

Members of the Board,

Section 205 of the Healthy, Hunger-Free Kids act of 2010 (Public Law 111-296) requires all schools participating in the National School Lunch Program to meet a minimum average price of \$2.46 for paid lunches. This provision requires all schools to either gradually adjust prices or obtain revenue from their district's general fund to cover the difference.

In response to this requirement, I am proposing the following price increases to meals served by the Felicity Local School District.

Breakfast K-12: \$1.00 (no change)

Lunch:

K- 4 Elementary: from \$2.00 to \$2.50

5- 8 Middle/9- 12 High from \$2.00 to \$2.75

Milk Prices: .40 (no change)

Adult Meal Price: \$2.50 to \$3.25

We can either increase it all this year or gradually over the next consecutive five years. We have not increased any of our prices since the '08-'09 school year. With this in mind, along with the expected food cost increases due to inflation and to meet the "Equity in School Lunch Pricing" provision, I feel these increases are necessary for the continued support and success of our food service department.

Thank You,

Michelle Utter

**SUMMARY OF THE HEALTHY, HUNGER-FREE KIDS ACT OF 2010
(BY PROGRAM)**

reimbursement rate increases for new meal patterns	<p>interim or final regulations within 18 months of proposal. Provides an additional 6 cents per lunch for schools that are certified to be in compliance with final meal pattern regulation.</p> <ul style="list-style-type: none"> • <i>Funding:</i> Additional rate increases is 6 cents per meal, adjusted annually for changes in CPI; \$50 million in mandatory funding for each of 2 years for State implementation, of which \$3 million is available for each of 2 years for USDA administration. • 6 cents becomes available no earlier than 10/1/12. Administrative funding for States and USDA is available beginning the fiscal year the interim or final rule is published.
Sec. 202. Fluid milk (NSLP/SBP)	<ul style="list-style-type: none"> • Removes requirement that schools serve milk in a variety of fat contents and instead requires that schools offer a variety of fluid milk consistent with the Dietary Guidelines' recommendations. <i>Funding:</i> None
Sec. 203. Water (NSLP/SBP)	<ul style="list-style-type: none"> • Requires schools to make free potable water available where meals are served. • <i>Funding:</i> None
Sec. 204. Local wellness policy implementation	<ul style="list-style-type: none"> • Requires USDA to establish regulations for local wellness policies and to provide technical assistance to States/schools in consultation with ED & HHS (CDC). • <i>Funding:</i> None. Authorization to appropriate \$3 million for FY 2011 for an implementation study, to remain available until expended
Sec. 205. Equity in school lunch pricing	<ul style="list-style-type: none"> • Effective SY beginning July 1, 2011, schools are required to charge students for paid meals at a price that is on average equal to the difference between free meal reimbursement and paid meal reimbursement; Schools that currently charge less are required to gradually increase their prices over time until they meet the requirement; Schools may choose to cover the difference in revenue with non-Federal funds instead of raising paid meal prices. Establishes a maximum annual increase in the <u>required</u> paid increases of 10 cents annually, but allows schools to establish a higher increase at their discretion. • Requires USDA to collect and publish prices LEAs charge for meals. • <i>Funding:</i> None
Sec. 206. Revenue from nonprogram food (NSLP)	<ul style="list-style-type: none"> • Requires all non-reimbursable meal foods sold by school food service to generate revenue at least equal to their cost. • Provision is effective July 1, 2011. • <i>Funding:</i> None
Sec. 207. Reporting and notification of school performance	<ul style="list-style-type: none"> • Requires USDA to consolidate the Coordinated Review Effort (CRE) and School Meal Initiative (SMI) monitoring systems. • Requires States to review all school food authorities on a 3 year cycle (Current cycle is 5 years) • Requires schools to post review final findings and make findings available to the public.