

-Food Service Budget Overview: 2018-2019-

Administration recommends the following price increase to school lunch for the 2018-2019. The reason for the price increase is to move closer to meeting the standards for the government's Equity in Meal Pricing Structure. A requirement of participating in the National School Lunch program is that each school complete the paid lunch equity calculator. This process helps to ensure that the local community is helping to pay their fair share of student meal costs. According to the government, HASD will need to recover \$0.56 slowly over the next few years with a maximum increase of only \$.10 per year.

-Proposed Lunch Price Increase for 2018-2019-

Current Elementary \$2.20	Proposed Increase \$.10	New Price \$2.30
Current MS/HS \$2.45	Proposed Increase \$.05	New Price \$2.50

-Proposed Increase to Breakfast: K-12-

Current Breakfast Price \$1.40	Proposed Increase \$.10	New Price \$1.50
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According to the government, HASD will need to recover \$0.56 slowly over the next few years with a maximum increase of only \$.10 per year.

	Free	Reduced	Full Pay
Government Funding	\$3.33	\$2.93	\$0.41
Local Families	<u>\$0.00</u>	<u>\$0.40</u>	<u>\$2.36</u> <i>Weighted Average</i>
	\$3.33	\$3.33	\$2.77

HASD charges more for an adult lunch than the school districts in IU#15 and the surrounding area outside of our IU. Example: HASD: \$4.75 for a lunch that costs the school district \$4.65 to make and serve. Other school districts charge a range of between \$3.00 to \$3.85 for an adult meal.

The Food Service Budget also includes the salary and benefits for the Food Service Director. Other districts simply absorb this cost in with salaries and benefits budgeted for the Act 93 Management group. In Halifax, this cost is included in the Food Service budget in an effort to show the full cost of running a school-based food and nutrition program.

As the district's free and reduced lunch rate continues to climb, so does the amount of aid it receives from the federal school lunch program. HASD's food service program maximizes the funding it receives, while continuing to keep food prices at a reasonable cost to students and families.

Historically, the rising costs of PSERS and health insurance has impacted the district's ability to control the salary and benefit costs of the food service staff. And administration has worked diligently to make the food service program become a self-supporting enterprise, as full-time workers retire and are replaced with part-time employees. Although the best practice among school district food service programs is to employ a part-time work force for the majority of the positions, administration has determined that a pending retirement of a full-time employee will not afford an opportunity to replace the position with a part-time worker because of staffing limitations (the inability to split the working hours of employees) and the needs of the organization (breakfast and lunch service).

CAFETERIA BUDGET
2018-2019
5 YEAR COMPARATIVE ANALYSIS

DESCRIPTION	14/15 ACTUAL	15/16 ACTUAL	16/17 ACTUAL	17/18 YTD	17/18 BUDGET	18/19 BUDGET	17/18 to 18/19 BUDGET VARIANCE		
EXPENSES									
Salaries	100	215,612	220,351	228,117	125,207	243,595	220,098	(23,497)	-9.65%
Benefits	200	161,915	184,185	193,264	103,989	211,863	199,243	(12,620)	-5.96%
Purch Prof Serv	300	285	445	300	1,765	300	1,800	1,500	500.00%
Purch Prop Serv	400	5,496	3,669	6,098	629	5,500	5,500	0	0.00%
Other Purch Serv	500	123	0	329	357	250	100	(150)	-60.00%
Supplies	600	292,321	296,734	294,701	181,241	255,693	259,400	3,707	1.45%
Equipment	700	989	2,941	1,178	0	5,800	4,300	(1,500)	-25.86%
Dues & Fees	800	116	0	0	0	0	0	0	0.00%
Miscellaneous	900	0	0	0	0	0	0	0	0.00%
Total Expenses		\$676,858	\$708,324	\$723,987	\$413,188	\$723,000	\$690,441	(\$32,559)	-4.50%
REVENUE									
Local		258,246	250,624	247,751	162,034	248,800	249,261	461	0.19%
State		48,695	53,766	60,445	12,099	65,500	72,950	7,450	11.37%
Federal		244,833	258,814	279,145	169,433	346,000	305,000	(41,000)	-11.85%
Transfer From General Fund		100,000	135,000	133,000	62,700	62,700	64,000	1,300	2.07%
Total Revenue		\$651,775	\$698,204	\$720,341	\$406,267	\$723,000	\$691,211	-\$31,789	-4.40%
GAIN/(LOSS)		(\$25,084)	(\$10,120)	(\$3,646)	(\$6,922)	(\$0)	\$770	\$770	0.00%

