



**United States
Department of
Agriculture**

July 1, 2004

Food and
Nutrition
Service

SUBJECT: For-Profit Center Eligibility in the Child and Adult Care Food Program–
Reauthorization 2004: Implementation Memo CACFP 1

3101 Park
Center Drive
Alexandria, VA
22302-1500

TO: Regional Directors
Child Nutrition Programs
All Regions

State Agencies
Child Nutrition Programs
All States

The Child Nutrition and WIC Reauthorization Act of 2004 permanently establishes, at section 17(a)(2)(B)(i) of the Richard B. Russell National School Lunch Act (NSLA), that for-profit centers may participate in the Child and Adult Care Food Program (CACFP) if at least 25 percent of the children served are eligible for free or reduced price meals. As described at section 17(a)(2)(B)(ii) of the NSLA, for-profit centers may also continue to qualify for CACFP participation if at least 25 percent of enrolled children or 25 percent of licensed capacity (whichever is less) receive title XX compensation.

Please provide this information to all for-profit child care centers in your State.

A handwritten signature in dark ink, appearing to read "Stanley C. Garnett".

STANLEY C. GARNETT
Director
Child Nutrition Division