



TO: Superintendent Jon Graff
School Board Members

FROM: Megan Gracia, Business Manager

DATE: July 31st, 2026

RE: FY27 Adult Meal and Second Entrée Prices

Adult Meal Prices

Each year, the school district is required to establish breakfast and lunch prices for adults. MDE determines a required minimum price each year that the district must meet or exceed. Their calculation is based on state and federal reimbursement rates as well as the national average per meal value from the USDA. The adult meal prices have been released by MDE and at this time, we recommend the Board accepts them as the rates for our District.

	<u>FY25 SPPS Rates</u>	<u>FY26 SPPS Rates</u>	<u>FY27 Preliminary SPPS Rates</u>
Breakfast	\$2.40	\$2.50	\$2.55
Lunch	\$5.00	\$5.05	\$5.30

As a reminder, because of the MN Free School Meals Program that has been implemented, all students will receive their first breakfast and lunch free of charge. However, if a student purchases a second full breakfast or lunch, the District is required to charge them at the adult meal prices listed above.

Second Entrée Prices

Annually, the school district must evaluate the prices charged to students for a second entrée to ensure that the cost of these purchases is entirely borne by the student and not subsidized with state or federal funding. (Unlike the rates above, these entrée rates are if the student only receives one or two items and not a full meal.) It is the recommendation of Emily Craig, the Food Service Director, to slightly increase rates for both breakfast and lunch second entrees based on increased costs of goods. We are in support of her recommendation.

	<u>FY23 Rates</u>	<u>FY24 Rates</u>	<u>FY25 Rates</u>	<u>FY26 Rates</u>	<u>FY27 Rates</u>
Breakfast (2 nd Entrée)	\$1.00	\$1.50	\$1.50	\$1.50	\$1.75
Lunch (2 nd Entrée)	\$1.50	\$2.00	\$2.00	\$2.00	\$2.25

Milk Prices

Similar to above, Emily Craig recommended a slight increase in the milk price that we agree with. Note: If a child brings in a cold lunch and receives just a milk from the District, per MDE, we are required to charge them for that milk since they are not getting a full, reimbursable meal.

	<u>FY24 Rates</u>	<u>FY25 Rates</u>	<u>FY26 Rates</u>	<u>FY27 Rates</u>
Milk	\$0.35	\$0.40	\$0.40	\$0.50