

DVHA amends Attachment B, beginning on Page 40 through 42, Section 2 Program Costs/Payment Provisions by adding Section 2.4, Financial Penalties, to the Request for Proposal as follows:

2.4 FINANACIAL PENALTIES

The State, following proper notification to the Contractor, may deduct from any payments due the Contractor for any assessed failure to meet performance guidelines. The State may, at its sole discretion, return a portion or all of the penalty collected as an incentive payment to the contractor for prompt and lasting correction of performance deficiencies.