

Attachment D, Exhibit 7

Cost Assumptions, Conditions, and Constraints

Expense Related Cost Assumptions:

There is a cost assumption that all programs fully or partially funded under this contract project will be implemented as planned and at the precise school or community site planned.

There is a cost assumption that all positions, for which there is a salary/fringe expense included in this project, are filled without interruption for the entire contract year.

There is a cost assumption that the state's allowable travel reimbursement rates used to calculate travel expenses will remain unchanged.

Revenue Related Cost Assumptions:

There is a cost assumption that all school partners will continue committing their match eligible fees-for-service at the rates set by Youth First. Some school partners are on multi-year MOU's that stretch into next year while others will need to sign new MOU's for next year. This assumption is based on an understanding that there are no issues that would preclude our school partners from continuing our existing partnerships.

There is a cost assumption that the match eligible private fundraising revenue being included as part of the Cost Proposal will be secured. This assumption is based on experience as our private fundraising revenue has seen consistent annual growth for many years.

Expense & Revenue Related Cost Assumptions:

Under our current contract for the Southern Region, Morgan County is included. However, the county has been removed from the Southern Region in this RFP. We understand that services utilizing contract dollars in counties outside the Southern Region can be offered in Morgan County with the approval of DMHA and the selected Central Region contractor. For the purposes of this Cost Proposal, we have included expenses related to Morgan County programming with a plan to use both contract funds and match funds to pay for those expenses with a cost assumption that approval will be given to continue our services in Morgan County if awarded the Southern Region contract.