



SANTA BARBARA SCHOOL DISTRICTS
720 Santa Barbara Street
Santa Barbara, CA 93101

MEMORANDUM

To: Dr. J. Brian Sarvis

From: David Hetyonk

A handwritten signature in dark ink, appearing to be "DH", is written over the name "David Hetyonk".

Re: Report on Recommended Meal Fee Increases for Nutrition Services

Date: April 18, 2006

On June 14, 2005, the Board authorized a meal price increase and prior to that, meal prices had not increased since the 2002-2003 fiscal year. At the Board of Education meeting on April 17, 2006, information was presented on the projected budget shortfall and ending fund balance of the Cafeteria Fund. Fiscal Year 2006-07 recommended increases are attached for review and comment.

In addition to the need for a meal price increase, outside consultants are currently analyzing the way we do business and will offer a report to the Board in the near future. Under study are the following costs: food, delivery, equipment repair, equipment replacement, infrastructure repair, legislative mandates for meal content, and overall production and delivery methods.

	Current Fees	Proposed Fees	Fee Increase	Additional Income*
Elementary Breakfast	No Charge	No Charge	None	
Elementary Lunch	\$2.00	\$3.00	\$1.00	\$191,507
Secondary Breakfast	\$2.00	\$2.00	None	
Secondary Lunch	\$2.75	\$3.75	\$1.00	\$56,520
Secondary A La Carte	Various	Various	\$0.50 **	\$133,000
Montecito Union Elementary Lunch	\$2.75	\$3.25	\$0.50	\$10,000 ***
Child Development				
Breakfast	\$2.25	\$2.50	\$0.25	
Lunch	\$2.75	\$3.25	\$0.50	
Snack	\$0.55	\$0.75	\$0.20	
				<u>\$52,000</u>
			TOTAL	<u>\$443,027</u>

* Fiscal Year 05/06 average meals served daily

** Average increase per transaction

*** Montecito Union transports it's own meals