

MEMORANDUM

TO: NWABSD Board of Education
Members

DATE: August 26, 2025

NUMBER: 26-015

FR: Office of the Superintendent

SUBJECT: Approval of 26 NMS
Food Service Addendum
K-12 Sites

ABSTRACT:

Board approval is required for all service contracts over \$50,000.

ISSUE:

At issue is the approval of the Food Service Contract between NWABSD and NANA Management LLC (NMS) for Fiscal Year 2025-2026.

BACKGROUND AND/OR PERTINENT INFORMATION:

The School District and NANA Management Services currently have a contract through FY26 for the NWABSD Food Service Program. See below for the current and proposed pricings:

Meal	Current Pricing	Pricing for FY26	Increase
Breakfast	\$5.28	\$5.53	4.7%
Lunch	\$9.76	\$10.22	4.7%
Seconds	\$3.50	\$3.50	0%

The breakfast and lunch meals are partially reimbursed through the National School Lunch Program, Summer Food Service Program, or Single Summer Option. The District is not reimbursed for seconds; therefore, those costs are supported by the District's food service program which in a typical year is a transfer from the general operating fund. Based upon the FY25 meal counts, we are estimating this cost increase to be approximately \$105,000.00. See attached monthly breakdown for more information.

FUNDING:

Food Service for FY26 is not currently included in the FY26 budget, pending Board direction, but a proposed Transfer Out for FY26 in the amount of \$500,000.00. The Business Office has not yet finalized the Transfers Out expenditures for the Food Service fund but is estimating the Transfer Out at approximately \$1,200,000.00 for FY25.

ALTERNATIVES:

1. Approve the 26 NMS Food Service Addendum K-12 Sites, as presented.
2. Disapprove the 26 NMS Food Service Addendum K-12 Sites, as presented;
3. Take no final action.

ADMINISTRATION'S RECOMMENDATION:

The Administration recommends the Board approve the 26 NMS Food Service Addendum K-12 Sites, as presented.

ATTACHMENT:

NANA Management Services Addendum 5 Food Service Contract
FY25 Meal Counts by month with projected contract increase

ADDENDUM 5
Food Service Contract
with
Northwest Arctic Borough School District

This Addendum No. 5 to the "Food Service Contract" entered into by and between NANA Management Services, LLC ("NMS") and Northwest Arctic Borough School District ("the School District"), is effective **July 1, 2025**.

In consideration of the mutual promises set out in the Agreement, the Parties enter into this Addendum, effective upon the date first written above.

The following changes are made to the Agreement:

3.1) Term of Agreement:

Agreement is amended to reflect commencement of Renewal Year Four (4 of 4) with period of performance: July 1, 2025, to June 30, 2026, unless sooner terminated in accordance with the terms of the Agreement.

7.1) Fixed Meal Prices For Traditional Meal Pattern Meals:

Fixed Meal Prices are adjusted as follows:

- Breakfast is **\$5.53**
- Breakfast Seconds is **\$3.50**
- Lunch is **\$10.22**
- Lunch Seconds is **\$3.50**

Given the current trends in the food service market and rising operational costs, there is a possibility that NMS may consider requesting an increase related to tariffs. Should the need for a tariff increase arise, the change will be made by written amendment signed by both parties.

Continuation of Services Contract. Except as specifically amended pursuant to the foregoing, the Agreement shall continue in full force and effect in accordance with the terms in existence as of the date of this Addendum. After the date of this Addendum, any reference to the Agreement shall mean the Agreement as amended by this Addendum.

IN WITNESS WHEREOF, the Parties have caused this Addendum to be signed by their authorized agents on the dates below.

NANA MANAGEMENT SERVICES, LLC

**NORTHWEST ARCTIC BOROUGH
SCHOOL DISTRICT**

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

	Breakfast	Seconds	Adults	Lunch	Seconds	Adults
SEPTEMBER	12424	2910	61	21313	6041	322
OCTOBER	14047	2826	111	24968	7049	358
NOVEMBER	10112	2096	99	19058	5216	269
DECEMBER	8398	1531	74	15657	4400	235
JANUARY	11762	2594	84	21905	5884	371
FEBRUARY	11793	2252	78	20952	5455	291
MARCH	7751	1576	48	14676	4808	217
APRIL	10742	2576	79	20767	6244	358
MAY	8932	2111	74	17152	5268	348
TOTAL MEALS	95961	20472	708	176448	50365	2769
CURRENT RATE	\$ 5.28	\$ 3.50	\$ 5.28	\$ 9.76	\$ 3.50	\$ 9.76
	\$ 506,674.08	\$ 71,652.00	\$ 3,738.24	\$ 1,722,132.48	\$ 176,277.50	\$ 27,025.44
PROPOSED INCREASE	\$ 0.25	\$ -		\$ 0.46	\$ -	
STUDENTS ONLY	\$ 23,990.25	\$ -	\$ -	\$ 81,166.08	\$ -	\$ -
						\$ 105,156.33