



Frequent CACFP Costs

Costs listed in order of importance			
Cost	Is it Allowable? ¹	Support Documentation Required	What is Unallowable? ²
Food Supplies	Yes, if used in CACFP reimbursable meals (Ex. creditable foods, condiments, spices, ingredients used in recipes)	<ul style="list-style-type: none"> Dated and itemized receipt and/or invoice. Must show method of payment or account code charged Co-mingled receipts must have food purchased for CACFP highlighted or marked in some way <i>Recommend</i> 40-50% of reimbursement be used for food costs 	<ul style="list-style-type: none"> Items for staff (Ex. coffee) Food purchased for non-CACFP activities (i.e. Family Night; Holiday party; Art Projects; Cooking activities outside of CACFP meal) Personal food supplies
Kitchen Supplies (Nonfood)	Yes, if primary use is for CACFP food service (e.g. paper goods, cleaning supplies, kitchen utensils, dishes) Costs must be included in the approved CACFP budget	<ul style="list-style-type: none"> Dated and itemized receipt and/or invoice. Must show method of payment or account code charged Co-mingled receipts must have kitchen supplies purchased for CACFP highlighted or separately identified in some way 	<ul style="list-style-type: none"> Center supplies (i.e. Toilet paper; supplies for classroom activities) Personal items
Contract/Vended Meals	Yes, if CACFP vendor contract is approved by DPI. <i>If using a Food Service Management Company (FSMC) must use approved FSMC company contract including CACFP language.</i>	<ul style="list-style-type: none"> Monthly invoice from vendor showing the number of reimbursable meals ordered/delivered. Must show method of payment Delivery/Fuel charge is allowable and can be included in total cost On CACFP Financial Report: report total costs on <i>Operational Contracted Services</i> line (Sponsor) or on <i>Other Food Service Costs</i> line; specify the cost is a vendor cost (Independent) 	<ul style="list-style-type: none"> Unapproved Vendor Related party vendor if not disclosed to DPI
Wages/Salary for Food Program Operational Personnel (Kitchen Staff)	Yes, if it is an employee of the organization and is directly funded with CACFP reimbursement	<ul style="list-style-type: none"> Timesheets documenting the number of hours worked in a time period If employee works in other areas of the center, a log of number of hours worked in the kitchen for the CACFP must accompany the timesheet. Only those CACFP hours can be paid with CACFP funds. 	<ul style="list-style-type: none"> Employees not performing CACFP Operational labor Individuals not employed by the organization Volunteers Wages for time spent on non-CACFP work Employees paid in cash
Kitchen Equipment Purchase/Rental	Yes	<ul style="list-style-type: none"> Dated and itemized receipt and/or invoice Must show method of payment or account code charged Documentation that proper procurement procedures were followed per Federal Regulations 	<ul style="list-style-type: none"> Not approved in budget Unnecessary item for agency Unreasonable cost

¹ Allowable – Can be paid with CACFP Funds. All costs must have received prior approval from DPI on the CACFP Budget. Refer to Guidance Memo #11 for more information.

² Unallowable – Cannot be paid with CACFP funds.



Frequent CACFP Costs

Frequent CACFP Costs (in order of importance) - continued

Cost	Is it Allowable? ¹	Support Documentation Required	What is Unallowable? ²
Employee CACFP Travel/ Mileage	Yes, if travel is CACFP related	<ul style="list-style-type: none"> Travel log which includes (at a minimum): date(s) of travel; employee name; purpose (i.e. grocery shopping); # of miles traveled Mileage reimbursement/allocation cannot exceed the current federal rate Agency-written policy on employee reimbursement of mileage 	<ul style="list-style-type: none"> Personal travel Gas receipts Mileage reimbursement in excess of the federal rate
Wages/Salary for Food Program Admin. Personnel	Yes, if it is an employee of the organization	<ul style="list-style-type: none"> Timesheets documenting the number of hours worked in a time period If employee works in other areas of the center, a log of number of hours worked on CACFP administration must accompany the timesheet. Only those CACFP hours can be paid with CACFP funds No more than 15% of CACFP meal Reimbursement can be used for administrative costs 	<ul style="list-style-type: none"> Employees not performing CACFP administrative labor Individuals not employed by the organization Volunteers Wages for time spent on non-CACFP work Employees paid in cash
Other Food Program Costs (less frequent) Kitchen Rental Utilities Single Audit Cost	Yes	<ul style="list-style-type: none"> Kitchen Rental: Copy of rental agreement; documentation of square footage of kitchen space to entire space Utilities: Copy of bills; documentation of square footage of CACFP space to entire space Single Audit Cost: Receipt/invoice from accountant. Only the percentage of CACFP dollars to overall dollars can be charged 	<ul style="list-style-type: none"> Costs not included or specified in the approved CACFP budget Unsupported or undocumented costs Costs unnecessary or unreasonable to the CACFP

Additional Required Financial Documentation to be Maintained by Organization

- **General Ledger:** form to document monthly CACFP costs and income
 - May use DPI General Ledger or accounting software program
- **Profit and Loss statement:** accounting form that reports total expenses and revenue for the organization during a given period of time (i.e. monthly, annually)
- **CACFP Financial Report:** report submitted to DPI that demonstrates that all CACFP reimbursement was spent on approved expenses. Report must be completed and submitted by required deadlines:
 - Annually for Independent centers
 - Quarterly for Sponsoring Organizations
- **CACFP Budget:** part of the CACFP online contract to report projected food program expenses anticipated to incur throughout the program year
 - Sponsoring Organizations are required to complete and maintain the CACFP detailed budget (Attachment G)

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