USDA

United States
Department of
Agriculture

Food and
Consumer
Service

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Alexandria, VA
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SUBJECT: FMNP Policy Memorandum: **#98-2**
Revised Grant Amounts, New State Agency Amounts and Market Development Funds for Fiscal Year 1998

TO: Regional Directors
Supplemental Food Programs
All Regions

This is to provide you with information concerning the FMNP fiscal year (FY) 1998 revised grant amounts, new State agency amounts and market development funds. At the beginning of December we allocated base grant amounts totaling $7,494,721 of the $12 million appropriated for the FMNP. Because most State agencies received a reduction in their grant amounts due to insufficient funds in FY 1997, the FY 1998 base grant levels were determined using FY 1996 levels. This allocation transmits the remainder of those funds or $4,505,279.

Expansion Funding

By law, 75 percent of the funds remaining after providing base grant amounts to existing State agencies must be reserved for expansion to existing State agencies. Because new State agencies asked only for $497,434 of the $1,126,320 available to them, the remaining $628,886 transferred over to funds available to current State agencies for expansion. This brought the total available for expansion in current State agencies to $4,007,845. This amount was below current expansion requests, which totaled $4,189,950.

Because total expansion requests exceeded available expansion funds, as in past years we consulted with the National Association of Farmers' Market Nutrition Programs on an allocation methodology. With the Association's agreement, it was determined that all current State agencies will receive their full expansion requests for FY 1998, except New York, which requested almost $1 million, a substantially larger amount than requests of other State agencies. New York will receive $748,563 now and unspent funds from FY 1997 up to their requested amount once those funds become available. With the additional unspent funds, it is likely that New York's full funding request can be honored.

Attachment A reflects expansion requests and the ranking order of States based on their FMNP grant per average WIC participation level. Although we did not use a formula for this allocation, we have included attachment A to show the expansion requests and ranking.

New State Agency Funding

With the increase in appropriated funds, we are able to fund five new State agencies at their full requests: Alaska, Arkansas, Florida, Georgia, and Mississippi. The requested amount for these new States totaled $497,434.

Market Development Funds

Attachment B of the attached spreadsheets reflects revised administrative rates (19 percent) for those State agencies approved for market development/technical assistance funds.

If you have any questions regarding this information, please contact Debra Utting or Debbie Whitford at (703) 305-2730.

Barbara Hallman
RONALD J. VOGEL
Acting Director
Supplemental Food Programs Division

Attachments

2/9/98
98FMEXP16.XLS

FY 1998 EXPANSION FUNDS

Attachment A

EXPANSION STATES	(A) FY 1997 TOTAL AVG. W, I, C	(B) EXPANSION REQUEST	(C) FY 1998 FMNP BASE GRANT	(D) FMNP GRANT PER WIC WOMEN, INFANT & CHILDREN (C/A)	(E) EXPANSION AMOUNT	(F) FY 1998 BASE & EXPANSION FUNDS (C+E)	(G) NEW FMNP GRANT PER/WIC (F/A)	(H) STATE MATCH
CALIFORNIA	1,224,224	$254,202	$168,131	0.14	$254,202	$422,333	$0.34	$181,000
MISSOURI	131,638	129,568	31,173	0.24	129,568	160,741	1.22	68,889
INDIANA	132,700	107,968	32,897	0.25	107,968	140,865	1.06	60,371
OHIO	254,498	92,565	107,062	0.42	92,565	199,627	0.78	85,554
ILLINOIS	236,068	70,066	116,600	0.49	70,066	186,666	0.79	80,000
OREGON	89,299	84,886	55,114	0.62	84,886	140,000	1.57	60,000
N CAROLINA	193,883	295,244	124,756	0.64	295,244	420,000	2.17	180,000
KENTUCKY	122,948	21,618	86,382	0.70	21,618	108,000	0.88	46,286
NEW JERSEY	141,514	63,940	153,149	1.08	63,940	217,089	1.53	93,038
WEST VIRGINIA	54,976	1,985	68,015	1.24	1,985	70,000	1.27	30,000
MICHIGAN	218,371	188,407	303,783	1.39	188,407	492,190	2.25	210,939
TEXAS	683,604	600,611	1,049,389	1.54	600,611	1,650,000	2.41	707,143
NEW MEXICO	50,430	67,985	83,462	1.66	67,985	151,447	3.00	64,906
MARYLAND	91,412	106,836	196,497	2.15	106,836	303,333	3.32	130,000
MINNESOTA	94,807	244,631	205,367	2.17	244,631	449,998	4.75	192,856
WISCONSIN	108,886	87,087	261,046	2.40	87,087	348,133	3.20	149,200
PENNSYLVANIA	257,272	357,194	758,192	2.95	357,194	1,115,386	4.34	478,023
NEW YORK	478,668	930,668	1,617,332	3.38	748,563	2,365,895	4.94	1,013,955
RHODE ISLAND	22,596	42,228	90,900	4.02	42,228	133,128	5.89	57,055
MASSACHUSETTS	118,816	141,198	529,040	4.45	141,198	670,238	5.64	287,245
CONNECTICUT	59,368	116,623	293,256	4.94	116,623	409,879	6.90	175,662
IOWA	66,293	130,125	412,981	6.23	130,125	543,106	8.19	232,760
D. C.	16,747	53,600	163,267	9.75	53,600	216,867	12.95	92,943
MS. CHOCTAW	668	715	10,121	15.15	715	$10,836	$16.22	4,644
TOTAL	4,849,686	$4,189,950	$6,917,912		$4,007,845	$10,925,757		$4,682,467

FY 1998 APPROPRIATION	$12,000,000
FY 1998 BASE GRANTS	7,494,721
AVAILABLE EXP. & NEW	4,505,279
AVAILABLE FOR NEW STATES @ 25%	1,126,320
NEW STATE REQUESTS	497,434
UNSPENT NEW STATE AMOUNT	628,886
AVAILABLE FOR EXPANSION @75%	3,378,959
TOTAL AVAILABLE FOR EXPANSION	$4,007,845

NEW STATE AMOUNTS

New State Agencies:

ALASKA	106,050
ARKANSAS	140,000
FLORIDA	129,759
GEORGIA	65,858
MISSISSSIPPI	55,767
Sub-Total	$497,434

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FMNP FY 1998 REVISED GRANT AMOUNTS
AND NEW STATE AMOUNTS

Attachment B

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	TOTAL FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT 19%	FEDERAL FOOD AMOUNT 81%	FEDERAL ADMIN AMOUNT 17%	FEDERAL FOOD AMOUNT 83%	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
NERO										
CONNECTICUT	$293,256	$116,623	$0	$409,879	$0	$0	$69,679	$340,200	$175,662	$585,541
MASSACHUSETTS	529,040	141,198	0	670,238	0	0	113,940	556,298	287,245	957,483
MAINE	103,686	0	0	103,686	0	0	17,627	86,059	44,437	148,123
NEW HAMPSHIRE	95,213	0	0	95,213	18,090	77,123	0	0	40,806	136,019
NEW YORK	1,617,332	748,563	0	2,365,895	0	0	402,202	1,963,693	1,013,955	3,379,850
RHODE ISLAND	90,900	42,228	0	133,128	25,294	107,834	0	0	57,055	190,183
VERMONT	74,676	0	0	74,676	14,188	60,488	0	0	32,004	106,680
SUBTOTAL	2,804,103	1,048,612	0	3,852,715	57,573	245,444	603,449	2,946,249	1,651,164	5,503,878
MARO										
D.C.	163,267	53,600	0	216,867	0	0	36,867	180,000	92,943	309,810
MARYLAND	196,497	106,836	0	303,333	0	0	51,567	251,766	130,000	433,333
NEW JERSEY	153,149	63,940	0	217,089	41,247	175,842	0	0	93,038	310,127
PENNSYLVANIA	758,192	357,194	0	1,115,386	211,923	903,463	0	0	478,023	1,593,409
WEST VIRGINIA	68,015	1,985	0	70,000	0	0	11,900	58,100	30,000	100,000
SUBTOTAL	1,339,120	583,555	0	1,922,675	253,170	1,079,305	100,334	489,866	824,004	2,746,679
SERO										
FLORIDA	0	0	129,759	129,759	24,654	105,105	0	0	55,611	185,370
GEORGIA	0	0	65,858	65,858	0	0	11,196	54,662	28,225	94,083
MISSISSIPPI	0	0	55,767	55,767	10,596	45,171	0	0	23,900	79,667
MS. CHOCTAWS	10,121	715	0	10,836	0	0	1,842	8,994	4,644	15,480
KENTUCKY	86,382	21,618	0	108,000	20,520	87,480	0	0	46,286	154,286
N. CAROLINA	124,756	295,244	0	420,000	0	0	71,400	348,600	180,000	600,000
S. CAROLINA	111,762	0	0	111,762	0	0	19,000	92,762	47,898	159,660
SUBTOTAL	333,021	317,577	251,384	901,982	55,770	237,756	103,438	505,018	386,564	1,288,546

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	TOTAL FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT 19%	FEDERAL FOOD AMOUNT 81%	FEDERAL ADMIN AMOUNT 17%	FEDERAL FOOD AMOUNT 83%	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
MWRO										
ILLINOIS	116,600	70,066	0	186,666	0	0	31,733	154,933	80,000	266,666
INDIANA	32,897	107,968	0	140,865	0	0	23,947	116,918	60,371	201,236
MICHIGAN	303,783	188,407	0	492,190	93,516	398,674	0	0	210,939	703,129
MINNESOTA	205,367	244,631	0	449,998	0	0	76,500	373,498	192,856	642,854
OHIO	107,062	92,565	0	199,627	0	0	33,937	165,690	85,554	285,181
WISCONSIN	261,046	87,087	0	348,133	0	0	59,183	288,950	149,200	497,333
SUBTOTAL	1,026,755	790,724	0	1,817,479	93,516	398,674	225,299	1,099,990	778,920	2,596,399
MPRO										
IOWA	412,981	130,125	0	543,106	0	0	92,328	450,778	232,760	775,866
MISSOURI	31,173	129,568	0	160,741	0	0	27,326	133,415	68,889	229,630
SUBTOTAL	444,154	259,693	0	703,847	0	0	119,654	584,193	301,649	1,005,496
SWRO										
ARKANSAS	0	0	140,000	140,000	26,600	113,400	0	0	60,000	200,000
CHICKASAW, OK	40,000	0	0	40,000	7,600	32,400	0	0	17,143	57,143
NEW MEXICO	83,462	67,985	0	151,447	28,775	122,672	0	0	64,906	216,353
TEXAS	1,049,389	600,611	0	1,650,000	0	0	280,500	1,369,500	707,143	2,357,143
SUBTOTAL	1,172,851	668,596	140,000	1,981,447	62,975	268,472	280,500	1,369,500	849,192	2,830,639
WRO										
ALASKA	0	0	106,050	106,050	0	0	18,029	88,022	45,450	151,500
CALIFORNIA	168,131	254,202	0	422,333	0	0	71,797	350,536	181,000	603,333
OREGON	55,114	84,886	0	140,000	0	0	23,800	116,200	60,000	200,000
WASHINGTON	151,472	0	0	151,472	0	0	25,750	125,722	64,917	216,389
SUBTOTAL	374,717	339,088	106,050	819,855	0	0	139,375	680,480	351,367	1,171,221
TOTAL	7,494,721	4,007,845	497,434	12,000,000	523,004	2,229,651	1,572,049	7,675,296	5,142,860	17,142,857

FY 1998 Appropriation	12,000,000
FY 1998 Base Grants	7,494,721
Available Expansion & New	4,505,279
Available New States @ 25%	1,126,320
New State Requests	497,434
Unspent New State Amount	628,886
Available for Expansion	3,378,959
Total Available for Expansion	4,007,845