ATTACHMENT E

FEDERAL MENTAL HEALTH BLOCK GRANT
SPECIAL CONTRACT PROVISIONS

1. CONSTRAINTS ON USE OF THESE FUNDS - This contract may not be used to:

   A. Provide inpatient services;
   B. Make cash payments to intended recipients of health services (e.g., stipends, rent or lease payments, utility arrearages, insurance, furnishings, personal items, etc., or any payment to or on behalf of the consumer that could be interpreted as providing cash to the consumer);
   C. Purchase or improve land, purchase, construct, or permanently improve (other than minor remodeling) any building or other facility, or purchase major medical equipment;
   D. Satisfy any requirement for the expenditure of non-federal funds as a condition for the receipt of federal funds (e.g., Medicaid match);
   E. Provide financial assistance to any entity other than a public or nonprofit private entity; or
   F. Pay the salary of an individual at a rate in excess of Level 1 of the Executive Schedule.

2. Additional constraints on use of these funds:

   A. No medication purchases;
   B. No vehicle purchases, leases, or insurance;
   C. No administrative expenses. Block grant funds may not be used to supplant existing resources or staffing. (Examples of administrative costs for which the state disallows use of mental health block grant funds include ongoing overhead costs such as space costs, utilities, insurance, LAN line telephones, and Internet service); and
   D. No indirect expenses. Per 2 CFR 200.101(d)(1), indirect costs are not allowed and any reference to indirect costs within 2 CFR 200, Subpart E, should be disregarded.

3. Restrictions on Grantee Lobbying - Appropriations Act Section 503

   No part of any appropriation contained in this Act shall be used...for the preparation, distribution, or use any kit, pamphlet, booklet, publication, radio, television, or video presentation designed to support or defeat legislation pending before the Congress or any State legislature.

   No part of any appropriation contained in this Act shall be used to pay the salary or expenses of any grant or contract recipient, or agent acting for such recipient, related to any activity designed to influence legislation or appropriations pending before the Congress or any State legislature.

4. Attribution - All brochures, programs, trainings, or printed material paid for with block grant funds are required to identify that such material is: "Supported by funds from Substance Abuse and Mental Health Services Administration, Center for Mental Health Services through the Michigan Department of Health and Human Services." Products paid for with block grant funds may only be sold at cost and not for profit.