Food and Nutrition Service

1320 Braddock Place Alexandria, VA 22314 March 28, 2023

SUBJECT: Pandemic Electronic Benefits Transfer Program (P-EBT)

Approval of Kentucky's State Plan for Children in Child Care,

School Year 2022-2023

TO: Willie Taylor

Regional Administrator Southeast Regional Office

The Families First Coronavirus Response Act (P.L. 116-127; the Act), as amended, authorized a temporary assistance program for households with certain SNAP-enrolled children in child care during the public health emergency declared on January 27, 2020. Pursuant to the authority granted under Section 1101 of the Act, FNS approves Kentucky's enclosed plan to operate P-EBT for children in child care.

Summary of State's Plan

The Kentucky Department for Community Based Services and the Kentucky Department of Education will issue P-EBT benefits through the state's Supplemental Nutrition Assistance Program (SNAP) EBT card system to households with eligible children. The state's plan for SNAP-enrolled children in child care covers the months of September 2022 through May 11, 2023.

Children in child care are eligible for benefits if they are enrolled in SNAP and their child care facility is closed or operating with reduced attendance or hours, or if they live in the area of a school that is closed or operating with reduced attendance or hours. The State will use the best feasibly available data and USDA-approved simplifying assumptions to issue benefits in amounts that are tied as closely as possible to the number of days that eligible children do not receive a meal service through their covered child care facility.

At a minimum, the State will identify all children under age 6 who are enrolled in SNAP in the benefit month. The state will not issue child care benefits to any child for months after their SNAP enrollment ends. Finally, the state will ensure that children who receive a benefit through P-EBT's child care component do not also receive a benefit through P-EBT's school component for the same month.

In addition, Kentucky will:

- identify SNAP-enrolled children under age 6,
- identify and issue pro-rated P-EBT benefits for children under 6 in households that applied for SNAP between May 1 and May 11, and were approved to receive SNAP benefits for that time period,
- determine if there has been a statewide reduction in access to child care by comparing Child and Adult Care Food Program lunch claims since the start of school year 2022-2023 to the same months prior to the pandemic,

- issue an average benefit to all eligible children statewide for the months Kentucky experienced a reduction in child care access:
 - use the reduction in claims for September through December 2022 compared to September through December 2019 to calculate and issue benefits for September through December 2022,
 - o use the reduction in claims for January through February or March 2023 compared to the sum of claims for January 2020 through February 2020 or March 2019 (depending on availability of data) to calculate and issue benefits for January through May 11, 2023,
 - o multiply the reduction in claims by the average monthly number of instructional days for school children in the same months (18 days per month), and by \$8.18, to determine the average monthly benefit:
 - Kentucky will calculate May's benefit by using 9 days per month instead of 18 days to account for the anticipated end of the public health emergency on May 11,
 - o provide USDA with the state's tentative average benefit for confirmation prior to issuing benefits,
 - o confirm that lunch claims, for the most current months in spring 2023 where complete data are available, have not returned to pre-pandemic levels before issuing benefits for those months or subsequent months,
 - tentatively issue benefits for the months of September through December in June 2023,
 - tentatively issue benefits for the months of January through May in July 2023.

Finally, the state will identify risks for improper payments and ensure a high level of integrity.

Estimated Caseload and Value of P-EBT Benefits

The state will calculate monthly benefits for each eligible child in the household equal to the daily reimbursement for a free breakfast, lunch, and snack multiplied by the number of benefit days calculated as described in the state's plan.

Kentucky estimates that it will issue \$49.1 million to approximately 40,000 SNAP-enrolled children in child care from September 2022 through May 11, 2023.

Release of Information

Pursuant to Section 1101(e) of the Act, the Secretary hereby authorizes the release of the information necessary to carry out P-EBT in Kentucky. Section 1101(e) of the Act states, "Notwithstanding any other provision of law, the Secretary of Agriculture may authorize State educational agencies and school food authorities administering a school lunch program under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.) to release to appropriate officials administering the supplemental nutrition assistance program such information as may be necessary to carry out this section."

Plan Timetable and Revisions

Kentucky will distribute benefits to households consistent with the timeframes identified in the state plan. Should the state encounter challenges or delays that significantly impair its ability to implement the approved P-EBT plan or require substantive changes, the state must notify the FNS Regional Office as soon as possible. The FNS Regional Office will work with the state to identify reasonable solutions and review revised plans for approval or further revision.

Civil Rights

Kentucky will continue to comply with civil rights requirements by not discriminating on the basis of race, color, national origin, sex (including gender identity and sexual orientation), disability, age, or reprisal or retaliation for prior civil rights activity. The state will also provide meaningful access to its programs and activities for individuals who are limited English proficient, and provide equal access to individuals with disabilities.

Administrative Funds

The Kentucky Department for Community Based Services will participate in a P-EBT Administrative Budget Planning process using the FNS-366(a) Program and Budget Summary. When the FNS-366(a) is finalized, that will determine the state's Administrative Grant level. However, the FNS-366(a), Program and Budget Summary, may be updated and revised as the state's operational plan evolves.

Reporting

The Kentucky Department for Community Based Services will complete the FNS-292B, the FNS-46, the FNS-388, and the FNS-778 reports in accordance with existing requirements.

FNS values Kentucky's partnership in the administration of Pandemic EBT. FNS stands ready to provide additional support as needed. If you have questions, please contact the FNS Southeast Regional Office.

Sincerely,

Cindy Long Administrator