



George E. Pataki  
Governor

NEW YORK STATE  
OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE  
40 NORTH PEARL STREET  
ALBANY, NY 12243-0001

Brian J. Wing  
Commissioner

## Local Commissioners Memorandum

### Section 1

<b>Transmittal:</b>	02 LCM 13
<b>To:</b>	Local District Commissioners
<b>Issuing Division/Office:</b>	Temporary and Disability Assistance Office of Finance
<b>Date:</b>	December 4, 2002
<b>Subject:</b>	Extension of Food Stamp Administrative Cost Reductions
<b>Contact Person(s):</b>	Roland Levie (Region I-IV) 1-800-343-5589, Extension 4-7549 (e-mail-Roland.Levie@dfa.state.ny.us) Marvin Gold (Region V) 212-383-1733 (e-mail-Marvin.Gold@dfa.state.ny.us)
<b>Attachments:</b>	Yes
<b>Attachment Available On – Line:</b>	Yes

### Section 2

#### I. Purpose

The purpose of this Local Commissioners Memorandum (LCM) is to provide additional notification to local districts of the Federal government’s extension of the reduction in Food Stamp administrative costs claimed under the cost allocation benefiting methodology.

#### II. Background

Local districts were notified in 99-LCM-33 of Federal legislation that was enacted that required the Federal Department of Health and Human Services to determine the amounts that should have been allocated to the Food Stamp and Medicaid programs under a benefiting cost allocation methodology rather than the primary program approach that some States used including New York. The amount attributable to Food Stamps, \$55,000,000 for New York State, would not be reimbursed by the United States Department of Agriculture. The legislation had an expiration date of September 30, 2002. Each local district received an allocation of the \$55 million in an attachment to 99-LCM-33. The Farm Security and Rural Investment Act of 2002 (HR2646), signed by President Bush in May of this year, extends the reduction in Food Stamp reimbursement through Federal Fiscal Year 2007 (September 30, 2007). The allocations are included as an attachment for your convenience.

#### III. Program Implications

Effective with expenditures for October 2002 forward, local districts will continue to see a reduction in the Federal settlement of claims of its share of the \$55 million for Food Stamp administrative reimbursement. The State budget for 2002-2003 did not include any State financial participation in this loss of Federal funding and the provisions of the cap on the State share of administrative reimbursement continue to apply.

The original LCM in 1999 also discussed the possibility of the loss of Federal Medicaid funding for the same reason as the Food Stamp reimbursement loss. This possibility still exists although no legislation has been enacted as of yet to put that into effect.

---

**Issued By**

Name: Philip Maher

Title: Assistant Commissioner

Division/Office: Office of Finance

**Actual Adjustments Food Stamps****COUNTY**

ALBA	808,218
ALLE	117,251
BROO	381,093
CATT	178,943
CAYU	151,155
CHAU	365,392
CHEM	166,789
CHEN	21,756
CLIN	122,243
COLU	62,771
CORT	73,985
DELA	68,842
DUTC	339,379
ERIE	1,835,629
ESSE	52,656
FRAN	113,864
FULT	83,076
GENE	35,061
GREE	53,852
HAMI	4,232
HERK	69,686
JEFF	141,034
LEWI	29,773
LIVI	73,948
MADI	66,574
MONR	1,689,842
MONT	54,252
NASS	1,329,635
NIAG	608,224
ONEI	534,628
ONON	1,072,224
ONTA	117,383
ORAN	786,916
ORLE	58,572
OSWE	205,341
OTSE	63,285
PUTN	38,327
RENS	289,638
ROCK	653,106
STLA	256,501
SARA	88,724
SCHE	189,211
SCHO	44,982
SCHU	15,691
SENE	19,280
STEU	97,253
SUFF	2,996,581
SULL	45,922

**Actual Adjustments Food Stamps (cont.)****COUNTY**

TIOG	86,524
TOMP	195,555
ULST	274,939
WARR	80,262
WASH	93,920
WAYN	133,659
WEST	2,719,814
WYOM	58,607
YATE	16,130
UPST	20,332,131
NYC	34,667,869
STAT	55,000,000