

Exhibit F - Key Performance Requirements
HHS0016733 Nutritional Incentive Program (NIP) Project

Nutrition Incentive Program Project KPR 1	
Reporting Period	Annual and Quarterly
Service/Component	Measuring Client Impact
Performance Standard	<p>Grantees must demonstrate consistent quarterly growth in household participation compared to the previous quarter's performance, beginning in Quarter 2, based on program type:</p> <p><u>Existing/Expansion Programs</u>: Minimum 8% quarterly increase in the number of SNAP households receiving incentives.</p> <p><u>New Programs</u>: Minimum 15% quarterly increase in the number of SNAP households receiving incentives.</p> <p>Annual performance will be evaluated based on sustained quarterly improvement.</p> <p><u>Baseline Establishment</u>: Grantees must establish baseline metrics using a minimum 90-calendar days operational period in Quarter 1. Quarter 1 reports must include market analysis and capacity assessments to support realistic target projections.</p>
Measurement of Noncompliance	Failure to achieve the minimum quarterly increase requirement (8% for existing/expansion programs or 15% for new programs) in any reporting quarter.
Non-compliance Remedies	<p>To ensure compliance of the Grantee and compliance with the Contract, HHSC may take the following actions in the event of non-compliance or a missed KPR:</p> <ol style="list-style-type: none"> A. Suspending all or part of the Contract. B. Requiring the Grantee to take specific corrective actions in order to remain in compliance with term of the Contract. C. Suspending, limiting, or placing conditions on the continued performance of the Contract. D. Imposing any other remedies authorized under this Contract. E. Imposing any other remedies, sanctions or penalties permitted by federal or state statute, law, regulation, or rule.

Exhibit F - Key Performance Requirements
HHS0016733 Nutritional Incentive Program (NIP) Project

Calculation/ Reporting Process	<p>HHSC will review the following to determine compliance with KPR 1:</p> <p><u>Existing/Expansion Programs:</u> HHSC will verify that each quarter demonstrates a minimum 8% increase in household participation compared to the previous quarter's performance, beginning in Quarter 2.</p> <p><u>New Programs:</u> HHSC will verify each quarter demonstrates a minimum 15% increase in household participation compared to the previous quarter's performance, beginning in Quarter 2. Annual performance will be assessed based on the cumulative results of quarterly growth achievements.</p>
---	--

Nutrition Incentive Program Project KPR 2	
Reporting Period	Annual and Quarterly
Service/Component	Measuring Client Impact
Performance Standard	<p>Grantees must demonstrate consistent quarterly growth in transaction volume compared to the previous quarter's performance, beginning in Quarter 2, based on program type:</p> <p><u>Existing/Expansion Programs:</u> Minimum 8% quarterly increase in the number of transactions using incentives</p> <p><u>New Programs:</u> Minimum 15% quarterly increase in the number of transactions using incentives Annual performance will be evaluated based on sustained quarterly improvement.</p> <p><u>Baseline Establishment:</u> Grantees must establish baseline metrics using a minimum 90-calendar days operational period in Quarter 1. Quarter 1 reports must include market analysis and capacity assessments to support realistic target projections.</p>

Exhibit F - Key Performance Requirements
HHS0016733 Nutritional Incentive Program (NIP) Project

Measurement of Noncompliance	Failure to achieve the minimum quarterly increase requirement (8% for existing/expansion programs or 15% for new programs) in any reporting quarter.
Non-compliance Remedies	<p>To ensure compliance of the Grantee and compliance with the Contract, HHSC may take the following actions in the event of non-compliance or a missed KPR:</p> <ul style="list-style-type: none"> A. Suspending all or part of the Contract. B. Requiring the Grantee to take specific corrective actions in order to remain in compliance with the terms of the Contract. C. Suspending, limiting, or placing conditions on the continued performance of the Contract. D. Imposing any other remedies authorized under this Contract. E. Imposing any other remedies, sanctions or penalties permitted by federal or state statute, law, regulation, or rule.
Calculation/Reporting Process	<p>Calculation/Reporting Process HHSC will review quarterly reports to determine compliance with KPR 2:</p> <p><u>For Existing/Expansion Programs:</u> HHSC will verify each quarter demonstrates a minimum 8% increase in transaction volume compared to the previous quarter's performance, beginning in Quarter 2.</p> <p><u>For New Programs:</u> HHSC will verify each quarter demonstrates a minimum 15% increase in transaction volume compared to the previous quarter's performance, beginning in Quarter 2. Annual performance will be assessed based on the cumulative result of quarterly growth achievements.</p>