FD-101 Food Distribution 101















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Our Purpose...

To provide high quality food to school kids and needy families



✓ Over \$1 billion in commodity foods provided through our programs each year

Who Are Our Recipients?

- **School kids**
- Food banks
- Soup kitchens

- The elderly
- Indian reservations

Participating in the:

- National School Lunch Prgm.
- The Emergency Food Assistance Prgm.
- The Commodity Supplemental Food Prgm.
- Food Distribution Program on Indian Reservations



We have image issues...

- X Commodities are perceived by some as a dumping ground for agricultural surpluses
- X Some blame commodities for contributing to the obesity epidemic

Its time to fight back!





Commercial Labels

- Improve the perception of quality
- Responds to customer preferences
- Commodities are all commercial label except for:
 - Dried egg mix
 - Canned beef & pork
 - Most fruits and vegetables

New Commodity Labels for F&Vs



- ✓ Commercial-like
- Photographs
- √ 4 Color

- ✓ Glossy Paper
- ✓ "America's Finest"

 Branding

Healthy Improvements

Products are continually reviewed to ensure each supports "Dietary Guidelines..."



- Increasing whole grains
- Reducing fat, sugar, sodium





THE COMMODITY CONNECTION



- Food And Nutrition Service (FNS)
- Agricultural Marketing Service (AMS)
- Farm Service Agency (FSA)
- Food Safety Inspection Service (FSIS)

AGENCY FUNCTIONS

- FNS/FDD administers USDA's commodity programs
- FDD works with AMS/FSA to plan annual commodity purchases based on:
 - Amount of \$\$ available by program
 - Market conditions
- FSIS protects consumers:
 - o meat, poultry, and egg products
 - o safe, wholesome, accurately labeled





Organization

Secretary of USDA

FNS AMS

FSA

FSIS

THE PROCESS



- FNS works directly with State/local agencies to obtain & place food orders in accordance with authorized spending levels;
- Coordinates efforts with AMS/FSA, who handle:
 - Competitive vendor bids
 - Contract awards
 - Ensure delivery of purchases

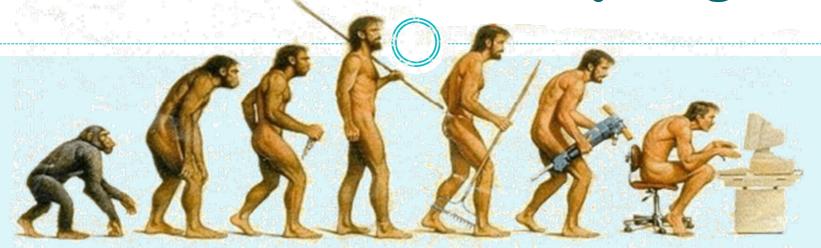


 Food Safety Inspection Service ensures meat and poultry product safety.

PURCHASES

- Over 180 commodity foods
- Many foods are purchased in ready-to-use form, but some are purchased in bulk quantities and further processed
- All products are not available in all programs

The Evolution of Commodity Programs



- From "dumping" to demand driven
- From paper and redundant layers to centralized and automated (ECOS)
- From USDA labels and spec's to commercial
- From storage to just-in-time delivery



Food Distribution Goals

- Standardize, automate, and streamline
- Align USDA foods with Dietary Guidelines
- Enhance food safety controls (FSU) and communications (FDD)
- Update Reg's
- Improve accountability for commodity processing & NPA

Food Distribution Goals

- Promote best practices & efficiencies in ordering, administration, distribution and delivery
- Maximize training/info sharing opportunities
- Improve the image of USDA foods



Thank you for all you do!