

Beeville ISD
BOARD OF TRUSTEES

Date: May 19, 2015 Presented By: Erasmo Rodriguez
Subject: Lunch Price Increase Related Page(s) 2

Action

BACKGROUND INFORMATION:

As part of the Healthy, Hunger-Free Kids Act of 2010 signed by President Obama December 2010, section 205 Equity in School Meal Pricing states all school districts operating the National School Lunch Program must begin to address the difference between the free reimbursement of \$3.00 provided by USDA and the average paid price of \$2.24 Beeville students pay at the district level. Using the chart provided by USDA, school districts must increase their paid prices accordingly.

RECOMMENDATION:

I recommend increasing the paid lunch prices by \$0.10. This would increase the Pre-K – 6th grade price from \$2.10 to \$2.20 and the 7th – 12th grade price from \$2.35 to \$2.45.

BOARD ACTION REQUIRED

I move to approve an increase of \$0.10 for paid lunches for the 2015-2016 school year. This would increase the PreK-6th grade price from \$2.10 to \$2.20 and the 7th-12th grade price from \$2.35 to \$2.45.

SY 2015-16 Price Adjustment Calculator

[Go to Instructions](#)

SY 2015-16 Weighted Average Price Requirement	
Requirement price to the nearest cent	Optional price requirement ROUNDED DOWN to nearest 5 cent
\$ 2.30	\$ 2.30
<i>Note: Above prices are based on adjusting SY 2014-2015 price requirement by the 2% rate increase plus the Consumer Price Index (2.19%)</i>	

SY 2014-15 Weighted Average Price Calculator

Enter the paid prices and number of paid lunches sold at each price for October 2014.

Monthly # of Paid Lunches	Paid Lunch Price	Monthly Revenue	SY 2014-15 Weighted Average Price
1. 3,189	\$ 2.10	\$ 6,696.90	
2. 4,248	\$ 2.35	\$ 9,982.80	
3.		\$ -	
4.		\$ -	
5.		\$ -	
6.		\$ -	
7.		\$ -	
8.		\$ -	
9.		\$ -	
10.		\$ -	
TOTAL 7,437		\$ 16,679.70	\$ 2.24

Note: SY 2014-15 Weighted Average Price equal to or above \$2.70 are compliant for SY 2015-16. \$2.70 is the difference between the Free and Paid reimbursement rates for SY 2014-15.

Total Price Increase for SY 2015-16
\$ 0.06

Required price increase for SY 2015-16 (with 10 cent cap)
\$ 2.30

Remaining increase carried forward to SY 2016-17
\$ -

Remaining credit carried forward to SY 2016-17
\$ -

[Go to SY2015-2016 Report](#)

Step 3 (Optional)

Pricing Estimation Calculator

Below is a tool allowing users to manipulate prices to achieve the required new weighted average price.

Monthly # of Paid Lunches	Paid Lunch Price	Monthly Revenue	Weighted Average Price
1. 3,189	\$ 2.20	\$ 7,015.80	
2. 4,248	\$ 2.45	\$ 10,407.60	
3.		\$ -	
4.		\$ -	
5.		\$ -	
6.		\$ -	
7.		\$ -	
8.		\$ -	
9.		\$ -	
10.		\$ -	
TOTAL 7,437		\$ 17,423.40	\$ 2.34

Note: This tool is created to allow the user to only enter the number of paid lunches and the related prices. If any other parts of the tool are modified, the user runs the risk of calculating an incorrect new average price. Users should not modify the tool's current functionality.