

# NOTIFICATION OF CHANGES TO CHILD WELFARE MASTER CONTRACT(S)

(FY2019 Appropriation Bill - Public Act 207 of 2018)

**Not Less than 30 Days before the change takes effect**

**Section 531.** *The department shall notify the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices of any changes to a child welfare master contract template, including the adoption master contract template, the independent living plus master contract template, the child placing agency foster care master contract template, and the residential foster care juvenile justice master contract template, not less than 30 days before the change takes effect.*



# **NOTIFICATION OF CHANGES TO CHILD WELFARE MASTER CONTRACT(S)**

(FY2019 Appropriation Bill - Public Act 207 of 2018)

## **Not Less than 30 Days before the change takes effect**

The new FY19 Adoption (A) master contract has been posted to the MDHHS public website in the Master Contract Templates section at:

[http://www.michigan.gov/mdhhs/0,5885,7-339-71551\\_7199---,00.html](http://www.michigan.gov/mdhhs/0,5885,7-339-71551_7199---,00.html).

Changes were made to the adoption master contract. The Michigan Opioid Laws (Public Acts 246 – 255 of 2017) were added as Additional Compliance Provisions. The registration process, scheduling and tracking of staff training through the Learning Management System (LMS) is revised. Contractor/Vendor relationship language has been updated to include the additional mandatory reporting requirement of any audit findings of fraud, Going Concern and financial statement misstatements. The Audit Notification Letter has been re-titled to the Audit Exemption Notice.

The threshold for which Contractors are required to submit a Financial Statement Audit has been increased to \$750,000 or more in total funding. Penalty for not submitting the required Single Audit or Financial Statement Audit has been revised.

The Cost Reporting section has been revised to allow payment withholding for a failure to meet identified cost reporting responsibilities. Revision to this section has been made to allow MDHHS to reduce or withhold future payments made under this or any other agreements between MDHHS and the Contractor if any required repayments are made more than 30 days past the due date. Under section 2.17 Billing, the payment request form has changed. Under 2.19 Recoupment of Funding and Repayment of Debts, the payment request form number has been removed, and other minor revisions made. Under the Payments section, the rates for Placement, Finalization and Permanency services have been increased. The process, including forms and email addresses, for submitting classroom training payment requests and training travel reimbursement has changed. The Performance Evaluation and Monitoring section has been revised to include interim or renewal licensing studies and reports.