California Code Of Regulations
|->
Title 22@ Social Security
|->
Division 2@ Department of Social Services-Department of Health Services
|->
Part 2@ Health and Welfare Agency-Department of Health Services Regulations
|->
Subdivision 6@ Preventive Medical Services
|->
Chapter 6@ California Special Supplemental Food Program for Women, Infants and Children
|->
Article 1@ Definitions

## 40603 Adverse Action Affecting Vendor or Local Agency Section 40603@ Adverse Action Affecting Vendor or Local Agency Participation

## **Participation**

(a)

Adverse action affecting vendor participation means a civil money penalty, denial of authorization, disqualification from the Program, or Departmental termination of the vendor agreement. The following shall not constitute an adverse action: (1) Expiration of an agreement with a vendor. (2) Departmental termination from the Program of a vendor that has received a final determination by the USDA of termination from the Food Stamp Program. (3) A claim for reimbursement from a vendor.

**(1)** 

Expiration of an agreement with a vendor.

(2)

Departmental termination from the Program of a vendor that has received a final determination by the USDA of termination from the Food Stamp Program.

(3)

A claim for reimbursement from a vendor.

(b)

Adverse action affecting local agency participation means denial of an agency's application to participate, disqualification of an agency during the course of a contract agreement, or issuance of a written demand for repayment of costs

determined to be unallowable pursuant to a fiscal audit. Expiration of a contract with a local agency shall not constitute an adverse action.