



**STATE OF TENNESSEE
DEPARTMENT OF HUMAN SERVICES**

CITIZENS PLAZA BUILDING
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BILL HASLAM
GOVERNOR

RAQUEL HATTER, MSW, Ed.D.
COMMISSIONER

Certified Mail - Return Receipt Requested # 70121640000223734457

March 20, 2015

Nikki Hatcher, Owner
The Imagination Station
2525-B Lebanon Pike
Nashville, Tennessee 37214

RE: Notice of Termination and Disqualification of Child and Adult Care Food Program Agreement Number 03-47-70629-00-8

Dear Ms. Hatcher:

This letter serves as notice that the Tennessee Department of Human Services ("Department") is terminating the Child and Adult Care Food Program ("CACFP") agreement with The Imagination Station and Nikki Hatcher, Owner (collectively, "Institution"). The grounds for this action are the Institution's failure to correct the serious deficiencies with the Institution's CACFP. The authorization for this action is found in Paragraph 1.e. of your FY 2013 CACFP Provider Agreement and in the United States Department of Agriculture ("USDA") Food and Nutrition Service ("FNS") regulations at 7 C.F.R. § 226.6(c)(3)(iii)(E).

The action in this letter is based on the Institution's failure to provide a Corrective Action Plan that meets the requirements contained on Page 4 of Memo Code CACFP 14-2012 dated May 1, 2012. On November 25, 2014, the Department of Human Services ("Department") sent you a Notice of Serious Deficiency based on your failure to make your CACFP records available to the Department for review. This failure resulted in the Department determining that the Institution and the Owner are seriously deficient in their operation of the CACFP and owes an overpayment to the Department in the amount of \$27,437.71, as set forth in the monitoring report dated October 1, 2014. This failure resulted in the Department determining that the Institution and the Owner are seriously deficient in their operation of the CACFP. **The Institution has not submitted the overpayment of \$27,437.71 which has accrued interest for November 2014 through February 2015. The total payment due is \$28,535.23.**

Nikki Hatcher, Owner
The Imagination Station
March 20, 2015

The Institution has not paid the overpayment identified in the monitoring report issued October 1, 2014. In addition, the responsible individuals were asked to complete corrective action. However, the Institution and responsible individuals failed to complete an adequate Corrective Action Plan (CAP). Accordingly, the Department determined that the Institution and the Owner have failed to fully and permanently correct the serious deficiency cited in the Serious Deficiency Notice.

As a result of the Institution's failure to submit an adequate corrective action plan, a Notice of Proposed Termination and Disqualification was issued February 2, 2015. The Institution did not appeal the Notice of Proposed Termination. As a result, the Institution's CACFP Provider Agreement is formally terminated as of February 26, 2015 and The Imagination Station and the Owner are disqualified from future CACFP participation as required by the CACFP regulations at 7 C.F.R. § 226.6 (c)(3)(iii)(E).

Institutions and individuals remain on the NDL until USDA's Food and Nutrition Service, in consultation with the Department, determines that the serious deficiencies have been corrected, or until seven years after their disqualification. However, if any debt relating to the serious deficiencies has not been repaid, they will remain on the NDL until the debt and any accrued interest is repaid. In accordance with 7 C.F.R. § 226.14(a), in part, the State agency must assess interest beginning with the date of the deadline for the first billing notice issued for the institution. For information about applied interest rates please visit the following website:

http://www.fiscal.treasury.gov/fsreports/rpt/cvfr/historical_rates.htm

The authorization for this action is found in Paragraph 1.e. of your FY 2014 CACFP Provider Agreement and in the CACFP regulations at 7 C.F.R. § 226.6(c)(3)(iii)(C).

If you have any questions, please feel free to contact Leslie Schenk at (615) 253-3957.

Sincerely,



Raquel Hatter, MSW, Ed.D.
Commissioner

LS/ba