



Food and Nutrition  
Service

1320 Braddock Place  
Alexandria, VA  
22314

March 24, 2021

**SUBJECT:** Pandemic Electronic Benefits Transfer Program (P-EBT)  
Approval of North Carolina's State Plan for Children in Child Care

**TO:** Willie Taylor  
Regional Administrator  
Southeast Regional Office

The Families First Coronavirus Response Act (P.L. 116-127; the Act) as amended by the Continuing Appropriations Act, 2021 and Other Extensions Act (P.L. 116-159) and the Consolidated Appropriations Act, 2021 (P.L. 116-260) 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 North Carolina's enclosed plan to operate P-EBT for children in child care.

### **Summary of State's Plan**

The North Carolina Department of Health and Human Services (NC DHHS) and the North Carolina Department of Public Instruction 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 October 2020 through June 2021.

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 at any time since October 1, 2020. 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, North Carolina will:

- identify the county of residence for each SNAP-enrolled child under age 6,
- for each month from October through the end of the June, determine whether any school in the public school system(s) within the county of residence has at least one school that is closed or operating at reduced attendance or hours:
  - if one or more schools in the public school system(s) within the county is operating on a fully remote learning mode, the child care P-EBT

- amount for children residing in that county will be equal to the standard remote learning P-EBT benefit amount for school children,
- if not eligible for the remote learning benefit amount and one or more schools in the public school system(s) within the county is operating on a hybrid learning mode, the child care P-EBT amount for children residing in that county will be equal to the hybrid learning P-EBT benefit amount for school children during that month,
- if all schools in the public school system(s) within the county are operating on an in-person learning mode children residing in that county will not be eligible for child care P-EBT,
- after the initial issuance for months prior to plan approval, issue child care P-EBT benefits retroactively on a monthly basis, and
- stagger issuances to account for grocery supply pressure and program integrity.

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.

North Carolina estimates that it will issue \$178.8 million to approximately 194,000 SNAP-enrolled children in child care from October, 2020 through June 2021.

#### **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 North Carolina. 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**

North Carolina 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**

North Carolina will continue to comply with civil rights requirements, to include providing equal access to individuals with disabilities and individuals who are limited English proficient.

**Administrative Funds**

The NC DHHS 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 NC DHHS will complete the FNS-292B, the FNS-46, the FNS-388, and the FNS-778 reports in accordance with existing requirements.

FNS appreciates North Carolina's commitment to meet the nutritional needs of children during a challenging time. If you have questions, please contact the FNS Southeast Regional Office.

Sincerely,

Cindy Long  
Deputy Administrator  
Child Nutrition Programs