



## **ALEDO ISD BOARD MEETING TEMPLATE**

**MEETING DATE:** August 3, 2015

**AGENDA ITEM:** Consider Approval of 2015-2016 Child Nutrition Meal Prices

**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:**

- Based on the USDA prescribed calculations, the following price changes are recommended for the 2015-2016 school year:
  - Elementary lunch price - increase of 10 cents to \$2.50 (presently \$2.40)
  - Intermediate lunch price - increase of 10 cents to \$2.60 (presently \$2.50)
  - Middle School lunch price - increase of 5 cents to \$2.75 (presently \$2.70)
  - Ninth Grade lunch price - increase of 5 cents to \$3.00 (presently \$2.95)
  - High School lunch price - increase of 5 cents to \$3.00 (presently \$2.95)
  - Adult lunch price - increase of 5 cents to \$3.40 (presently \$3.35)
- No change is recommended for student breakfast (\$1.50 at all campuses) or adult breakfast (\$2.00).
- For your information and review, attached are the summary pages from the Paid Lunch Equity Tool completed by the District.

### **FISCAL NOTE:**

Funds generated must be used for Child Nutrition Program.

### **ADMINISTRATIVE RECOMMENDATION:**

The Administration recommends the Board of Trustees approve the 2015-2016 child nutrition meal prices as presented.

Step 1	
<b>Enter the SY 2014-15 Unrounded Price Requirement in the box below</b>	<b>SY 2015-16 Weighted Average Price Requirement</b>
<i>This is can be found in Section 1: Box A of the SY 2014-2015 REPORT from the SY 2014-15 tool or you may find it below ( Price 2)</i>	<b>Requirement price to the nearest cent</b>
\$ <b>2.58</b>	\$ <b>2.69</b>
<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>	

Complete if you do NOT know your SY 2014-2015 Unrounded Price Requirement		
Annual Unrounded Requirement Finder		
Enter the <b>SY 2010-11</b> Weighted Average Price below <i>** The weighted average price for SY 2010-11 is the weighted average of all paid lunch prices charged in the SFA</i>		
SY 2010-11 Weighted Average Price	Unrounded Price Requirements	
	Price 1: SY 2013-2014 Requirement price to the nearest cent	Price 2: SY 2014-2015 Requirement price to the nearest cent
	\$ -	\$ -
<a href="#"><u><b>If you do not know your SY2010-2011 Weighted Average Price</b></u></a> <a href="#"><u><b>CLICK HERE</b></u></a>		
<i>Note: The SY 2014-15 requirement is based on price increase requirements from SY 2011-12 through SY 2013-14.</i>		

**Use the links below to go to the next step:**

<a href="#"><u>Click here to go to SY 2015-16 Price Calculator</u></a>
<a href="#"><u>Click here to go to SY 2015-16 Non-Federal Source Calculator</u></a>
<a href="#"><u>Click here to go to SY 2015-16 Split Calculator</u></a>

[Go to Instructions](#)

# 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
\$ 2.69	\$ 2.65
Note: Above prices are based on adjusting SY 2014-2015 price requirement by the 2% rate increase plus the Consumer Price Index (2.19%)	

SY 2014-15 Weighted Average Price Calculator				
Enter the paid prices and number of paid lunches sold at each price for <a href="#">October 2014</a> .				
	Monthly # of Paid Lunches	Paid Lunch Price	Monthly Revenue	SY 2014-15 Weighted Average Price
1.	7,457	\$ 2.95	\$ 21,998.15	
2.	3,095	\$ 2.70	\$ 8,356.50	
3.	7,144	\$ 2.50	\$ 17,860.00	
4.	15,557	\$ 2.40	\$ 37,336.80	
5.			\$ -	
6.			\$ -	
7.			\$ -	
8.			\$ -	
9.			\$ -	
10.			\$ -	
<b>TOTAL</b>	<b>33,253</b>		<b>\$ 85,551.45</b>	<b>\$ 2.57</b>
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
\$ 0.08

Required price increase for SY 2015-16 (with 10 cent cap)
\$ 2.65

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.	7,457	\$ 3.00	\$ 22,371.00	
2.	3,095	\$ 2.75	\$ 8,511.25	
3.	7,144	\$ 2.60	\$ 18,574.40	
4.	15,557	\$ 2.50	\$ 38,892.50	
5.			\$ -	
6.			\$ -	
7.			\$ -	
8.			\$ -	
9.			\$ -	
10.			\$ -	
<b>TOTAL</b>	<b>33,253</b>		<b>\$ 88,349.15</b>	<b>\$ 2.66</b>

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.