WEST VIRGINIA LEGISLATURE

2023 REGULAR SESSION

Introduced

House Bill 3015

By Delegate Young

[Introduced January 25, 2023; Referred to the Committee

on Finance]

A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new article,
 designated §5B-11-1, §5B-11-2, §5B-11-3, and §5B-11-4, all relating to creating the "Food
 Pantry Assistance Grant Program;" providing legislative findings and definitions; and, in
 connection therewith, authorizing an allocation of money the state receives from the
 federal coronavirus relief fund.

Be it enacted by the Legislature of West Virginia:

ARTICLE 11. FOOD PANTRY ASSISTANCE GRANT PROGRAM. §5B-11-1. Legislative findings.

1 (a) The West Virginia Legislature finds that on March 27, 2020, the federal government 2 enacted the "Coronavirus Aid, Relief, and Economic Security Act" (CARES Act), Pub. L. 116-136 3 (2020), pursuant to which West Virginia received approximately \$1,190,000,000 from the federal 4 coronavirus relief fund to use for necessary expenditures incurred due to the current COVID-19 public health emergency; 5 6 (b) The expenditures in the bill are considered an allowable use under the federal CARES 7 Act and are necessary to respond to the COVID-19 public health emergency; 8 (c) Any state department that receives expenditures in the bill for community programs and 9 services shall: 10 (1) Distribute funding in a manner that utilizes existing infrastructure and contracts in the 11 most expedited way possible; and 12 (2) Consider the needs of underserved populations and communities, including African 13 American communities, indigenous communities, and other communities of people of color. 14 (d) The West Virginia Legislature further finds and declares that: 15 (1) The COVID-19 public health emergency has created an exponential need for 16 emergency food resources for all emergency food providers. Since the beginning of the COVID-19 17 public health emergency, food pantries across the state have seen two to six times the number of 18 people coming in for food assistance, with many coming to a food pantry for the first time.

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19	(2) Funding from the federal CARES Act will help many local food pantries purchase
20	healthy, local food for many West Virginians. Funding for these grants provides critical resources
21	for food pantries to meet the increased demand, while also helping to purchase the types of food
22	their communities need from local food producers. Additionally, small farmers have struggled to
23	stay afloat as their sources of revenue, including restaurants and farmers markets, diminish under
24	the impact of the COVID-19 public health emergency.
25	(e) Therefore, the West Virginia Legislature determines that funding from the federal
26	CARES Act will help people in communities throughout West Virginia access nutritious food and
27	support local economies as we enter the years-long economic impact of the COVID-19 public
28	health emergency.
	§5B-11-2. Definitions, Food Pantry Assistance Program created.
1	(a) As used in this section, unless context requires otherwise:
2	(1) "West Virginia agricultural products" means all fruits, vegetables, grains, meats, and
3	dairy products, grown or raised in West Virginia, and minimally processed products or value-
4	addad www.aa.ad.wwadu.ata
т	added processed products.
5	(2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food
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5 6	(2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section.
5 6 7	(2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation
5 6 7 8	 (2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation under the provisions of the internal revenue code, that acquires and distributes food and nonfood
5 6 7 8 9	 (2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation under the provisions of the internal revenue code, that acquires and distributes food and nonfood essentials to other hunger relief programs.
5 6 7 8 9 10	 (2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation under the provisions of the internal revenue code, that acquires and distributes food and nonfood essentials to other hunger relief programs. (4) "Food pantry" means an individual site that buys food or receives donations of foods
5 7 8 9 10 11	 (2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation under the provisions of the internal revenue code, that acquires and distributes food and nonfood essentials to other hunger relief programs. (4) "Food pantry" means an individual site that buys food or receives donations of foods that are then directly distributed to those in its community.
5 7 8 9 10 11 12	 (2) "Eligible entity" means, for the purposes of a food grant, either a food bank or food pantry. Hunger-relief charitable organizations are not eligible entities for purposes of this section. (3) "Food bank" means a charitable organization, exempt from federal income taxation under the provisions of the internal revenue code, that acquires and distributes food and nonfood essentials to other hunger relief programs. (4) "Food pantry" means an individual site that buys food or receives donations of foods that are then directly distributed to those in its community. (5) "Grant program" means the food pantry assistance grant program created in this

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16	Assistance Grant program. The purpose of the grant program is to aid West Virginia food pantries
17	and food banks in the purchase of foods that better meet the needs of their clientele, which has
18	expanded significantly as a result of the COVID-19 public health emergency. A secondary purpose
19	of the grant program is to create new market opportunities for West Virginia agricultural products
20	and producers.
21	(c) The Department of Health and Human Resources may create a process for soliciting,
22	vetting, awarding, and monitoring grants, and the Department of Health and Human Resources is
23	authorized to use \$25,000 or up to five percent of the total funds appropriated to the grant program
24	for the direct and indirect costs of administering and monitoring the grant program.
25	(d) On or before December 30, 2023, but as soon as practicable after the effective date of
26	this section, the Department of Health and Human Resources shall award one or more grants to
27	eligible entities. In awarding grants, the state department shall, at a minimum, consider:
28	(1) Providing money to a wide array of eligible entities of different types and sizes;
29	(2) Ensuring that money goes directly to eligible entities that are located in a variety of
30	regions throughout the state;
31	(3) The relative difference each award would make in the eligible entity's ability to meet the
32	needs of its clientele;
33	(4) The ability of each eligible entity to responsibly distribute the grant money in a timely
34	manner;
35	(5) The eligible entity's willingness to administer a client-needs survey as a vehicle for
36	collecting input on the efficacy of its grant award; and
37	(6) The ability of the eligible entity to create a feedback loop with the DHHR that can inform
38	implementation of the grant program in the future.
39	(e) Grant awards must be at least \$2,500 but not more than \$20,000.
40	(f) Food pantries and food banks may submit a joint application for a grant award. If an
41	application is received from two or more eligible entities, the grant award must be at least \$2,500

42	but not more than \$35,000.
43	(g) Food purchased by a grant recipient using grant money must be designated as a West
44	Virginia agricultural product.
45	(h) A grant recipient may use up to 10 percent of its grant award to cover the direct and
46	indirect costs associated with the implementation of its mission, including transportation, staff
47	costs, and storage.
48	(i) A grant recipient shall not resell or apply other associated fees to the distribution of
49	products purchased with money made available through a grant.
	§5B-11-3. Appropriations – food distribution programs.
1	(a) For carrying out the duties and obligations of the Department of Health and Human
2	Resources and county departments under the provisions of this title and for matching such federal
3	funds or meeting maintenance of effort requirements as may be available for public assistance
4	and welfare activities in the state, including but not limited to The Food Pantry Assistance Grant
5	Program, the Legislature, in accordance with the constitution and laws of the State of West
6	Virginia, shall make adequate appropriations for the payment of such costs, pursuant to the
7	budget prepared by the executive director.
8	(b) There shall be appropriated by the Legislature from the general revenue fund for the
9	costs of administering the Food Pantry Assistance Grant Program in an amount sufficient for the
10	proper and efficient performance of the program. The Legislature shall make two separate
11	appropriations, one for the administrative costs of the Department of Health and Human
12	Resources and another for the administrative costs of the county departments. Any applicable
13	matching federal funds must be apportioned in accordance with the federal regulations
14	accompanying such funds. Any unobligated and unexpended balances of such state funds so
15	appropriated remaining at the end of each fiscal year must be credited to the state General
16	Revenue Fund.

17 (c) The expenses of training personnel for the Food Pantry Assistance Grant Program, as

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- 18 such expenses are determined and approved by the Department of Health and Human
- 19 Resources, may be paid from whatever state and federal funds are available for such training
- 20 purposes.

§5B-11-4. Appropriation.

- 1 For the 2023-2024 state fiscal year, \$500,000 is appropriated to the Department of Health
- 2 and Human Resources from the state General Revenue Fund. The Department of Health and
- 3 <u>Human Resources may use this appropriation for the Food Pantry Assistance Grant Program. Any</u>
- 4 money appropriated in this section not expended prior to July 1, 2024, is further appropriated to
- 5 the Department of Health and Human Resources for the period from July 1, 2024, through
- 6 December 30, 2024, for the same purpose.

NOTE: The purpose of this bill is to create the "Food Pantry Assistance Grant Program;" to provide legislative findings and definitions; and, in connection therewith, authorize an allocation of money the state receives from the federal coronavirus relief fund.

Strike-throughs indicate language that would be stricken from a heading or the present law, and underscoring indicates new language that would be added.