"(V) The project receives funding from other sources, including other Federal agencies.

"(VI) The project otherwise advances the purpose of this section, as determined by the Secretary.

"(d) AUTHORIZATION OF APPROPRIATIONS.—There is authorized to be appropriated to the Secretary to carry out this section \$125,000,000, to remain available until expended.".

## SEC. 4207. PURCHASE OF HALAL AND KOSHER FOOD FOR EMERGENCY FOOD ASSISTANCE PROGRAM.

Section 202 of the Emergency Food Assistance Act of 1983 (7 U.S.C. 7502) is amended by adding at the end the following:

"(h) KOSHER AND HALAL FOOD.—As soon as practicable after the date of enactment of this subsection, the Secretary shall finalize and implement a plan—

"(1) to increase the purchase of Kosher and Halal food from food manufacturers with a Kosher or Halal certification to carry out the program established under this Act if the Kosher and Halal food purchased is cost neutral as compared to food that is not from food manufacturers with a Kosher or Halal certification; and

"(2) to modify the labeling of the commodities list used to carry out the program in a manner that enables Kosher and Halal distribution entities to identify which commodities to obtain from local food banks.".

## SEC. 4208. FOOD INSECURITY NUTRITION INCENTIVE.

Section 4405 of the Food, Conservation, and Energy Act of 2008 (7 U.S.C. 7517) is amended to read as follows:

## **"SEC. 4405. FOOD INSECURITY NUTRITION INCENTIVE.**

"(a) IN GENERAL.—In this section:

"(1) ELIGIBLE ENTITY.—The term 'eligible entity' means— "(A) a nonprofit organization (including an emergency feeding organization);

"(B) an agricultural cooperative;

"(C) a producer network or association;

"(D) a community health organization;

"(E) a public benefit corporation;

"(F) an economic development corporation;

"(G) a farmers' market;

"(H) a community-supported agriculture program;

"(I) a buying club;

"(J) a retail food store participating in the supplemental nutrition assistance program;

"(K) a State, local, or tribal agency; and

"(L) any other entity the Secretary designates.

"(2) EMERGENCY FEEDING ORGANIZATION.—The term 'emergency feeding organization' has the meaning given the term in section 201A of the Emergency Food Assistance Act of 1983 (7 U.S.C. 7501).

"(3) SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM.—The term 'supplemental nutrition assistance program' means the supplemental nutrition assistance program established under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.). "(b) FOOD INSECURITY NUTRITION INCENTIVE GRANTS.—

"(1) AUTHORIZATION.—

"(A) IN GENERAL.—In each of the years specified in subsection (c), the Secretary shall make grants to eligible entities in accordance with paragraph (2).

"(B) FEDERAL SHARE.—The Federal share of the cost of carrying out an activity under this subsection shall not exceed 50 percent of the total cost of the activity.

"(C) NON-FEDERAL SHARE.—

"(i) IN GENERAL.—The non-Federal share of the cost of an activity under this subsection may be provided—

"(I) in cash or in-kind contributions as determined by the Secretary, including facilities, equipment, or services; and

"(II) by a State or local government or a private source.

"(ii) LIMITATION.—In the case of a for-profit entity, the non-Federal share described in clause (i) shall not include services of an employee, including salaries paid or expenses covered by the employer.

"(2) CRITERIA.—

"(A) IN GENERAL.—For purposes of this subsection, an eligible entity is a governmental agency or nonprofit organization that—

"(i) meets the application criteria set forth by the Secretary; and

"(ii) proposes a project that, at a minimum—

"(I) has the support of the State agency;

"(II) would increase the purchase of fruits and vegetables by low-income consumers participating in the supplemental nutrition assistance program by providing incentives at the point of purchase;

"(III) agrees to participate in the evaluation described in paragraph (4);

"(IV) ensures that the same terms and conditions apply to purchases made by individuals with benefits issued under this Act and incentives provided for in this subsection as apply to purchases made by individuals who are not members of households receiving benefits, such as provided for in section 278.2(b) of title 7, Code of Federal Regulations (or a successor regulation); and

"(V) includes effective and efficient technologies for benefit redemption systems that may be replicated in other States and communities.

"(B) PRIORITY.—In awarding grants under this section, the Secretary shall give priority to projects that—

"(i) maximize the share of funds used for direct incentives to participants;

"(ii) use direct-to-consumer sales marketing;

"(iii) demonstrate a track record of designing and implementing successful nutrition incentive programs that connect low-income consumers and agricultural producers;

"(iv) provide locally or regionally produced fruits and vegetables;

"(v) are located in underserved communities; or

"(vi) address other criteria as established by the Secretary.

"(3) APPLICABILITY.—

"(A) IN GENERAL.—The value of any benefit provided to a participant in any activity funded under this subsection shall be treated as supplemental nutrition benefits under section 8(b) of the Food and Nutrition Act of 2008 (7 U.S.C. 2017(b)).

"(B) PROHIBITION ON COLLECTION OF SALES TAXES.— Each State shall ensure that no State or local tax is collected on a purchase of food under this subsection.

"(C) NO LIMITATION ON BENEFITS.—A grant made available under this subsection shall not be used to carry out any project that limits the use of benefits under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.) or any other Federal nutrition law.

 $\mbox{``(D)}\ \mbox{HOUSEHOLD}\ \ \mbox{ALLOTMENT.}\mbox{--} Assistance\ provided\ under\ this\ subsection\ to\ households\ receiving\ benefits\ under\ the\ supplemental\ nutrition\ assistance\ program\ shall\ not--$ 

"(i) be considered part of the supplemental nutrition assistance program benefits of the household; or

"(ii) be used in the collection or disposition of claims under section 13 of the Food and Nutrition Act of 2008 (7 U.S.C. 2022).

"(4) EVALUATION.—

"(A) INDEPENDENT EVALUATION.—The Secretary shall provide for an independent evaluation of projects selected under this subsection that measures the impact of each project on—

"(i) improving the nutrition and health status of participating households receiving incentives under this subsection; and

"(ii) increasing fruit and vegetable purchases in participating households.

<sup>\*</sup>(B) REQUIREMENT.—The independent evaluation under subparagraph (A) shall use rigorous methodologies capable of producing scientifically valid information regarding the effectiveness of a project.

"(C) COSTS.—The Secretary may use funds not to exceed 10 percent of the funding provided to carry out this section to pay costs associated with administering, monitoring, and evaluating each project.

"(c) FUNDING.

"(1) AUTHORIZATION OF APPROPRIATIONS.—There is authorized to be appropriated to carry out subsection (b) \$5,000,000 for each of fiscal years 2014 through 2018.

"(2) MANDATORY FUNDING.—Of the funds of the Commodity Credit Corporation, the Secretary shall use to carry out subsection (b)—

"(A) 35,000,000 for the period of fiscal years 2014 and 2015;

"(B) 20,000,000 for each of fiscal years 2016 and 2017; and

"(C) \$25,000,000 for fiscal year 2018.".