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FISCAL IMPACT REPORT

SPONSOR Ortiz y Pino DATE TYPED 1/27/2005 HB _____

SHORT TITLE CYFD Child and Adult Food Program Software SB 183

ANALYST Dunbar

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY05	FY06	FY05	FY06		
	\$75.0			Non-recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Children Youth and Families Department (CYFD)

SUMMARY

Synopsis of Bill

Senate Bill 183 appropriates \$75 thousand from the general fund to Children Youth and Families Department for purchase or development of a software program for use in the Child and Adult Care Food Program (CACFP).

Significant Issues

CACFP is a national USDA Child Nutrition Program administered in New Mexico through CYFD. CACFP reimburses child care providers for serving nutritious meals to children in their care. The current software application used by CYFD is outdated and no longer meets the needs of the Department or local sponsoring agencies to track and report federally required information

PERFORMANCE IMPLICATIONS

The software update will allow local sponsoring agencies to submit their monthly claim for reimbursement electronically, which will greatly improve the processing time for claims and reduce overall administrative burden

FISCAL IMPLICATIONS

The appropriation of \$75 thousand contained in this bill is a non-recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY06 shall revert to the general fund.

ADMINISTRATIVE IMPLICATIONS

The CACFP nutrition program in New Mexico currently serves over 28,000 children each day through over 6,000 home providers statewide, and processes over 15 million dollars in claims each month. The appropriation would allow CYFD and sponsoring organizations to store and track program information on CACFP participants to process claims for reimbursement more efficiently, and would enable CYFD to identify possible instances of fraud.

WD/sb