



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: June 19, 2017

AGENDA ITEM: Consider Approval of 2017-2018 Child Nutrition Meal Prices

PRESENTER: Earl Husfeld

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 meal prices are recommended for the 2017-2018 school year:
 - Elementary lunch price – increase of 15 cents to \$2.65 (presently \$2.50)
 - Intermediate lunch price – increase of 15 cents to \$2.75 (presently \$2.60)
 - Middle School lunch price – increase of 15 cents to \$2.90 (presently \$2.75)
 - Ninth Grade lunch price – increase of 15 cents to \$3.15 (presently \$3.00)
 - High School lunch price – increase of 15 cents to \$3.15 (presently \$3.00)
 - High School “Ultimate Meal” lunch price – increase of 20 cents to \$4.15 (currently \$3.95)
 - Adult lunch price – to be determined at later date (presently \$3.60)
 - Adult “Ultimate Meal” lunch price – to be determined at later date (presently \$4.60)
 - No change is recommended for student breakfast (\$1.50 at all campuses) or adult breakfast (presently \$2.00).
- Per USDA prescribed calculations, minimum adult meal prices are significantly impacted by USDA federal reimbursement rates which have not yet been published. Therefore, adult meal prices may need to be adjusted at a later date.
- 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 2017-2018 child nutrition meal prices as presented.

SFA NAME:

Aledo Independent School District

Step 1

Enter the SY 2016-17
Unrounded Price Requirement
in the box below

SY 2017-18 Weighted
Average Price
Requirement

*This can be found in Section 1:
Box A of the SY 2016-2017
REPORT from the SY 2016-17 tool
or you may find it below (Price 2)*

Requirement price to the
nearest cent

\$ 2.78

\$ 2.86

*Note: Above prices are based on adjusting
SY 2016-2017 price requirement by the 2% rate increase plus the
Consumer Price Index (2.64%)*

Complete if you do NOT know your SY 2016-2017
Unrounded Price Requirement

Annual Unrounded Requirement Finder

Enter the SY 2010-11 Weighted Average Price below

**** The weighted average price for SY 2010-11 is the weighted average of all paid lunch**

SY 2010-11 Weighted Average Price	Unrounded Price Requirements	
	Price 1: SY 2015-2016 Requirement price to the nearest cent	Price 2: SY 2016-2017 Requirement price to the nearest cent
	\$ -	\$ -

If you do not know your SY2010-2011 Weighted Average Price
[CLICK HERE](#)

*Note: The SY 2016-17 requirement is based on price increase requirements from SY 2011-12
through SY 2015-16.*

Use the links below to go to the next step:

[Click here to go to SY 2017-18 Price Calculator](#)

[Click here to go to SY 2017-18 Non-Federal Source Calculator](#)

[Click here to go to SY 2017-18 Split Calculator](#)

[Go to Instructions](#)

Note: This tool is created to allow the user to only enter the weighted average price. 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.

SFA NAME:	Aledo Independent School District
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SY 2017-18 Price Adjustment Calculator

[Go to Instructions](#)

SY 2017-18 Weighted Average Price Requirement	
Requirement price to the nearest cent	Optional price requirement ROUNDED DOWN to nearest 5 cent
\$ 2.86	\$ 2.85
Note: Above prices are based on adjusting SY 2016-2017 price requirement by the 2% rate increase plus the Consumer Price Index (2.64%)	

SY 2016-17 Weighted Average Price Calculator			
Enter the paid prices and number of paid lunches sold at each price for October 2016.			
Monthly # of Paid Lunches	Paid Lunch Price	Monthly Revenue	SY 2016-17 Weighted Average Price
1. 563	\$ 3.95	\$ 2,223.85	
2. 7,518	\$ 3.00	\$ 22,554.00	
3. 4,347	\$ 2.75	\$ 11,954.25	
4. 5,170	\$ 2.60	\$ 13,442.00	
5. 19,719	\$ 2.50	\$ 49,297.50	
6.		\$ -	
7.		\$ -	
8.		\$ -	
9.		\$ -	
10.		\$ -	
TOTAL	37,317	\$ 99,471.60	\$ 2.67
Note: SY 2016-17 Weighted Average Price equal to or above \$2.86 are compliant for SY 2017-18. \$2.86 is the difference between the Free and Paid reimbursement rates for SY 2016-17.			

Total Price Increase for SY 2017-18
\$ 0.18

Required price increase for SY 2017-18 (with 10 cent cap)
\$ 2.77

Remaining increase carried forward to SY 2018-19
\$ 0.08

Remaining credit carried forward to SY 2018-19
\$ -

[Go to SY2017-2018 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. 563	\$ 4.15	\$ 2,336.45	
2. 7,518	\$ 3.15	\$ 23,681.70	
3. 4,347	\$ 2.90	\$ 12,606.30	
4. 5,170	\$ 2.75	\$ 14,217.50	
5. 19,719	\$ 2.65	\$ 52,255.35	
6.		\$ -	
7.		\$ -	
8.		\$ -	
9.		\$ -	
10.		\$ -	
TOTAL	37,317	\$ 105,097.30	\$ 2.82

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.
December 2016