

Memorandum

To: Donald Sawyer, Business Manager

From: Janice Watt, Food Service Director

Date: 7/27/2009

Re: Request for Lunch Price Increase

As you are aware, the Food Service Department realized a financial loss in the 2008-09 school year of approximately (\$15,000).

The reasons for this loss were increased food, labor and benefit costs, combined with declining meal sales, due to the poor economy.

Therefore, at this time, I feel it is necessary to increase the prices of student full price meals and adult school meals by .25 per meal.

These recommended price increases should enable the program to break even in the upcoming school year, assuming last year's paid lunch figures (see table below).

Without an increase, I project that the program will lose (\$23,000) next year.

The last lunch price increase was in 2006.

I look forward to discussing this proposal with you at your convenience.

	Current Price	Full Price Lunches 2008-09	New Price	Increase Amount	Estimated Revenue
Taft/ELC	\$2.50	36,650	\$2.75	\$0.25	\$9,162.50
Whitin/UHS	\$2.75	63,670	\$3.00	\$0.25	\$15,917.50
Faculty/Staff	\$3.25	2,270	\$3.50	\$0.25	\$567.50

Estimated Additional Revenue:	\$25,647.50
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