

## USDA Foods for further Processing **Redistribution of Pounds**



**After June 30**, the Texas Department of Agriculture (TDA) will conduct a redistribution of pounds for all Contracting Entity (CE) accounts participating in USDA Foods for further Processing. Through this process, TDA will redistribute all CE inventories into the State accounts.

State account pounds will be made available to cover any delayed deliveries, and the remaining balances will be applied towards future truck ordering. This process ensures Texas Processors stay in compliance with the appropriate months on hand (MOH) inventory levels and that USDA does not further sweep pounds from the state.

### FREQUENTLY ASKED QUESTIONS

#### **What will happen to my current allocations/entitlement?**

At the end of each Program Year allocations/entitlement get rolled into State accounts and redistributed (June 30).

#### **Will there be Carryover pounds for next Program Year?**

No, all USDA Foods for further Processing accounts will be redistributed to the State account at the end of the Program Year (June 30). These pounds are reallocated in a manner that expedites utilization.

#### **Do I need to order more inventory for the next Program Year?**

CEs should ensure Processor survey order quantities include what is needed for the upcoming Program Year's menus.



Food and Nutrition Division  
USDA Foods



TEXAS DEPARTMENT OF AGRICULTURE  
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