

4th Allocation Supply Chain Assistance Funds

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Correspondence Date: 10/4/2023

Regulatory Authority: 15 U.S.C. 714c(c)

Response Required: No

Attention: Superintendents, Child Nutrition Directors

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The 4th Allocation of Supply Chain Assistance funds have been issued to districts via direct deposit. Districts may notice a slightly different deposit amount than originally projected. This is due to some districts not opting into the funding.

Examples of Allowable Costs:

Minimally processed domestic foods such as fluid milk, cheese, yogurt, fruits and vegetables (including 100% juice), grain products such as pasta and rice, meals (whole, pieces or food items such as ground meals); meat alternatives such as beans or legumes. Foods in a wide variety of minimal processing states (e.g, whole, cut pureed, etc.) and/or forms (e.g., fresh, frozen, canned, dried, etc.) are allowable.

CODING/TRACKING/REPORTING OF FUNDS:

The Code of Federal Domestic Assistance (CFDA) for the SCA funds is 10.555. SCA funds should be receipted into eFinance using **fund 8061 using revenue code 45554**. Expenditure should be recorded directly to this account. No transfers out of this fund are allowed. Also, districts should not use itself as a vendor to pay out of this fund to any of it's other accounts (i.e. regular food service, general operating, etc.)

SCA funds may NOT be used to cover the cost of past expenditure and may only be used for current/future expenses. This may include new obligation, or bills on prior unpaid obligations that come due following the SFA's receipt of the SCA Funds.

An example would be an SFA that signed a purchasing contract for fresh produce before the start of the school year that is paid for on a monthly basis. If SCA funds are received by the SFA on September 20, 2023, the SFA could pay invoice for produce that are due on or after that date.

CNU recommends that SFAs purchase the following on separate invoices in order to make coding allowable expenditures less cumbersome for the district's finance staff:

- Milk
- Fresh Produce
- Minimally Processed Meats

Please contact your area specialist if you have questions about allowable expenses for these funds.