privity of Contract with the Contractor must keep posted on the work site, in a conspicuous place, a copy of all wage rates and fringe benefits as prescribed in the contract. You must also post, in a conspicuous place, the address and telephone number of the Michigan Department of Licensing and Regulatory Affairs, the office responsible for enforcement of the wage rates and fringe benefits. The Contractor must keep an accurate record showing the name and occupation of the actual wage and benefits paid to each individual employed in connection with the Contract. This record must be available to the State upon request for reasonable inspection.

If any trade is omitted from the list of wage rates and fringe benefits to be paid to each class of individuals by the Contractor, it is understood that the trades omitted must also be paid not less than the wage rate and fringe benefits prevailing in the local where the work is to be performed.

2.210 Governing Law

2.211 Governing Law

The Contract must in all respects be governed by, and construed according to, the substantive laws of the State of Michigan without regard to any Michigan choice of law rules that would apply the substantive law of any other jurisdiction to the extent not inconsistent with, or pre-empted by Federal law.

2.212 Compliance with Laws

The Contractor must comply with all applicable State, Federal and local laws and ordinances in providing the services/deliverables.

2.213 Jurisdiction

Any dispute arising from the Contract must be resolved in the State of Michigan and the Contractor expressly consents to personal jurisdiction in Michigan. With respect to any claim between the parties, the Contractor consents to venue in Ingham County, Michigan, and irrevocably waives any objections to this venue. Contractor agrees to appoint agents in the State of Michigan to receive service of process.

2.220 Limitation of Liability

2.221 Limitation of Liability

Neither the Contractor nor the State-MDOC is liable to each other, regardless of the form of action, for consequential, incidental, indirect, or special damages. This limitation of liability does not apply to claims for infringement of United States patent, copyright, trademark or trade secrets; to claims for personal injury or damage to property caused by the gross negligence or willful misconduct of the Contractor; to claims covered by other specific provisions of this Contract calling for liquidated damages; or to court costs or attorneys' fees awarded by a court in addition to damages after litigation based on this Contract.

2.230 Disclosure Responsibilities

2.231 Disclosure of Litigation

(a) Disclosure. Contractor must disclose any material criminal litigation, investigations or proceedings involving the Contractor (and each subcontractor) or any of its officers or directors or any litigation, investigations or proceedings under the Sarbanes-Oxley Act. In addition, each Contractor (and each subcontractor) must notify the State-MDOC of any material civil litigation, arbitration or proceeding which arises during the term of the Contract and extensions, to which Contractor (or, to the extent Contractor is aware, any subcontractor) is a party, and which involves: (i) disputes that might reasonably be expected to adversely affect the viability or financial stability of Contractor or any subcontractor; or (ii) a claim or written allegation of fraud against Contractor or, to the extent Contractor is aware, any subcontractor by a governmental or public entity arising out of their business dealings with governmental or public entities. The Contractor must disclose in writing to the Contract Administrator any litigation, investigation, arbitration or other proceeding (collectively, "Proceeding") within 30 days of its occurrence. Details of settlements which are prevented from disclosure by the terms of the settlement may be annotated. Information provided to the State from Contractor's publicly filed documents referencing its material litigation will be deemed to satisfy the requirements of this Section.

(b) Assurances. If any Proceeding disclosed to the State under this Section, or of which the State otherwise becomes aware, during the term of the Contract would cause a reasonable party to be concerned about:

(i) the ability of Contractor (or a subcontractor) to continue to perform the Contract according to its terms and conditions, or

(ii) whether Contractor (or a subcontractor) in performing services for the State-MDOC is engaged in conduct which is similar in nature to conduct alleged in the Proceeding, which conduct would constitute a breach of the Contract or a violation of Michigan law, regulations or public policy, then the Contractor must provide the State-MDOC all reasonable assurances requested by the State to demonstrate that:

(a) Contractor and its subcontractors must be able to continue to perform the Contract and any Statements of Work according to its terms and conditions, and

(b) Contractor and its subcontractors have not and will not engage in conduct in performing the services which is similar in nature to the conduct alleged in the Proceeding.

(c) The Contractor must make the following notifications in writing:

(1) Within 30 days of Contractor becoming aware that a change in its ownership or officers has occurred, or is certain to occur, or a change that could result in changes in the valuation of its capitalized assets in the accounting records, Contractor must notify the State-MDOC.

(2) The Contractor must also notify the State-MDOC within 30 days whenever changes to asset valuations or any other cost changes have occurred or are certain to occur as a result of a change in ownership or officers.

(3) The Contractor must also notify the State-MDOC within 30 days whenever changes to company affiliations occur.

2.232 Call Center Disclosure

The Contractor and/or all subcontractors involved in the performance of the Contract providing call or contact center services to the State-MDOC must disclose the location of its call or contact center services to inbound callers. Failure to disclose this information is a material breach of the Contract.

2.233 Bankruptcy and Insolvency

The State-MDOC may, without prejudice to any other right or remedy, terminate the Contract, in whole or in part, and, at its option, may take possession of the "Work in Process" and finish the Works in Process by whatever appropriate method the State-MDOC may deem expedient if:

(a) the Contractor files for protection under the bankruptcy laws;

(b) an involuntary petition is filed against the Contractor and not removed within 30 days;

(c) the Contractor becomes insolvent or if a receiver is appointed due to the Contractor's insolvency;

(d) the Contractor makes a general assignment for the benefit of creditors; or

(e) the Contractor or its affiliates are unable to provide reasonable assurances that the Contractor or its affiliates can deliver the services under the Contract.

The Contractor must place appropriate notices or labels on the Work in Process to indicate ownership by the State-MDOC. To the extent reasonably possible, materials and Work in Process must be stored separately from other stock and marked conspicuously with labels indicating ownership by the State-MDOC.

2.240 Performance

2.241 Time of Performance

(a) The Contractor must use commercially reasonable efforts to provide the resources necessary to complete all services and deliverables according to the time schedules contained in the Statements of Work and other exhibits governing the work, and with professional quality.

(b) Without limiting the generality of **Section 2.241(a),** Contractor must notify the State-MDOC in a timely manner upon becoming aware of any circumstances that may reasonably be expected to jeopardize

the timely and successful completion of any deliverables/services on the scheduled due dates in the latest State-MDOC-approved delivery schedule and must inform the State-MDOC of the projected actual delivery date.

(c) If the Contractor believes that a delay in performance by the State-MDOC has caused or will cause the Contractor to be unable to perform its obligations according to specified Contract time periods, the Contractor must notify the State-MDOC in a timely manner and must use commercially reasonable efforts to perform its obligations according to the Contract time periods notwithstanding the State-MDOC's failure. The Contractor will not be in default for a delay in performance to the extent the delay is caused by the State-MDOC.

2.242 Service Level Agreements (SLAs)

(a) SLAs will be completed with the following operational considerations:

(i) SLAs will not be calculated for individual incidents where any event of excusable failure has been determined; Incident means any interruption in services.

(ii) SLAs will not be calculated for individual Incidents where loss of service is planned and where the State-MDOC has received prior notification or coordination.

(iii) SLAs will not apply if the applicable incident could have been prevented through planning proposed by Contractor and not implemented at the request of the State-MDOC. To invoke this consideration, complete documentation relevant to the denied planning proposal must be presented to substantiate the proposal.

(iv) Time period measurements will be based on the time incidents are received by the Contractor and the time that the State-MDOC receives notification of resolution based on 24x7x365 time period, except that the time period measurement will be suspended based on the following:

1. Time period(s) will not apply where Contractor does not have access to a physical State-MDOC location and where access to the State-MDOC location is necessary for problem identification and resolution.
2. Time period(s) will not apply where Contractor needs to obtain timely and accurate information or appropriate feedback and is unable to obtain timely and accurate information or appropriate feedback from the State-MDOC.

(b) Chronic Failure for any Service(s) is defined as three unscheduled outage(s) or interruption(s) on any individual Service for the same reason or cause or if the same reason or cause was reasonably discoverable in the first instance over a rolling 30 day period. Chronic Failure will result in the State's option to terminate the effected individual Service(s) and procure them from a different vendor for the chronic location(s) with Contractor to pay the difference in charges for up to three additional months. The termination of the Service must not affect any tiered pricing levels.

(c) Root Cause Analysis must be performed on any business critical outage(s) or outage(s) on Services when requested by the Contract Administrator. Contractor must provide its analysis within two weeks of outage(s) and provide a recommendation for resolution.

(d) All decimals must be rounded to two decimal places, with five and greater rounding up and four and less rounding down, unless otherwise specified.

2.243 Liquidated Damages

The parties acknowledge that late or improper completion of the Work will cause loss and damage to the State, and that it would be impracticable and extremely difficult to fix the actual damage sustained by the State as a result. Therefore, Contractor and the State agree that if there is late or improper completion of the Work and the State does not elect to exercise its rights under **Section 2.152**, the State is entitled to collect liquidated damages in the amount of $5,000.00 and an additional $100.00 per day for each day Contractor fails to remedy the late or improper completion of the Work.

It is acknowledged that an Unauthorized Removal will interfere with the timely and proper completion of the Contract, to the loss and damage of the State, and that it would be impracticable and extremely difficult to fix the actual damage sustained by the State as a result of any Unauthorized Removal. Therefore, Contractor and the State agree that in the case of any Unauthorized Removal in respect of which the State does not elect to exercise its rights under **Section 2.152**, the State may assess liquidated damages against Contractor as specified below.

For the Unauthorized Removal of any Key Personnel designated in the applicable Statement of Work, the liquidated damages amount is $25,000.00 per individual if the Contractor identifies a replacement approved by the State under **Section 2.060** and assigns the replacement to the Project to shadow the Key Personnel who is leaving for a period of at least 30 days before the Key Personnel's removal.

If Contractor fails to assign a replacement to shadow the removed Key Personnel for at least 30 days, in addition to the $25,000.00 liquidated damages for an Unauthorized Removal, Contractor must pay the amount of $833.33 per day for each day of the 30 day shadow period that the replacement Key Personnel does not shadow the removed Key Personnel, up to $25,000.00 maximum per individual. The total liquidated damages that may be assessed per Unauthorized Removal and failure to provide 30 days of shadowing must not exceed $50,000.00 per individual.

2.244 Excusable Failure

Neither party will be liable for any default, damage, or delay in the performance of its obligations that is caused by government regulations or requirements, power failure, electrical surges or current fluctuations, war, water or other forces of nature or acts of God, delays or failures of transportation, equipment shortages, suppliers' failures, or acts or omissions of common carriers, fire; riots, civil disorders; labor disputes, embargoes; injunctions (provided the injunction was not issued as a result of any fault or negligence of the party seeking to have its default or delay excused); or any other cause beyond the reasonable control of a party; provided the non-performing party and its Subcontractors are without fault in causing the default or delay, and the default or delay could not have been prevented by reasonable precautions and cannot reasonably be circumvented by the non-performing party through the use of alternate sources, workaround plans or other means, including disaster recovery plans.

If a party does not perform its contractual obligations for any of the reasons listed above, the non-performing party will be excused from any further performance of its affected obligation(s) for as long as the circumstances prevail. but the party must use commercially reasonable efforts to recommence performance whenever and to whatever extent possible without delay. A party must promptly notify the other party in writing immediately after the excusable failure occurs, and also when it abates or ends.

If any of the above-enumerated circumstances substantially prevent, hinder, or delay the Contractor's performance of the Services/provision of Deliverables for more than 10 Business Days, and the State determines that performance is not likely to be resumed within a period of time that is satisfactory to the State in its reasonable discretion, then at the State's option: (a) the State may procure the affected Services/Deliverables from an alternate source, and the State is not be liable for payment for the unperformed Services/ Deliverables not provided under the Contract for so long as the delay in performance continues; (b) the State may terminate any portion of the Contract so affected and the charges payable will be equitably adjusted to reflect those Services/Deliverables terminated; or (c) the State may terminate the affected Statement of Work without liability to Contractor as of a date specified by the State in a written notice of termination to the Contractor, except to the extent that the State must pay for Services/Deliverables provided through the date of termination.

The Contractor will not have the right to any additional payments from the State as a result of any Excusable Failure occurrence or to payments for Services not rendered/Deliverables not provided as a result of the Excusable Failure condition. Defaults or delays in performance by Contractor which are caused by acts or omissions of its Subcontractors will not relieve Contractor of its obligations under the Contract except to the extent that a Subcontractor is itself subject to an Excusable Failure condition

described above and Contractor cannot reasonably circumvent the effect of the Subcontractor's default or delay in performance through the use of alternate sources, workaround plans or other means.

2.250 Approval of Deliverables

2.251 Delivery Responsibilities

Unless otherwise specified by the State within an individual order, the following must be applicable to all orders issued under the Contract.

(a) Shipment responsibilities - Services performed/Deliverables provided under the Contract must be delivered "F.O.B. Destination, within Government Premises." The Contractor must have complete responsibility for providing all Services/Deliverables to all site(s) unless otherwise stated. Actual delivery dates must be specified on the individual purchase order.

(b) Delivery locations - Services must be performed/Deliverables must be provided at every State of Michigan location within Michigan unless otherwise stated in the SOW. Specific locations will be provided by the State or upon issuance of individual purchase orders.

(c) Damage Disputes - At the time of delivery to State Locations, the State must examine all packages. The quantity of packages delivered must be recorded and any obvious visible or suspected damage must be noted at time of delivery using the shipper's delivery document(s) and appropriate procedures to record the damage.
Where there is no obvious or suspected damage, all deliveries to a State Location must be opened by the State and the contents inspected for possible internal damage not visible externally within 14 days of receipt. Any damage must be reported to the Contractor within five days of inspection

2.252 Delivery of Deliverables

Where applicable, the Statements of Work/POs contain lists of the Deliverables to be prepared and delivered by Contractor including, for each Deliverable, the scheduled delivery date and a designation of whether the Deliverable is a document ("Written Deliverable"), a good ("Physical Deliverable") or a Service. All Deliverables must be completed and delivered for State review and written approval and, where applicable, installed according to the State-approved delivery schedule and any other applicable terms and conditions of the Contract.

2.253 Testing

(a) Before delivering any of the above-mentioned Statement of Work Physical Deliverables or Services to the State, Contractor must first perform all required quality assurance activities to verify that the Physical Deliverable or Service is complete and conforms with its specifications listed in the applicable Statement of Work or Purchase Order. Before delivering a Physical Deliverable or Service to the State, Contractor must certify to the State that (1) it has performed the quality assurance activities, (2) it has performed any applicable testing, (3) it has corrected all material deficiencies discovered during the quality assurance activities and testing, (4) the Deliverable or Service is in a suitable state of readiness for the State's review and approval, and (5) the Deliverable/Service has all Critical Security patches/updates applied.

(b) If a Deliverable includes installation at a State Location, then Contractor must (1) perform any applicable testing, (2) correct all material deficiencies discovered during the quality assurance activities and testing, and (3) inform the State that the Deliverable is in a suitable state of readiness for the State's review and approval. To the extent that testing occurs at State Locations, the State is entitled to observe or otherwise participate in testing.

2.254 Approval of Deliverables, In General

(a) All Deliverables (Physical Deliverables and Written Deliverables) and Services require formal written approval by the State, according to the following procedures. Formal approval by the State requires the State to confirm in writing that the Deliverable meets its specifications. Formal approval may include the successful completion of Testing as applicable in **Section 2.253**, to be led by the State with the support and assistance of Contractor. The approval process will be facilitated by ongoing consultation between the parties, inspection of interim and intermediate Deliverables and collaboration on key decisions.

(b) The State's obligation to comply with any State Review Period is conditioned on the timely delivery of Deliverables/Services being reviewed.

(c) Before commencement of its review or testing of a Deliverable/Service, the State may inspect the Deliverable/Service to confirm that all components of the Deliverable/Service have been delivered without material deficiencies. If the State determines that the Deliverable/Service has material deficiencies, the State may refuse delivery of the Deliverable/Service without performing any further inspection or testing of the Deliverable/Service. Otherwise, the review period will be deemed to have started on the day the State receives the Deliverable or the Service begins, and the State and Contractor agree that the Deliverable/Service is ready for use and, where applicable, certification by Contractor according to **Section 2.253**.

(d) The State must approve in writing a Deliverable/Service after confirming that it conforms to and performs according to its specifications without material deficiency. The State may, but is not be required to, conditionally approve in writing a Deliverable/Service that contains material deficiencies if the State elects to permit Contractor to rectify them post-approval. In any case, Contractor will be responsible for working diligently to correct within a reasonable time at Contractor's expense all deficiencies in the Deliverable/Service that remain outstanding at the time of State approval.

(e) If, after three opportunities (the original and two (2) repeat efforts), the Contractor is unable to correct all deficiencies preventing Final Acceptance of a Deliverable/Service, the State may: (i) demand that the Contractor cure the failure and give the Contractor additional time to cure the failure at the sole expense of the Contractor; or (ii) keep the Contract in force and do, either itself or through other parties, whatever the Contractor has failed to do, and recover the difference between the cost to cure the deficiency and the contract price plus an additional sum equal to 10% of the cost to cure the deficiency to cover the State's general expenses provided the State can furnish proof of the general expenses; or (iii) terminate the particular Statement of Work for default, either in whole or in part by notice to Contractor provided Contractor is unable to cure the breach. Notwithstanding the foregoing, the State cannot use, as a basis for exercising its termination rights under this Section, deficiencies discovered in a repeat State Review Period that could reasonably have been discovered during a prior State Review Period.

(f) The State, at any time and in its reasonable discretion, may halt the testing or approval process if the process reveals deficiencies in or problems with a Deliverable/Service in a sufficient quantity or of a sufficient severity that renders continuing the process unproductive or unworkable. If that happens, the State may stop using the Service or return the applicable Deliverable to Contractor for correction and re-delivery before resuming the testing or approval process.

2.255 Process For Approval of Written Deliverables

The State Review Period for Written Deliverables will be the number of days set forth in the applicable Statement of Work following delivery of the final version of the Deliverable (and if the Statement of Work does not state the State Review Period, it is by default five Business Days for Written Deliverables of 100 pages or less and 10 Business Days for Written Deliverables of more than 100 pages). The duration of the State Review Periods will be doubled if the State has not had an opportunity to review an interim draft of the Written Deliverable before its submission to the State. The State agrees to notify Contractor in writing by the end of the State Review Period either stating that the Deliverable is approved in the form delivered by Contractor or describing any deficiencies that must be corrected before approval

of the Deliverable (or at the State's election, after approval of the Deliverable). If the State notifies the Contractor about deficiencies, the Contractor must correct the described deficiencies and within 30 Business Days resubmit the Deliverable in a form that shows all revisions made to the original version delivered to the State. Contractor's correction efforts must be made at no additional charge. Upon receipt of a corrected Deliverable from Contractor, the State must have a reasonable additional period of time, not to exceed the length of the original State Review Period, to review the corrected Deliverable to confirm that the identified deficiencies have been corrected.

2.256 Process for Approval of Services

The State Review Period for approval of Services is governed by the applicable Statement of Work (and if the Statement of Work does not state the State Review Period, it is by default 30 Business Days for Services). The State agrees to notify the Contractor in writing by the end of the State Review Period either stating that the Service is approved in the form delivered by the Contractor or describing any deficiencies that must be corrected before approval of the Services (or at the State's election, after approval of the Service). If the State delivers to the Contractor a notice of deficiencies, the Contractor must correct the described deficiencies and within 30 Business Days resubmit the Service in a form that shows all revisions made to the original version delivered to the State. The Contractor's correction efforts must be made at no additional charge. Upon implementation of a corrected Service from Contractor, the State must have a reasonable additional period of time, not to exceed the length of the original State Review Period, to review the corrected Service for conformity and that the identified deficiencies have been corrected.

2.257 Process for Approval of Physical Deliverables

The State Review Period for approval of Physical Deliverables is governed by the applicable Statement of Work (and if the Statement of Work does not state the State Review Period, it is by default 30 continuous Business Days for a Physical Deliverable). The State agrees to notify the Contractor in writing by the end of the State Review Period either stating that the Deliverable is approved in the form delivered by the Contractor or describing any deficiencies that must be corrected before approval of the Deliverable (or at the State's election, after approval of the Deliverable). If the State delivers to the Contractor a notice of deficiencies, the Contractor must correct the described deficiencies and within 30 Business Days resubmit the Deliverable in a form that shows all revisions made to the original version delivered to the State. The Contractor's correction efforts must be made at no additional charge. Upon receipt of a corrected Deliverable from the Contractor, the State must have a reasonable additional period of time, not to exceed the length of the original State Review Period, to review the corrected Deliverable to confirm that the identified deficiencies have been corrected.

2.258 Final Acceptance

Unless otherwise stated in the Article 1, Statement of Work or Purchase Order, "Final Acceptance" of each Deliverable must occur when each Deliverable/Service has been approved by the State following the State Review Periods identified in **Sections 2.251-2.257**. Payment will be made for Deliverables installed and accepted. Upon acceptance of a Service, the State will pay for all Services provided during the State Review Period that conformed to the acceptance criteria.

2.260 Ownership

2.261 Ownership of Work Product by State

The State owns all Deliverables as they are works made for hire by the Contractor for the State. The State owns all United States and international copyrights, trademarks, patents, or other proprietary rights in the Deliverables.

2.262 Vesting of Rights

With the sole exception of any preexisting licensed works identified in the SOW, the Contractor assigns, and upon creation of each Deliverable automatically assigns, to the State, ownership of all United States and international copyrights, trademarks, patents, or other proprietary rights in each and every

Deliverable, whether or not registered by the Contractor, insofar as any the Deliverable, by operation of law, may not be considered work made for hire by the Contractor for the State. From time to time upon the State's request, the Contractor must confirm the assignment by execution and delivery of the assignments, confirmations of assignment, or other written instruments as the State may request. The State may obtain and hold in its own name all copyright, trademark, and patent registrations and other evidence of rights that may be available for Deliverables.

2.263 Rights in Data

(a) The State is the owner of all data made available by the State to the Contractor or its agents, Subcontractors or representatives under the Contract. The Contractor must not use the State's data for any purpose other than providing the Services, nor will any part of the State's data be disclosed, sold, assigned, leased or otherwise disposed of to the general public or to specific third parties or commercially exploited by or on behalf of the Contractor. No employees of the Contractor, other than those on a strictly need-to-know basis, have access to the State's data. Contractor must not possess or assert any lien or other right against the State's data. Without limiting the generality of this Section, the Contractor must only use personally identifiable information as strictly necessary to provide the Services and must disclose the information only to its employees who have a strict need-to-know the information. The Contractor must comply at all times with all laws and regulations applicable to the personally identifiable information.

(b) The State is the owner of all State-specific data under the Contract. The State may use the data provided by the Contractor for any purpose. The State must not possess or assert any lien or other right against the Contractor's data. Without limiting the generality of this Section, the State may use personally identifiable information only as strictly necessary to utilize the Services and must disclose the information only to its employees who have a strict need to know the information, except as provided by law. The State must comply at all times with all laws and regulations applicable to the personally identifiable information. Other material developed and provided to the State remains the State's sole and exclusive property.

2.264 Ownership of Materials

The State and the Contractor will continue to own their respective proprietary technologies developed before entering into the Contract. Any hardware bought through the Contractor by the State, and paid for by the State, will be owned by the State. Any software licensed through the Contractor and sold to the State, will be licensed directly to the State.

2.270 State Standards

2.271 Existing Technology Standards

The Contractor must adhere to all existing standards as described within the comprehensive listing of the State's existing technology standards at http://www.michigan.gov/dmb/0,4568,7-150-56355-108233--,00.html.

2.272 Acceptable Use Policy

To the extent that Contractor has access to the State computer system, Contractor must comply with the State's Acceptable Use Policy, see http://www.michigan.gov/cybersecurity/0,1607,7-217-34395_34476---,00.html. All Contractor employees must be required, in writing, to agree to the State's Acceptable Use Policy before accessing the State system. The State reserves the right to terminate Contractor's access to the State system if a violation occurs.

2.273 Systems Changes

Contractor is not responsible for and not authorized to make changes to any State systems without written authorization from the Project Manager. Any changes Contractor makes to State systems with the State's

approval must be done according to applicable State procedures, including security, access, and configuration management procedures.

2.274 Electronic Receipt Processing Standard

All electronic commerce applications that allow for electronic receipt of credit/debit card and electronic check (ACH) transactions must be processed via the Centralized Electronic Payment Authorization System (CEPAS).

2.280 Extended Purchasing Program

2.281 Extended Purchasing Program

Deleted – Not Applicable

2.290 Environmental Provision

2.291 Environmental Provision

Hazardous Materials:

For the purposes of this Section, "Hazardous Materials" is a generic term used to describe asbestos, ACBMs, PCBs, petroleum products, construction materials including paint thinners, solvents, gasoline, oil, and any other material the manufacture, use, treatment, storage, transportation, or disposal of which is regulated by the federal, State, or local laws governing the protection of the public health, natural resources, or the environment. This includes, but is not limited to, materials such as batteries and circuit packs, and other materials that are regulated as (1) "Hazardous Materials" under the Hazardous Materials Transportation Act, (2) "chemical hazards" under the Occupational Safety and Health Administration standards, (3) "chemical substances or mixtures" under the Toxic Substances Control Act, (4) "pesticides" under the Federal Insecticide Fungicide and Rodenticide Act, and (5) "hazardous wastes" as defined or listed under the Resource Conservation and Recovery Act.

(a) The Contractor must use, handle, store, dispose of, process, transport and transfer any material considered a Hazardous Material according to all federal, State, and local laws. The State must provide a safe and suitable environment for performance of Contractor's Work. Before the commencement of Work, the State must advise the Contractor of the presence at the work site of any Hazardous Material to the extent that the State is aware of the Hazardous Material. If the Contractor encounters material reasonably believed to be a Hazardous Material and which may present a substantial danger, the Contractor must immediately stop all affected Work, notify the State in writing about the conditions encountered, and take appropriate health and safety precautions.

(b) Upon receipt of a written notice, the State will investigate the conditions. If (a) the material is a Hazardous Material that may present a substantial danger, and (b) the Hazardous Material was not brought to the site by the Contractor, or does not result in whole or in part from any violation by the Contractor of any laws covering the use, handling, storage, disposal of, processing, transport and transfer of Hazardous Materials, the State must order a suspension of Work in writing. The State must proceed to have the Hazardous Material removed or rendered harmless. In the alternative, the State must terminate the affected Work for the State's convenience.

(c) Once the Hazardous Material has been removed or rendered harmless by the State, the Contractor must resume Work as directed in writing by the State. Any determination by the Michigan Department of Community Health or the Michigan Department of Environmental Quality that the Hazardous Material has either been removed or rendered harmless is binding upon the State and Contractor for the purposes of resuming the Work. If any incident with Hazardous Material results in delay not reasonable anticipatable under the circumstances and which is attributable to the State, the applicable SLAs for the affected Work will not be counted in **Section 2.242** for a time as mutually agreed by the parties.

(d) If the Hazardous Material was brought to the site by the Contractor, or results in whole or in part from any violation by the Contractor of any laws covering the use, handling, storage, disposal of, processing, transport and transfer of Hazardous Material, or from any other act or omission within the control of the Contractor, the Contractor must bear its proportionate share of the delay and costs involved in cleaning up the site and removing and rendering harmless the Hazardous Material according to Applicable Laws to the condition approved by applicable regulatory agency(ies).

Michigan has a Consumer Products Rule pertaining to labeling of certain products containing volatile organic compounds. For specific details visit http://www.michigan.gov/deq/0,1607,7-135-3310_4108-173523--,00.html

Refrigeration and Air Conditioning:
The Contractor must comply with the applicable requirements of Sections 608 and 609 of the Clean Air Act (42 U.S.C. 7671g and 7671h) as each or both apply to the Contract.

Environmental Performance:
Waste Reduction Program: Contractor must establish a program to promote cost-effective waste reduction in all operations and facilities covered by the Contract. The Contractor's programs must comply with applicable Federal, State, and local requirements, specifically including Section 6002 of the Resource Conservation and Recovery Act (42 U.S.C. 6962, et seq.).

2.300 Other Provisions

2.311 Forced Labor, Convict Labor, Forced or Indentured Child Labor, or Indentured Servitude Made Materials

Equipment, materials, or supplies, that will be furnished to the State under the Contract must not be produced in whole or in part by forced labor, convict labor, forced or indentured child labor, or indentured servitude.

"Forced or indentured child labor" means all work or service: exacted from any person under the age of 18 under the menace of any penalty for its nonperformance and for which the worker does not offer himself voluntarily; or performed by any person under the age of 18 under a contract the enforcement of which can be accomplished by process or penalties.

Attachment A, Pricing

Accordingly, Part 115 of Title 28 of the Code of Federal Regulations is added as follows:

Part 115—PRISON RAPE ELIMINATION ACT NATIONAL STANDARDS

Sec.
115.5 General definitions.
115.6 Definitions related to sexual abuse.

Subpart A—Standards for Adult Prisons and Jails

Prevention Planning

115.11 Zero tolerance of sexual abuse and sexual harassment; PREA coordinator.
115.12 Contracting with other entities for the confinement of inmates.
115.13 Supervision and monitoring.
115.14 Youthful inmates.
115.15 Limits to cross-gender viewing and searches.
115.16 Inmates with disabilities and inmates who are limited English proficient.
115.17 Hiring and promotion decisions.
115.18 Upgrades to facilities and technologies.

Responsive Planning

115.21 Evidence protocol and forensic medical examinations.
115.22 Policies to ensure referrals of allegations for investigations.

Training and Education

115.31 Employee training.
115.32 Volunteer and contractor training.
115.33 Inmate education.
115.34 Specialized training: Investigations.
115.35 Specialized training: Medical and mental health care.

Screening for Risk of Sexual Victimization and Abusiveness

115.41 Screening for risk of victimization and abusiveness.
115.42 Use of screening information.
115.43 Protective custody.

Reporting

115.51 Inmate reporting.
115.52 Exhaustion of administrative remedies.
115.53 Inmate access to outside confidential support services.

115.54 Third-party reporting.

Official Response Following an Inmate Report

115.61 Staff and agency reporting duties.
115.62 Agency protection duties.
115.63 Reporting to other confinement facilities.
115.64 Staff first responder duties.
115.65 Coordinated response.
115.66 Preservation of ability to protect inmates from contact with abusers.
115.67 Agency protection against retaliation.
115.68 Post-allegation protective custody.

Investigations

115.71 Criminal and administrative agency investigations.
115.72 Evidentiary standard for administrative investigations.
115.73 Reporting to inmates.

Discipline

115.76 Disciplinary sanctions for staff.
115.77 Corrective action for contractors and volunteers.
115.78 Disciplinary sanctions for inmates.

Medical and Mental Care

115.81 Medical and mental health screenings; history of sexual abuse.
115.82 Access to emergency medical and mental health services.
115.83 Ongoing medical and mental health care for sexual abuse victims and abusers.

Data Collection and Review

115.86 Sexual abuse incident reviews.
115.87 Data collection.
115.88 Data review for corrective action.
115.89 Data storage, publication, and destruction.

Audits

115.93 Audits of standards.

Subpart B—Standards for Lockups

Prevention Planning