



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: July 18, 2016

AGENDA ITEM: Consider Approval of 2016-2017 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 meal prices are recommended for the 2016-2017 school year:
 - Elementary lunch price – no price change (presently \$2.50)
 - Intermediate lunch price – no price change (presently \$2.60)
 - Middle School lunch price – no price change (presently \$2.75)
 - Ninth Grade lunch price – no price change (presently \$3.00)
 - High School lunch price – no price change (presently \$3.00)
 - High School “Ultimate Meal” lunch price - \$3.95
 - Adult lunch price – no price change at this time (presently \$3.50)
 - Adult “Ultimate Meal” lunch price - \$4.50
- No change is recommended for student breakfast (\$1.50 at all campuses) or adult breakfast (presently \$2.00).
- In response to student requests at Aledo High School, “Ultimate Meals” are being planned for 2016-2017 at the High School. These meals will feature higher priced ingredients for gourmet salads, panini/toasted sandwiches, wraps, burritos, etc.
- Per USDA prescribed calculations, minimum adult meal prices are significantly impacted by federal reimbursement rates which have not yet been published. Therefore, adult meal process 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 2016-2017 child nutrition meal prices as presented.

SFA NAME:	Aledo ISD
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Step 1	
Enter the SY 2015-16 Unrounded Price Requirement in the box below	SY 2016-17 Weighted Average Price Requirement
<i>This is can be found in Section 1: Box A of the SY 2015-2016</i>	Requirement price to the nearest cent
\$ 2.69	\$ 2.78
<p>Note: Above prices are based on adjusting SY 2015-2016 price requirement by the 2% rate increase plus the Consumer Price Index (2.97%)</p>	

Complete if you do NOT know your SY 2015-2016 Unrounded Price Requirement		
<u>Annual Unrounded Requirement Finder</u>		
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 2014-2015 Requirement price to the nearest cent	Price 2: SY 2015-2016 Requirement price to the nearest cent
	\$ -	\$ -
<p><u>If you do not know your SY2010-2011 Weighted Average Price</u> CLICK HERE</p>		
<p>Note: The SY 2015-16 requirement is based on price increase requirements from SY 2011-12 through SY 2014-15.</p>		

Use the links below to go to the next step:

Click here to go to SY 2016-17 Price Calculator
Click here to go to SY 2016-17 Non-Federal Source Calculator
Click here to go to SY 2016-17 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.

SY 2016-17 Price Adjustment Calculator

[Go to Instructions](#)

SY 2016-17 Weighted Average Price Requirement	
Requirement price to the nearest cent	Optional price requirement ROUNDED DOWN to nearest 5 cent
\$ 2.78	\$ 2.75
<small>Note: Above prices are based on adjusting SY 2015-2016 price requirement by the 2% rate increase plus the Consumer Price Index (2.97%)</small>	

SY 2015-16 Weighted Average Price Calculator				
Enter the paid prices and number of paid lunches sold at each price for October 2015 .				
	Monthly # of Paid Lunches	Paid Lunch Price	Monthly Revenue	SY 2015-16 Weighted Average Price
1.	6,474	\$ 3.00	\$ 19,422.00	
2.	3,256	\$ 2.75	\$ 8,954.00	
3.	5,325	\$ 2.60	\$ 13,845.00	
4.	14,505	\$ 2.50	\$ 36,262.50	
5.			\$ -	
6.			\$ -	
7.			\$ -	
8.			\$ -	
9.			\$ -	
10.			\$ -	
TOTAL	29,560		\$ 78,483.50	\$ 2.66
<small>Note: SY 2015-16 Weighted Average Price equal to or above \$2.78 are compliant for SY 2016-17. \$2.78 is the difference between the Free and Paid reimbursement rates for SY 2015-16.</small>				

Total Price Increase for SY 2016-17
\$ 0.09

Required price increase for SY 2016-17 (with 10 cent cap)
\$ 2.75

Remaining increase carried forward to SY 2017-18
\$ -

Remaining credit carried forward to SY 2017-18
\$ -

[Go to SY2016-2017 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.	2,800	\$ 3.95	\$ 11,060.00	
2.	3,674	\$ 3.00	\$ 11,022.00	
3.	3,256	\$ 2.75	\$ 8,954.00	
4.	5,325	\$ 2.60	\$ 13,845.00	
5.	14,505	\$ 2.50	\$ 36,262.50	
6.			\$ -	
7.			\$ -	
8.			\$ -	
9.			\$ -	
10.			\$ -	
TOTAL	29,560		\$ 81,143.50	\$ 2.75

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. November 2015