

**State of Alaska
FY2007 Governor's Operating Budget**

**Department of Education and Early Development
Child Nutrition
Component Budget Summary**

Component: Child Nutrition

Contribution to Department's Mission

To make benefits of the School Lunch, School Breakfast, Special Milk, Summer Food Service, and Child and Adult Care Food Programs available to eligible sponsors in Alaska. To provide resources to support federal child nutrition program sponsors in Alaska.

To provide USDA commodities to school districts, residential child care institutions, childcare centers, The Emergency Food Assistance Program (TEFAP), summer food service programs and charitable and correctional institutions.

Core Services

Child Nutrition Services (CNS)

- CNS administers the National School Lunch, School Breakfast, Special Milk, Summer Food, and the Child and Adult Care Food Programs in Alaska for USDA;
- Eligible sponsors include schools, child care centers, licensed family day care homes, residential child care institutions, summer camps, homeless shelters, adult day care centers, and national youth sports programs;
- Federal funds earned by sponsors for reimbursable meals served to eligible children and adults in approved agencies in Alaska in accordance with AS 14.50.010;
- Federal reimbursement subsidizes the meal costs incurred by the sponsor; and
- CNS conducts on-site reviews to ensure program integrity and compliance with federal regulations.

USDA Commodity Program

The USDA Commodity Program in Alaska distributes USDA food products to school districts, summer food service programs and childcare centers based on the number of reimbursable meals served annually. Commodities are provided to the Emergency Food Assistance Program (TEFAP) based on Alaska's population of low income and unemployed persons, as compared to national statistics. Each states share of commodities and funds shall be based 60 percent on the number of persons in households within the State having incomes below the poverty level and 40 percent on the number of unemployed person within the State. Bonus commodities (those in surplus) are made available to charitable and correctional institutions only in those instances when other eligible programs cannot use the commodities.

FY2007 Resources Allocated to Achieve Results

FY2007 Component Budget: \$35,515,900	Personnel:	
	Full time	9
	Part time	0
	Total	9

Key Component Challenges

Child Nutrition Services

- Continue efforts to encourage participation in nutrition programs in Alaska for eligible children and adults;
- Continue efforts to encourage participation in snacks for in-school/after-school youth programs;
- Continue efforts to encourage participation in nutrition program for homeless children;

- Continue efforts to ensure sponsors comply with federal regulations under the 2004 reauthorization of the Child Nutrition legislation; and
- Continue outreach and training efforts to for-profit child care centers under Title XX.

USDA Commodity Program

- Provide USDA commodities to schools and other agencies in an efficient, cost-effective manner, while continuing to improve the quality of service to recipient agencies; and
- Provide USDA commodities to areas of the State negatively impacted as a result of inadequate fisheries

Significant Changes in Results to be Delivered in FY2007

Improve student achievement through increased participation in child nutrition programs.

Major Component Accomplishments in 2005

Child Nutrition Services

- 48 school districts and 23 Residential Child Care Institutions participating in the school lunch program serving 49,869 students on an average daily basis;
- 34 school districts and 23 Residential Child Care Institutions participating in the school breakfast program serving 11,847 students on an average daily basis;
- 94 Child Care Food Program sponsors serving 7,577 children and adult day care recipients on an average daily basis;
- 11 Family Day Care sponsors serving 2,521 children on an average daily basis;
- 18 Summer Food Service Program sponsors serving approximately 1,740 children on an average daily basis during summer FY2004; and
- Distributed over \$30 million in sponsor reimbursement in FY2005.

USDA Commodity Program

- Distributed a total value of \$2,443,330 in USDA commodities to eligible recipient agencies statewide during FY2005;
- Approximately 90% of Alaska School Districts took advantage of Commodity Processing during FY2005. Processing raw USDA Commodities into more usable forms enables school districts to obtain products they would typically pay more for through commercial channels;
- Received \$137,413 (63% of total state transportation costs) in processed commodity transportation reimbursement from USDA; and
- Received \$95,000 from USDA in State Administration reallocation funding to create a new USDA Commodity Database.

Statutory and Regulatory Authority

AS 14.50.010

AS 44.31.030

42 USC 1751 - 1769

7CFR 210, 220, 225, 226, 245, 250

Contact Information

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**Child Nutrition
Component Financial Summary**

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	509.7	610.1	645.1
72000 Travel	31.9	44.7	44.7
73000 Services	526.2	480.2	480.2
74000 Commodities	11.7	15.0	15.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	33,491.8	34,330.9	34,330.9
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	34,571.3	35,480.9	35,515.9
Funding Sources:			
1002 Federal Receipts	34,281.6	35,097.3	35,120.4
1003 General Fund Match	47.9	50.8	53.7
1014 Donated Commodity/Handling Fee Account	241.8	332.8	341.8
Funding Totals	34,571.3	35,480.9	35,515.9

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	34,281.6	35,097.3	35,120.4
Donated Comm./Handl. Fee Acct	51120	241.8	332.8	341.8
Restricted Total		34,523.4	35,430.1	35,462.2
Total Estimated Revenues		34,523.4	35,430.1	35,462.2

**Summary of Component Budget Changes
From FY2006 Management Plan to FY2007 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2006 Management Plan	50.8	35,430.1	0.0	35,480.9
Adjustments which will continue current level of service:				
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	0.9	10.0	0.0	10.9
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	0.1	1.6	0.0	1.7
-FY 07 Retirement Systems Cost Increase	1.7	18.8	0.0	20.5
Proposed budget increases:				
-Risk Management Self-Insurance Funding Increase	0.2	1.7	0.0	1.9
FY2007 Governor	53.7	35,462.2	0.0	35,515.9

**Child Nutrition
Personal Services Information**

Authorized Positions		Personal Services Costs		
<u>FY2006</u>				
<u>Management</u>		<u>FY2007</u>		
<u>Plan</u>		<u>Governor</u>		
		Annual Salaries		398,893
Full-time	9	COLA		10,825
Part-time	0	Premium Pay		0
Nonpermanent	0	Annual Benefits		235,404
		<i>Less 0.00% Vacancy Factor</i>		(16)
		Lump Sum Premium Pay		0
Totals	9	Total Personal Services		645,106

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Clerk II	0	0	1	0	1
Administrative Clerk II	0	0	1	0	1
Education Prog Assistant	0	0	2	0	2
Project Asst	0	0	3	0	3
Project Coord	0	0	1	0	1
School Food Coordinator	0	0	1	0	1
Totals	0	0	9	0	9