

MEETING DATE: August 31, 2015

AGENDA ITEM: Consider Approval of Amended 2015-2016 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 August 3rd board meeting, the Board of Trustees approved adjustments to the 2015-2016 child nutrition meal prices. Following that board meeting, it was discovered that we failed to include all of the required components into calculating the minimum adult meal prices.
- USDA guidance in the Administrator's Reference Manual (ARM) requires specified school districts to use Method 2 for determining prices for meals served to adults. 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 current rates of reimbursements, the adult meal price for breakfast is required to be greater than \$1.99 and the adult meal price for lunch is required to be greater than \$3.47.
- No change is recommended for adult breakfast, currently \$2.00.
- An increase of 10 cents to \$3.50 from \$3.40 is recommended for adult lunch.

FISCAL NOTE:

Funds generated must be used for the Child Nutrition Program.

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees amend the 2015-2016 adult lunch meal price to \$3.50.