

MEETING DATE: August 15, 2016

AGENDA ITEM: Consider Approval of Amended 2016-2017 Adult Meal Price

PRESENTER: Earl Husfeld and Patty Willhite

ALIGNS TO BOARD GOAL(S): Financial/Facilities – The District shall exhibit excellence in financial and facility planning, management, and stewardship.

BACKGROUND INFORMATION:

- Due to requirements implemented by the United States Department of Agriculture (USDA) through the Healthy, Hunger-Free Kids Act of 2010, school districts are required to calculate meal prices according to the Paid Lunch Equity Tool on a yearly basis.
- The meal prices calculated are established by a weighted average price formula.
- USDA also stipulates that adult meal pricing may not be supplemented by Child Nutrition Department revenues.

ADMINISTRATIVE CONSIDERATIONS:

- During the July 18th board meeting, the Board of Trustees approved adjustments to the 2016-2017 child nutrition meal prices. We shared with you during that meeting the adult meal prices may need to be adjusted at a later date because the USDA had not yet published the federal reimbursement rates.
- USDA guidance in the Administrator's Reference Manual (ARM) requires specified school districts to use an approved USDA calculation to determine prices for adult meals. Prices charged for lunch, breakfast, and snacks must be greater than the federal free reimbursement rate plus all other federal reimbursements or payments. Lunch price calculations must also add the per meal value of USDA foods.
- At the rates of reimbursements published by the USDA on August 5th, the adult meal price for breakfast is required to be greater than \$1.71 and the adult meal price for lunch is required to be greater than \$3.54.
- No change is recommended for the adult breakfast price, currently \$2.00.
- An increase of 10 cents to \$3.60 from \$3.50 is recommended for the adult lunch price.

FISCAL NOTE:

Funds generated must be used for the Child Nutrition Program.

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees amend the 2016-2017 adult lunch meal price to \$3.60.