



**ADDENDUM #3: Additional DHHS Responses to Vendor Questions**

No.	Question (Section Ref.)	Answer
1	(Appendix E) Please confirm that the reference to Q3-Q4 2016 is referencing calendar years vs. state fiscal year. If true, Q3-Q4 2016 refers to July-December 2016.	Yes. 2016 refers to calendar year 2016.
2	(Appendix E) Regarding allowable and non-allowable expenditures for Project Design and Capacity Building Funds, can funds pay for establishment of an Integrated Delivery Network's administrative infrastructure if costs were incurred prior to approval of application? Is there a possibility of Governor and Executive Council retroactive approval of contracts so these costs can be absorbed by the contract?	No. Capacity Building Funds are awarded to approved IDNs for development of the IDN and the work they plan to do under the Demonstration – not for work they have already done.