

July 1, 2016

Honorable Michelle Davis, PhD
Commissioner Designee of Health
Virgin Islands Department of Health
1303 Hospital Ground Suite #10
Charlotte Amalie
St. Thomas, Virgin Islands 00802-6722

Dear Commissioner Designee Davis:

We have approved the Virgin Island's application for Federal fiscal year (FFY) 2016 funds, under Part C of the Individuals with Disabilities Education Act (IDEA Part C). Our approval is based on our review of the IDEA Part C application, submitted by the Virgin Island's Department of Health (VIDH) to the U.S. Department of Education (Department), Office of Special Education Programs (OSEP), on April 20, 2016.

Our approval of the Virgin Islands' FFY 2016 IDEA Part C grant includes approval of policies, procedures, methods, descriptions, assurances, and certifications identified in Section II.A, II.B, and II.C, which is incorporated by reference to this grant award letter as Enclosure A. Our approval is also based on the Virgin Islands' certification in Section II.D of its FFY 2016 application that the Virgin Islands' provisions meet the requirements of IDEA Part C as found in 20 U.S.C. §§1431 through 1443 and the regulations in 34 CFR Part 303, and that the Virgin Islands will operate its Part C program in accordance with all of the IDEA Part C requirements including required policies, procedures, methods, descriptions, assurances and certifications. See 34 CFR §76.104.

The Virgin Islands' FFY 2016 IDEA Part C grant award is also being released subject to two sets of Special Conditions (which are Enclosures B and C to this letter and incorporated in this grant letter by this reference). These Special Conditions are being imposed by OSEP pursuant to the Department's authority in IDEA sections 616(g) and 642 and 2 CFR §§200.207 and 3474.10. Enclosure B is the Department's June 30, 2016 letter that imposes Special Conditions on the Virgin Islands' Government for all Department grants to the Virgin Islands (including the IDEA Part C FFY 2016 grant) to ensure fiscal accountability of grant funds. Enclosure C identifies the IDEA Part C FFY 2016 Special Conditions imposed under IDEA Part C to ensure the timely payment for the provision of early intervention services to infants and toddlers with disabilities and their families in the Virgin Islands. By accepting this grant award, VIDH expressly agrees to comply with the Special Conditions identified in both Enclosures B and C for throughout the period VIDH uses its IDEA Part C FFY 2016 funds.

As part of the IDEA Part C application for FFY 2016, VIDH has provided a certification, under Section II.D of its FFY 2016 application and pursuant to 34 CFR §76.104, that it will comply with all applicable Federal statutes and regulations in effect during the FFY 2016 grant period.

Enclosed is VIDH's FFY 2016 grant award for funds currently available under the Consolidated Appropriations Act, 2016, P.L. 114-113, for the IDEA Part C program. These funds are available for obligation by IDEA grant recipients from July 1, 2016 through September 30, 2018 in accordance with 34 CFR §76.709.

Section IV.B of the IDEA Part C FFY 2016 application requested updated information about how your lead agency implements the restricted indirect cost rate requirements in 34 CFR §303.225(c). VIDH indicated in Section IV.B that VIDH has a restricted indirect cost rate that expires on September 30, 2016, and the lead agency is in the process of negotiating a new restricted indirect cost rate that will be in effect for the FFY 2016 grant period. In Section IV.B, your lead agency also indicated it will continue to bill IDEA Part C FFY 2016 grant funds based on this previously approved restricted indirect cost rate until a final restricted indirect cost rate agreement is approved for FFY 2016. This letter confirms that, under 2 CFR §200.210(a)(15) and by accepting this IDEA Part C FFY 2016 grant, the Virgin Islands will continue to bill the IDEA Part C FFY 2016 grant funds based on this previously approved restricted indirect cost rate, to the extent authorized by your cognizant Federal agency, until a final restricted indirect cost rate agreement is approved for FFY 2016. When a final restricted indirect cost rate is approved by DOH's cognizant Federal agency for FFY 2016, you must forward a copy of it to our Indirect Cost Unit and to your OSEP State Contact.

Section 604 of the IDEA provides that "[a] State shall not be immune under the 11th amendment to the Constitution of the United States from suit in Federal court for a violation of this [Act]." Section 606 provides that each recipient of assistance under IDEA make positive efforts to employ and advance in employment qualified individuals with disabilities in programs assisted under the IDEA. Therefore, by accepting this grant, the Virgin Islands is expressly agreeing as a condition of IDEA funding to a waiver of Eleventh Amendment immunity and to ensuring that positive efforts are made to employ and advance employment of qualified individuals with disabilities in programs assisted under the IDEA.

The enclosed grant award of FFY 2016 funds is made with the continued understanding that this Office may, from time to time, require clarification of information within your application, if necessary. These inquiries may be necessary to allow us to appropriately carry out our administrative responsibilities related to IDEA Part C. If the Virgin Islands revises those IDEA Part C policies or procedures that are required under Part C of the IDEA or the regulations in 34 CFR Part 303, the Virgin Islands must subject those policies and procedures to the public participation requirements in 34 CFR §303.208 and receive OSEP approval for those policies and procedures referenced in 34 CFR §303.101(c) prior to their implementation.

As a reminder, all prime recipients of IDEA (Part B or Part C) funds, must report subaward information as required by the Federal Funding Accountability and Transparency Act of 2006 (FFATA), as amended in 2008. First-tier subaward information must be reported by the end of the following month from when the award was made or obligated. FFATA guidance is found at <http://www2.ed.gov/policy/gen/leg/recovery/rms-web-conferences.html>. Please contact your Fiscal Accountability Facilitator if you have further questions.

Page 3 – Lead Agency Director

We appreciate your ongoing commitment to the provision of quality early intervention services to infants and toddlers with disabilities and their families.

Sincerely,

/S/

Ruth E. Ryder
Acting Director
Office of Special Education Programs

Enclosure

Enclosure A

Enclosure B

Enclosure C

cc: Part C Coordinator