

Montana Department of Public Health & Human Services	Policy
	SH CACFP 1999-7 Rev 2
	Section: Sponsoring Organizations of Day Care Homes
Child and Adult Care Food Program	Subject: Advanced Payment
	Date Revised: 5/1/2011

ADVANCED PAYMENT

1. Advanced payment is financial assistance made available by the State agency only to a sponsoring organization of day care homes and only upon their request to the State agency for CACFP administrative costs prior to the month in which such costs will be incurred. Advanced payment provides funds to be made available on or after October 1st of each year or during the first month of CACFP operation.
2. The State agency allows advance payments only to sponsoring organizations operating the CACFP in day care homes. The State agency does not allow and does not provide advanced payment to any other institutions operating the CACFP.
3. The amount of the advanced payment for participating sponsoring organizations may not exceed the average amount of administrative reimbursement for the three preceding months' claims determined by homes x rates.
4. Advanced payments are monitored monthly by the State agency to assure they remain less than or equal to the average homes x rates administrative reimbursements for each SO receiving advanced administrative payments.
5. Advanced payments will be resolved with September claims for the federal fiscal year being completed, or earlier if the advance amount is greater than the administrative portion of the claim. At that time, the administrative advance would be adjusted to be fully recoverable by September.

[References: 7 CFR 226.6(10)(a) and (b) (1-4); 7 CFR 226.2]

This Institution is an equal opportunity Provider.