



DEPARTMENT OF TRANSITIONAL ASSISTANCE

Employment Services Program Provider Alert – YPP

Alert #2

June 28, 2011

FY'12 YPP Preliminary Contracts

The following information should be communicated immediately to all service locations and appropriate staff members within your organization.

Preliminary YPP Contracts

The FY'12 state budget has not yet been finalized. Because we do not know what the final appropriation will be for the Employment Services Program (ESP), the Department is proceeding to issue preliminary contracts to Young Parent Program (YPP) providers at a level that would support payment for one outcome for each student enrolled by June 21, 2011.

Please note: Outcome funding is not tied to individual clients. If a provider has 20 eligible students, the Department will pay for 20 outcomes. For example, if a provider has two students that were enrolled by June 21, 2011, and one student achieves two outcomes but the other achieves no outcomes, the Department would pay for both outcomes achieved by the first student.

When the FY'12 budget is finalized, the Department will evaluate options for ESP within the program's overall funding and language constraints. After this analysis, YPP providers' preliminary contracts may be adjusted to *decrease* or *increase* the total obligation. Available funding and program performance are among the factors that will be considered in developing final contracts.

Provider Procedure: Providers should complete the attachments to the budget sheets sent to them by their ESP contract manager. Providers that have not received their budget sheet and attachments should contact their contract managers immediately.

Contract Reminders:

1. Per section A.1.A of the YPP contract, progress payments are limited to 30% of overall outcome payments.
2. Providers cannot exceed their maximum obligation under any circumstances.