

TO: Family Day Care Sponsoring Organizations

FROM: Tanya DW Johnson, Coordinator  
Child and Adult Care Food Programs  
Division of Food and Nutrition

DATE: August 2014

SUBJECT: **MEMO #14-02 – RATES OF REIMBURSEMENT (7/1/13 to 6/30/14)**

The annual adjustments to the nation average payment rates for meals served in day care homes and the administrative reimbursement rates for sponsors of day care homes have been published by the United States Department of Agriculture (USDA).

These rates of reimbursement are effective July 1, 2013 through June 30, 2014 for the Family Day Care Food Program. Rates are adjusted for inflation and rounded down to the lower whole cent for all meals served in both Tier I and Tier II day care homes.

**Provider Payments for Meals Served in Day Care Homes**

|                            | <b><u>Tier I</u></b> | <b><u>Tier II</u></b> |
|----------------------------|----------------------|-----------------------|
| <b><u>Breakfast</u></b>    | <b>\$1.28</b>        | <b>\$0.47</b>         |
| <b><u>Lunch/Dinner</u></b> | <b>\$2.40</b>        | <b>\$1.45</b>         |
| <b><u>Supplement</u></b>   | <b>\$0.71</b>        | <b>\$0.19</b>         |

**Administrative Payments for Sponsoring Organizations of Day Care Homes**

|   |                  |
|---|------------------|
| <b><u>Initial 1 – 50 Homes</u></b>                | <b>\$ 109.00</b> |
| <b><u>Next 150 Homes (51 to 200)</u></b>          | <b>\$ 83.00</b>  |
| <b><u>Next 800 Homes (201 to 1,000)</u></b>       | <b>\$ 65.00</b>  |
| <b><u>All additional Homes 1,001 and over</u></b> | <b>\$ 57.00</b>  |

You can also view the rates notice from the United States Department of Agriculture (USDA) web site at: [http://www.fns.usda.gov/cnd/care/ProgramBasics/Payments/FR\\_Notice.pdf](http://www.fns.usda.gov/cnd/care/ProgramBasics/Payments/FR_Notice.pdf)

Should you have any questions, please contact the state agency at (609) 984-1250. Your continued cooperation and assistance is appreciated.