

July 8, 2015

TO: Missouri Local Education Agencies

FROM: Matthew Essner, Director – Food Distribution, DESE – FNS
Andy Dudenhoeffer, Processing Specialist, DESE – FNS

SUBJECT: Re-Allocations due to Avian Influenza for SY 15-16

The Spring of 2015 unfortunately found some poultry farms in the Midwest dealing with a strain of an Avian Influenza (AI) virus that occurs naturally in wild birds. The recent strain found in the U.S. and Canada, H5N2, was highly pathogenic to domesticated birds, but has not been found to be transmitted to humans or cause a food safety concern. Because the virus is naturally present in wild birds, scientists believe it is spread through bird migration. Once introduced into a poultry farm's flock, AI is spread through the movement of infected birds, contaminated equipment, people, trucks, and also through the air. Once AI is detected the USDA Animal and Plant Health Inspection Service (APHIS) required flocks to be 1) quarantined, 2) humanely euthanized, 3) area monitored, 4) disinfect affected flock locations, 5) test and confirm AI free¹. The outbreak of H5N2 AI in 2015 has caused a decrease in both turkey and egg supplies which in turn forced the cancellation of some planned items MO LEAs requested for SY 15-16. The outbreak was not in an area concentrated with broiler chickens, so at this time, there are no concerns with the supply of chicken products.

Due to the AI outbreak, DESE-FNS has canceled more than 10 truckloads of planned food totaling more than \$800,000. The below items which were initially requested by MO LEAs via the annual USDA Foods Packet back in February 2015 **will no longer be available in SY 15-16**:

- F-100047: Bulk Eggs (Sunny Fresh)
- F-100121: Deli Turkey
- F-100122: Smoked Deli Turkey
- F-100125: Turkey Roasts
- F-100126: Turkey Hams

If MO LEA's did not order any of the above items, then no action is required at this time. Currently bulk turkey (100124) diverted to Jennie-O and Cargill Meat Solutions is still planned to be available for SY 15-16. The timeline for DESE-FNS to order items for MO LEAs via USDA for the next school year is optimal in the spring prior to the upcoming school year when all items are available and MO can split allocations with other states to order truckload quantities. Unfortunately, with the timing of the AI outbreak, all raw trucks scheduled for further processing in SY 15-16 have been ordered; therefore, DESE-FNS will not be reopening surveys to re-allocate funds for diversion to further processors.

¹ Information from Cargill Kitchen Solutions Core Marketing Team

After many discussions on how to best address the cancelled items and ways to utilize the funds initially planned for the cancelled items; DESE-FNS has concluded to offer the below items for entitlement re-allocation:

- F-100101: Diced Chicken
- F-100117: Chicken Fajita Strips
- F-100158: Ground Beef
- F-100173: Pork Roasts
- F-100184: Ham – Pork
- F-100188: Ham – Pork – Diced
- F-110080: 8 pc. Oven Roasted Chicken
- [Department of Defense Produce](#)

LEAs affected by the cancellation of items due to AI will have the opportunity to re-allocate their entitlement to the above items for delivery October 2015 through April 2016. A re-allocation spreadsheet is available on the DESE-FNS USDA Foods Web Site, <http://dese.mo.gov/financial-admin-services/food-nutrition-services/usda-foods> and due back to DESE-FNS by July 31, 2015.

LEAs can open the Microsoft Excel Document titled *AI Cancellation-Reallocation for MO LEAs SY15-16* and find a format similar to the annual USDA Foods Packet. Once the spreadsheet is opened, LEAs should:

1. Enter Agreement Number in yellow cell B1, press Enter.
 - a. LEA, AI Entitlement Re-Allocation amount, and Cancelled cases/lbs will automatically fill in the appropriate cells.
 - b. If no orders for cancelled items, the cells will remain blank/empty.
2. Enter Contact Person, Phone Number, and Email Address in yellow cells H1, H2, and H3 respectively.
3. Select items for reallocating entitlement by inserting the number of cases to be delivered during October 2015 through April 2016.
 - a. Enter whole cases in the yellow cells C21-I27. **No partial cases allowed.**
 - b. The number of cases will be multiplied by the DF Value per case, column B, to calculate the Re-Allocated Entitlement in column K.
 - c. The amount of Remaining AI Ent Re-Allocation will calculate and be displayed in cell H4.
4. If entitlement will be re-allocated to the [Department of Defense](#) for produce, enter the amount of entitlement in yellow cell K28.
5. As long as OK is displayed in cell K31, the selections are attainable for DESE-FNS.
6. Once the re-allocated items are to the LEA's satisfaction, save the Excel file and attach the saved file to an Email addressed to donatedfoods@dese.mo.gov.

All cells are locked except yellow cells in the Excel file. Because the values of the cancelled products vary from the available re-allocation items, LEAs are allowed to re-allocate up to \$50 more than their AI Entitlement Re-Allocation amount. The re-allocated items selected will be delivered during the months indicated in column C through column I. These items will be **in addition** to any requests submitted (possibly for the same [Non-Processed USDA Foods](#)) via the USDA Foods Packet submitted in February 2015 to DESE-FNS. AI Entitlement not re-allocated by affected LEAs will be utilized by DESE-FNS to purchase additional [Open Order](#) fruit and vegetable items for SY 15-16.

1) Enter your Agreement # in yellow cell B1. Include the hyphen!

1a) LEA and AI Entitlement Re-Allocation will autofill based on Agreement #.

2) Enter contact person, phone number, and Email address in H1, H2, and H3 respectively.

3c) H4 Calculates based on selections in C1-K28. Amount is: B3-K30=H4

1a) Cancelled Cases, lbs and Entitlement will autofill based on Agreement #. Amounts will match the submitted requests via the USDA Foods Packet.

3b) Re-Allocated Entitlement is calculated by DF Value per case (column B) by the # of cases per item.

3) LEA may select any item for any delivery period by entering WHOLE case requests in cells C21-I27.

4) If LEA would like to request any \$\$ for Department of Defense, enter the amount in K28.

5) If Re-Allocated requests are no more than \$50 over the Re-Allocation entitlement then OK will display in K31.

Complete and Return to DESE - FNS by Friday, July 31, 2015

PROCESSOR/USDA ITEM	DF Value per case or lb	Cancelled Cases	Cancelled lbs	Cancelled Entitlement
100121 - Deli Turkey Breast	\$113.75			
100122 - Smoked Deli Turkey Breast	\$115.65			
100125 - Turkey Roasts	\$114.32	20	840	\$2,286.40
100126 - Turkey Ham	\$83.29			
Sunny Fresh - Cargill 100047	\$0.89		910.94	\$810.65
Jennie-O 100124	\$1.17			
TOTAL CANCELATION:		20	1,750.94	\$3,097.04

USDA ITEM	DF Value per case	Available Items for Re-Allocation of AI Entitlement								Total Cases	Re-Allocated Entitlement
		Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16			
100101 - Diced Chicken	\$102.87								1	1	\$102.87
100117 - Chicken Fajita Strips	\$52.97								1	1	\$52.97
100158 - Ground Beef	\$114.34	1	2	3	2	1	2	4	15	\$1,715.10	
100173 - Pork Roast	\$72.65	2			2				4	\$290.58	
100184 - Ham - Pork	\$72.12										
100188 - Diced Ham - Pork	\$93.46										
110080 - 8 Piece Oven Roasted Chicken	\$67.95		4					4	8	\$543.58	
Department of Defense (DoD)										\$400.00	
TOTAL RE-ALLOCATION:		6	3	4	1	6			29	\$3,105.10	

OK

Questions regarding the re-allocation of SY 15-16 entitlement due to the AI outbreak should be directed to the DESE-FNS – Food Distribution team.

- Matthew Essner, Director, 573-522-1974, Matthew.Essner@dese.mo.gov
- Andy Dudenhoeffer, Specialist, 573-751-7253, Andy.Dudenhoeffer@dese.mo.gov
- DeeDee Kilson, Assistant, 573-751-1706, DeeDee.Kilson@dese.mo.gov
- Amy Halderman, Assistant, 573-751-2646, Amy.Halderman@dese.mo.gov

Submit saved forms to donatedfoods@dese.mo.gov by **July 31, 2015**.