



NC DEPARTMENT OF
**HEALTH AND
HUMAN SERVICES**

ROY COOPER • Governor

KODY H. KINSLEY • Secretary

YVONNE COPELAND • Director, Division of Child and Family Well-Being

January 7, 2025

FEDERAL EXPRESS

Ms. Yolanda Hill
Balanced Nutrition, Inc., Agreement #9460
5664 Marblehead Drive
Colfax, NC 27235

Mr. Anthony J. Biller
Envisage Law
2601 Oberlin Road, Suite 100
Raleigh, NC 27608

Ms. Tara Seidel
Envisage Law
2601 Oberlin Road, Suite 100
Raleigh, NC 27608

RE: Balanced Nutrition, Inc. Update – Compliance Review and Associated Disallowances

Dear Ms. Hill, Mr. Biller, and Ms. Seidel:

Thank you for meeting with representatives from the NCDHHS Child and Adult Care Food Program (CACFP) in Raleigh on September 16, 2024 regarding Balanced Nutrition, Inc., Agreement #9460. The additional materials delivered by Balanced Nutrition, Inc. on September 12, 2024 and information provided prior to and at the Informal Conference related to the compliance review and associated disallowances have been reviewed by the State agency.

As a result of a review of the additional materials and a re-review of the overall case, the State agency has revised the findings from the Compliance Review conducted for Federal Fiscal Year (FFY) 2024. Please find enclosed copies of the revised FFY 2024 CACFP routine compliance review report, revised Meal Allowance/Disallowance forms, and revised Cost Allowance/Disallowance forms. Also enclosed are the State agency responses added to the document BN Documents Responsive to State Claims Against BN originally shared by Balanced Nutrition, Inc.

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES • DIVISION OF CHILD AND FAMILY WELL-BEING

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COMPLIANCE REVIEW FFY 2023-2024

The initial compliance review found \$132,118.86 owed as indicated in correspondence from the State agency on July 26, 2024. However, the additional materials provided in September 2024 have been thoroughly reviewed, and the result is the removal of two facility findings and a reduction in the amount owed by Balanced Nutrition, Inc. to the State agency. The revised Disallowances for Meals and those for Costs being provided with this correspondence is the debt owed to the State agency. The revised amount owed to the State agency is \$101,142.05 based on additional documentation provided in September 2024 and a re-review of the overall case. An invoice will be prepared and sent to the address on file. Payment is expected within 30 days of receipt of the demand letter/invoice.

SUMMARY

Balanced Nutrition, Inc., Agreement #9460 remains out of compliance in multiple areas of CACFP administration at both the Sponsor and the Facility level. The non-compliance has resulted in monies being owed back to the CACFP.

NCDHHS has issued revised disallowance forms to Balanced Nutrition, Inc. with this communication. The full disallowance owed by Balanced Nutrition, Inc. to the State agency is \$101,142.05 from the following:

- \$21,239.74 in disallowances for the test facilities under the sponsorship of Balanced Nutrition, Inc. included in the compliance review.
- \$79,902.31 in disallowances for the Sponsoring Organization (\$58,744.31 for centers and \$21,158.00 for day care homes).

NCDHHS appreciates Balanced Nutrition Inc.’s past participation in the CACFP and looks forward to closing the FFY 2024 compliance review.

If you have questions related to this process, please contact Rajeev K. Premakumar at (984) 800-1117 or Raj.Premakumar@dhhs.nc.gov.

Sincerely,

Cassandra Ward

Cassandra Ward
Program Manager
Community Nutrition Services Section
Division of Child and Family Well-Being

Cc (via email): Mary Anne Burghardt
Ryan Zellar
Julie Cronin
Rajeev Premakumar
Yvonne Copeland
Madhu Vulimiri

Enclosures:

FFY23-24 Balanced Nutrition, Inc. Revised Compliance Review Report
NCDHHS Responses to BN Documents Responsive to State Claims Against
BN
Meal Allowance/Disallowance Forms
Cost Allowance/Disallowance Forms