ILLINOIS VIOLENCE PREVENTION AUTHORITY

Explanation of Extension Amendment Revision

11-NRI014-11
Southwest Youth Collaborative:

Please Note: For purposes of the amendment, all amounts are rounded to the nearest dollar.

The Grant Award section of the extension amendment needs to reflect the correct total funds that IVPA should have awarded/disbursed to the Lead for both years ($1,917,689). However, the total of $2,078,662 in the current amendment is incorrect for two reasons:

1. Instead of $1,917,689, IVPA actually disbursed $1,919,655, which constitutes an overpayment of $1,966. This overpayment was due to the unspent funds letter incorrectly reflecting the amount that was unspent in Yr 1 as $387,334 when it should have been $389,300 (see revised unspent letter*). This reduces the amount of new funds that should have been paid by $1,966. This amount will need to be reconciled at close-out, i.e. the $1,966 overpayment will need to be paid back to IVPA in addition to whatever funds from the YR 2 budget are unspent at the end of the contract period.

   * Please note: The last paragraph refers to your Yr 2 budget. These figures reflect only your Yr 2 budget through June 30, and do not reflect the extension/award budget.

2. In addition, the total for both years in the current amendment ($1,917,689) exceeds the corrected amount that should have been paid ($2,078,662) by $160,973. This difference is because:

   a. The $867,200 figure in the existing amendment spent by the Lead in Year 1 (which ties to the amount spent by the Lead in the Yr 1 close-out report) *includes* $160,973 in funds paid out (spent) by the Lead, but unspent by the subs. So, this amount is on hand (already paid by IVPA) to be used toward the budget for Yr 2 ($1,211,462).

   b. The total Year 2 award in the existing amendment is $1,211,462, the amount of the Yr 2 budget. However, this figure *also* includes the $160,973 in funds unspent by the subs that has already been paid by IVPA and is to be used in Yr 2. Therefore, the correct amount of the total disbursements for use in Year Two is calculated by reducing the Yr 2 figure in the amendment by 160,973 as follows:

$ 1,211,462	Yr 2 budget
-160,973	*Subs unspent amount already included in Yr 1 amount and on hand for use toward Yr 2 budget*
$1,050,489	Portion of total $1,917,689 disbursements awarded toward the Yr 2 budget.

c. The $1,050,489 to be spent in Yr 2 includes the following:

451,022	New Yr 2 dollars
241,667	New Yr 2 dollars (extension amount)
38,767	Lead Yr 1 unspent
129,473	Yr 1 on hand unspent (SBC and Reentry)
189,560	Lead as Partner M+J unspent
1,050,489	

d. The total Yr 2 budget, therefore, is comprised of:

1,050,489	(As broken out above)
160,973	(Unspent sub funds reflected in YR 1 spent)
1,211,462	