



Calculations for Determining a Lunch Price in the state Elderly Nutrition (EN) program and the federal Title III-C Elderly Nutrition Program (ENP)

Following is an example of how to determine the lunch price for a school agency providing lunches directly to EN participants or selling meals to the County or Tribal agency under a joint agreement for ENP:

Cost of student lunch (as determined by the previous school year data)	\$2.0300
Anticipated cost escalation, current year operation (3% estimated)	\$.0609
Value of USDA donated commodities used in lunch preparation	\$.1550
Cost of menu variations for elderly participants	\$.0000
Other costs: Delivery to senior citizen 's center (estimated)	<u>\$.0500</u>
Total costs plus value of commodities	\$2.2959
Less the per meal state reimbursement (.50 or 15% of meal cost)	<u>-\$0.3444</u>
Elderly lunch price/Negotiated lunch price for joint agreement	\$1.9515 or \$1.96

School agencies that competitively bid to sell lunches to County or Tribal agency should use this method for determining the meal price:

Cost of student lunch (as determined by the previous school year data)	\$2.0300
Anticipated cost escalation, current year operation (3% estimated)	\$.0609
Value of USDA donated commodities used in lunch preparation	\$.1550
Cost of menu variations for elderly participants	\$.1000
Other costs: Delivery to senior citizen 's center (estimated)	<u>\$.0500</u>
Total costs plus value of commodities	\$2.3959
Suggested lunch price for contract bid	\$2.3959 or \$2.40