

# **Equity in School Lunch Pricing Section 205**

**Montgomery County Schools  
Child Nutrition  
May 2, 2016**

# Equity in School Lunch Pricing

- Section 205 of the 2010 Child Nutrition Reauthorization Act: “Equity in School Lunch Pricing”
- Intent: To ensure that sufficient funds are provided to the food service account for paid lunches
- This provision only applies to paid lunches

# **Paid Meal Equity Timeline**

- Effective July 1, 2016
- All school food authorities must base paid lunch prices for School Year 2016-2017 on these requirements

# Paid Meal Equity Overview

- Schools will compare the average price for paid lunches to the difference between the per meal Federal reimbursement for free and paid lunches
  - The current free meal reimbursement rate is \$3.15
  - The current paid meal reimbursement rate is \$0.37
  - $\$3.15 - \$0.37 = \$2.78$  difference

# Calculating Average Paid Lunch Price

- If a school food authority's average paid lunch price is \$2.78 or more, the school is in compliance and no further action is needed.
- Montgomery County Schools 2015-2016 Weighted Average Lunch Price is \$2.16

# Increasing revenue for paid lunches

- If a school's average paid lunch price is less than \$2.78, it must increase the average paid lunch price by the inflation factor percentage (4.97%)
- $\$2.16 \times 4.97\% = \$2.27$   
Weighted Paid Lunch Price to be in compliance for 2016-17

## Recommendation:

- Increase Middle & HS Lunch Price to \$2.35 (+ .10 cents)
- Increase Elementary School Lunch Price to of \$2.15 (+ .10 cents)

\*\$2.15 at the Elementary Schools

\* \$2.35 at the Middle & High Schools

Oct. 2015-ADM 4,209

- 1,039 Paid Students (25.00%)
- 622 Middle & HS Paid Students eat daily
- 417 Elementary Paid Students eat daily

# Impact on families

- The maximum required annual increase per child would be 10 CENTS:
- Example: A child attends a school of which the paid lunch price increased by Elementary-10 cents or Middle & High - 10 cents. The child eats every day. The child would pay about \$18 for Elementary, Middle and High Schools Students extra for the year.

✓  $180 * 10 \text{ cents} = \$ 18$

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**Questions?**