

# ODE USDA Foods Program Service/Storage Fees



## Questions & Answers

### **Q- What are 'Service Fees'?**

A- The service fees for SY2024-25 are per pound of product delivered. This means some fees will be less or more depending on product weight and on the USDA Foods Program option you are participating in. Depending on the USDA Foods option, service fees include handling, storage, delivery and some administration of the USDA Foods program.

USDA Direct Delivery Foods: \$.15 per pound (handling, storage and delivery)

USDA Diversion/Processing: \$.15 per pound (administration)

USDA DoD Fresh Foods: \$.0275 per pound (administration)

USDA Unprocessed Fruit and Vegetable Pilot: \$.0275 per pound (administration)

### **Q- What are 'Storage Fees'?**

A- Any Direct Delivery foods left in the state warehouse over 90 days will be charged an additional fee of \$.75 per case, per month. This fee helps prevent best-by-date or expiration date issues and costs incurred by the state contracted warehouse due to RA leaving items in warehouse for excessive periods of time.

### **Q- Are these fee billings sent to RAs?**

A- No, fees are collected from claims for reimbursement. To see fees associated with USDA Foods, please access [CNPweb](#). Click on reports, then click invoice details. The billing in CNPweb is based on the value of commodities received report from the USDA's WBSCM system, which reflects inventory received at the state warehouse. Please note that there may be a billing timing difference between what has been received at the State warehouse versus a RAs physical delivery location.

### **PLEASE NOTE:**

ODE CNP covers some or all USDA Foods administration costs, and also applies annually for USDA funds to subsidize costs incurred for RAs. Please pay attention to memos and news announcements for this information. These funds significantly reduce the cost of the program.