# CEP & Provision 2

### **Shawn Shaw**

**Director of Technical Assistance** 

June 2025





mdek12.org

# **Deadlines to Opt In for SY 2022-2023**

# CEP

June 30, 2022

Send to Shonula Wright <a href="mailto:sdwright@mdek12.org">sdwright@mdek12.org</a>



See SA email from 5/8/23

# **Provision 2**

June 16, 2023

Send to Shonula Wright <a href="mailto:sdwright@mdek12.org">sdwright@mdek12.org</a>

See SA email from 3/28/23



# **Length of Program**

# CEP

4 Years ("data" year is prior to 4 year cycle)

# **Provision 2**

4 Years (base year included)





### **Student Access to Meals**

# CEP

All students receive meals at no charge

# **Provision 2**

All students receive meals at no charge, even during the base year!





# **Application Process**

# CEP

- 1. SFA submits CEP participation form and CEP Eligibility Worksheet *or* letter of intent *(if utilizing SA data)*
- 2. SA conducts site visit to validate data before August claim is filed (*site visit is not necessary if utilizing SA data*)

# **Provision 2**

- SFA submits Signed Amendment to Free/Red Price Policy Statement
- SA conducts site visit in Fall
  2022 to verify meal application
  process
- SA conducts site visit in Spring 2023 to verify meal claiming





# **CEP Letter of Intent to Use SA Data**

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School District Name:		
The aforementioned School District Student Percentage (ISP) for use in	is requesting to utilize the SA data to calcul the CEP.	ate the Identified
Department of Education, Office of	gency (LEA) level ISP data is published annua Child Nutrition Website at community-eligibility-provision-(cep).	Illy on the Mississippi
The District has reviewed the SA da published.	ta and is choosing to implement the CEP usi	ing the SA data as
SIGNATURES:		
	Superintendent Name:	
	Signature: Date:	
Child	d Nutrition Director Name:	
	Date:	
STATE AGENCY USE ONLY		
Signature of Approving Official:	Date Approved:	_
CEP Data Year:		
CEP Cycle Year: CEP Cycle Remains In Effect Until:		
	%) Multiple Site Groups (atta	ch list/ISPs)
This Ins	titution is an equal opportunity provider.	



# How do I qualify?

# CEP

Minimum of 40% Identified Student Percentage (ISP)

ISP includes DC list and categorically eligible students ONLY!

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Even though sites/districts with 40% ISP are eligible for CEP, many districts do not find the program financially viable until the ISP is closer to 62.5%

# **Provision 2**

Any district may qualify for Prov 2

Many sites/districts do not find the program financially viable unless they have high percentage of free/red meal applications and participation.



# **Data Sources**

# CEP

DC List (SNAP)

Categorically Eligible (Migrant, Homeless, Foster\*)



\*determined through means other than household app

Note: SNAP numbers from apps cannot be used unless verified by SNAP agency

# **Provision 2**

Meal Applications

DC List (SNAP)

Categorically Eligible (Migrant, Homeless, Foster)



# **Data Collection Period**

# CEP

Use ISP data from anytime between July 1, 2022 through April 1, 2023

Your "Data Year" will be the year prior to the first year of your 4 Year CEP cycle

# **Provision 2**

Collected during Base Year (SY 2023-2024)

Your "Base Year" is the first year of the 4 Year Prov 2 Cycle





# **Payment Categories**

CEP

Free

Paid



# **Provision 2**





# **What Determines Monthly Claims?**

# CEP

ISP x 1.6 = meals reimbursed at free rate

All other meals reimbursed at paid rate



Consistent for duration of cycle

# **Provision 2**

Claiming percentages established during each month of base year

### Changes month over month



### **Example of CEP Claiming**

Identified Student Percentage (ISP)	56.95%
Eligible for CEP?	YES!
Free Reimbursement %	91.12%
Paid Reimbursement %	8.88%



### **Example of CEP Claiming**

L1. Authorized Sites Participating:	1		
L2. Total Monthly Attendance:	9,136		
L3. Number Operating Days:	20		
L4. Reimbursable Lunches Served		CEP	%
a. Free Lunches Served:	7,697	91.120000	%
b. Reduced Price Lunches Served:	0	0.000000	%
c. Paid Lunches Served:	750	8.880000	%
d. Total Lunches Served (a + b + c):	8,447	100.000000	%



### **Example of Provision 2 Claiming**

		CLAIMING P	ERCENTAGES	
	BASE YEAR - 2023/24	2024/25	2025/26	2026/27
	48.5% F / 9.4% R / 42.1% P			48.5% F / 9.4% R / 42.1% P
Aug		(same as Aug 2023)	(same as Aug 2023)	(same as Aug 2023)
	51% F / 24% R / 25% P	51% F / 24% R / 25% P	51% F / 24% R / 25% P	51% F / 24% R / 25% P
Sept		(same as Sept 2023)	(same as Sept 2023)	(same as Sept 2023)
Oct	53% F / 25% R / 22% P	53% F / 25% R / 22% P	53% F / 25% R / 22% P	53% F / 25% R / 22% P
Nov	49% F / 26% R / 25% P	49% F / 26% R / 25% P	49% F / 26% R / 25% P	49% F / 26% R / 25% P
Dec	30% F / 25% R / 45% P	30% F / 25% R / 45% P	30% F / 25% R / 45% P	30% F / 25% R / 45% P
Jan	50% F / 25% R / 25% P	50% F / 25% R / 25% P	50% F / 25% R / 25% P	50% F / 25% R / 25% P
Feb	51% F / 24% R / 25% P	51% F / 24% R / 25% P	51% F / 24% R / 25% P	51% F / 24% R / 25% P
Mar	53% F / 26% R / 21% P	53% F / 26% R / 21% P	53% F / 26% R / 21% P	53% F / 26% R / 21% P
Apr	50% F / 25% R / 25% P	50% F / 25% R / 25% P	50% F / 25% R / 25% P	50% F / 25% R / 25% P
May	48% F / 24% R / 28% P	48% F / 24% R / 28% P	48% F / 24% R / 28% P	48% F / 24% R / 28% P
	Essentia	lly, the only real work you h	ave to do is in the base year	!



### **Example of Provision 2 Claiming**

Na	tional School Lunch Program			
L1.	Authorized Sites Participating:	1		
L2.	Total Monthly Attendance:	11,231		
L3.	Number Operating Days:	20		
L4.	Reimbursable Lunches Served		Provision 2	%
	a. Free Lunches Served:	4,737	48.500000	%
	b. Reduced Price Lunches Served:	918	9.400000	%
	c. Paid Lunches Served:	4,111	42.100000	%
	d. Total Lunches Served (a + b + c):	9,766	100.000000	%



# Non Profit School Food Service Account Budgeting

# CEP

SFAs must pay (from non federal sources) the difference between Federal reimbursement and the cost of providing all meals at no charge

# **Provision 2**

SFAs must pay (from non federal sources) the difference between Federal reimbursement and the cost of providing all meals at no charge





# **Do I have to do this district wide?**

# CEP

District Wide or Partial Implementation Available

Must provide breakfast and lunch at no cost

# **Provision 2**

District Wide or Partial Implementation Available

Can elect Prov 2 for Lunch Only\*, Breakfast only\*, or both

\*meal applications would be required during every year of the cycle if only implementing Prov 2 during one meal service.





# Can I extend beyond my 4 Year Cycle?

# CEP

Grace Year – If ISP has dropped below 40 (but not 30), can extend CEP for a 5<sup>th</sup> year. But the claiming percentages for that grace year will be based on recent ISP.

Can reapply for another cycle at the

end of four years but must use

recent data to establish ISP &

claiming percentages

# **Provision 2**

Can extend for an additional four years (without taking more meal apps) if you can prove economic conditions in your community have deteriorated, stayed the same, or only marginally improved.



# CEP

- DC matching required annually\*
- Can opt out at any time, must notify SA
- Must retain base year data even if it is beyond the typical 3 + current year threshold

# **Provision 2**

- DC matching required annually\*
- Can opt out at any time, must notify SA
- Must retain base year data even if it is beyond the typical 3 + current year threshold

\*Pricing schools must conduct DC matches at least 3 times per year (7 CFR 245.6 (b))





# Can I have both CEP sites and Prov 2 sites in my district? 20 YES!

# If you have some sites that do not qualify for CEP, you can opt to make them Prov 2



# CEP

https://www.fns.usda.gov/cn/community-eligibility-provision-resourcecenter

• Recommend looking at the CEP monthly Federal Reimbursement Estimator

https://www.mdek12.org/OCN/SS/community-eligibility-provision-(cep)

• SA ISP Data

# **Provision 2**

https://www.fns.usda.gov/cn/provisions-1-2-and-3



Participation in the CEP eliminates the need for Free and Reduced Lunch forms for the purpose of the school meal program.

Meal Applications Impact:

- Title I programs
- E-rate funding

- MAEP funding
- State funding for economically disadvantaged students



# **CEP's Impact on other Programs (data collection efforts)** 23

- "Local Survey"
  - Some CEP districts decide to continue to collect and process income applications even though not required for the provision of meals in the CEP. If this is the case, the cost and labor associated with processing applications cannot be borne by the CN program and should be covered by the LEA
    - Title 1 Part A funds may be used to conduct a local survey if the individual student data is not required for state or local purposes (funds may supplement, not supplant); and use of funds is reasonable and necessary



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- <u>SP 10-2023: Updated Title 1 Guidance for Making Within</u> <u>District Allocations</u>
- CEP Data (*site level ISPs which are published annually*) may be utilized to allocate Title 1 funds to schools and school attendance areas
- Application of the 1.6 multiplier (*even though it is used to determine the USDA reimbursement amount for CEP*) is not required for Title 1 ranking and allocation purposes.



# Questions



# **Shawn Shaw**

Director of Technical Assistance sshaw@mdek12.org







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