

Effective 01/01/2015

## Milk Shortage Disallowance Policy

**PURPOSE:** To set forth the YES Inc. policy regarding the shortage of purchased milk at a CACFP Center during the Monitoring visit/Claim Review.

**SCOPE:** Inadequate Amount of Compliant Milk Type Purchased:

**DESCRIPTION:** If it is a repeat finding from a Monitoring visit/Claim Review and there is a shortage of Milk to the number of meals claimed that require Milk as a component.

***NOTE:** Fluid milk is a required meal component for Breakfast, Lunch, and Supper meals. Milk purchase requirements are based on the institution's monthly claim for reimbursement for these meals.*

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**First Occurrence:** If YES Inc. determines that the center has not purchased adequate quantities of milk at a monitoring visit/ Claim review, the center will be issued a corrective action/warning & Milk disallowances will be made based on the percentage of meals that did not meet minimum meal pattern requirements.

**Second Occurrence:** If the milk purchase shortage was cited as a finding at the previous CACFP Monitor visit/Claims review, milk disallowances will be made based on the percentage of meals that did not meet minimum meal pattern requirements. The Center will also receive a **Notice of Serious Deficiency** classification from YES Inc.

**Third Occurrence:** If an institution continues to have inadequate milk purchases for **Three occurrences**, after the receipt of the Serious Deficiency notice. This will result in the proposed **termination of the institution from the CACFP.**

For questions concerning this memorandum, please contact YES Inc., Policy Administrator at (770)938-3188