

Planning a Menu For

Profit

Sponsored by



NATIONAL Street food Vendors Association





Author



Executive Director

STREET FOOD VENDORS Bills stopreon



FOOD COST 101



FOOD COST 101 MASTER * CLASS

 $\frac{\text{MASTER} + \text{CLASS}}{\text{FOOD TRUCK TRAINING GROUP}}$

UNDERSTANDING FOOD COST

Single expense with 4 different but important measurements

Recipe Cost Actual Food Cost Sales Mixed Theoretical Food Cost Food Expense (invoice payment)



CALCULATING FOOD COST

By Hand By Calculator By App By Spreadsheet





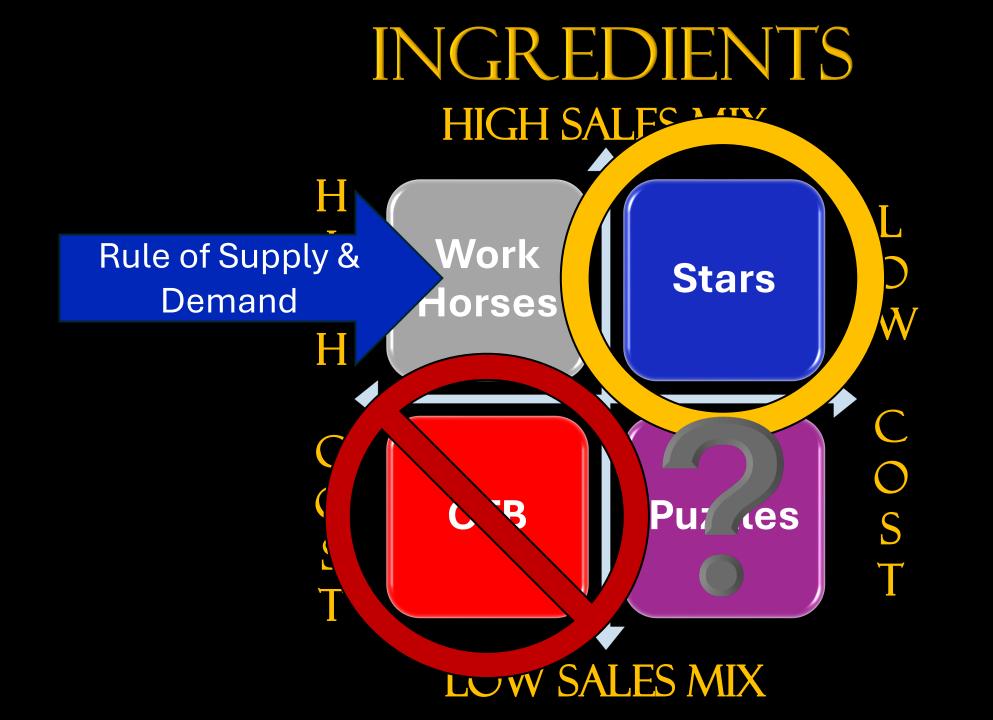
WASTE CONTROL All Food Must Be Tracked

3 States of Food on inventory (waiting to be sold) on the POS (sold, discounted) being destroyed (waste)

Cores, peels, roots – anything purchased by weight

Burnt, dropped, returns, mistakes, if it goes in the trash, it get counted



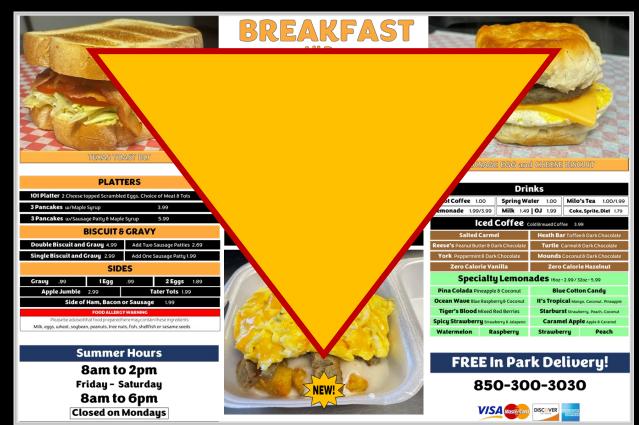


INGREDIENT MANAGEMENT Menu Streamlining: Focus on items that share HIGH SALES MIX common ingredients. Your personal fave that don't sell got to go. Н **Inventory Tracking**: Inventory tracking system Work to monitor ingredient levels. Get off your butt **Stars** G Horses and LOOK. Η Supplier Relationships: Negotiate favorable terms with suppliers to help manage costs. Buy local & cross promote for discounts. First-In-First-Out (FIFO): Label and date **Puzzles OTB** EVERYTHING. Including prepped foods. Storage and Organization: Use a wellorganized shelving system to keep ingredients accessible and in good condition. In storage if LOW SALES MIX you can see the walls, you have wasted space.

MENU ENGINEERING

Psychology of Menu Design:

- Highlighting: Use design elements like bold fonts, colors, or graphics to draw attention to high-profit items or specials.
- **Grouping**: Group related items together to encourage upselling and cross-selling.
- Anchoring: Place high-profit items near expensive items to make them seem more reasonably priced in comparison..



1.Menu Item Placement: Position your most profitable items in the "Golden Triangle" on your menu. This is the area where guests' eyes naturally gravitate when they first look at the menu (usually the **top right or center**).

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2.Monitor and Update Regularly: Replace or revamp underperforming items and adjust prices based on customer feedback, food cost changes, and sales mix trends.

3.Offer Limited Choices: Too many choices can overwhelm guests leading to decision fatigue. and streamline operations. Ensure each item serves a purpose and remove those that don't contribute to your pocketbook.



Cost-Based Pricing: Your Food Cost must be placed in a breakeven analysis which accounts for all your

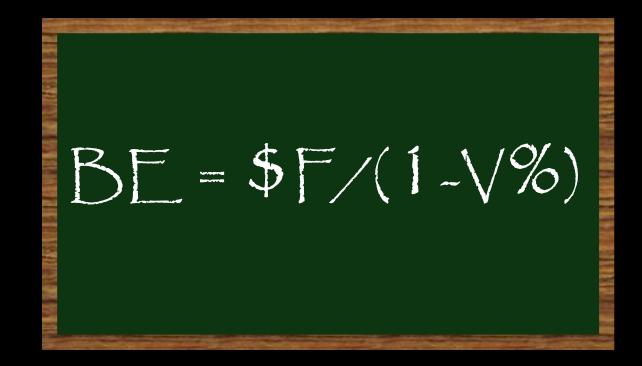
other expenses

Competitive Analysis: Research other food trucks and brick-and-mortar restaurants with similar menus.

Value-Based Pricing: What do your guests perceive as value in your food. Portion, Taste, Convenience, Uniqueness.

Dynamic Pricing: Fancy business term for discounting during slow times to drive sales OR pricing based on events, festivals, or catering.

Bundle and Combo Deals: Create combo meals or bundle items to encourage customers to spend more.



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	QUICK SHOP EVALUATION				
Competitor Name					
Date Location					
How long was the line?					
How long did it take you to reach the cashier? (deduct one point if takes longer than 1 minute per guest abead of you)					
Was the cashier greeting friendly?	YES	NO	3	(
Any suggestive selling?	YES	NO	1	(
What was the process to pick up the order? (Name, number, pager, cell phone messa alert)	ıge, a	чРΡ			
How long did it take to get your food after the order was placed?					
Was the wait acceptable to you?	YES	NO	1	(
Did other guests seem happy with their food and the service time?	YES	NO	1	(
How was the food handed out?					
Were you thanked and invited back?	YES	NO	1	(
	Gre	eat	3		
How does the food look? (Not burnt, crushed, sloppy, etc.)	Ave	rage	1		
	Ba	be	0		
Was the food appropriately hot, cold, fresh, crispy, tasty?	YES	NO	1	(
Did their line maintain after your order was placed?	YES	NO	1	(
Did the staff seem focused on serving guests and appeared to be hustling? No personal chatter.	YES	NO	1	(
Was the interior clean and organized? (As best you can tell without appearing nosey)	YES	NO	3	(
Was the exterior clean and the menu easy to read and understand?	YES	NO	1	(
Enough room to handle the line (Or if one developed) without blocking other people trying to get around.	YES	NO	1	(
Enough parking?	YES	NO	1	(
Social media presence? Does truck list social media?	YES	NO	2	0	
Responds to every comment.	YES	NO	2	(
	YES	NO	2	(
All accounts active. (If they are open each account should at least one post from that day)			1	(

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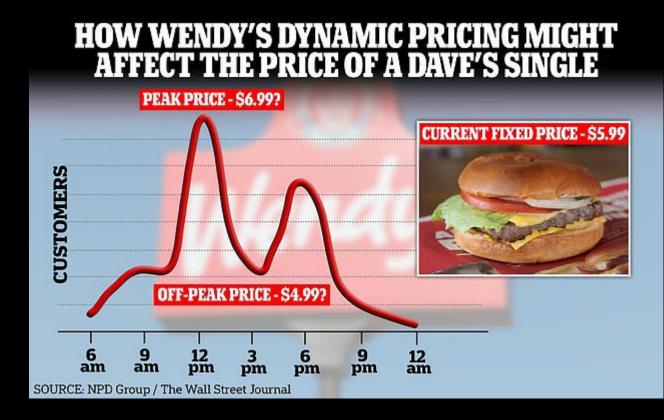
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Experiment and Analyze: Don't be afraid to experiment with pricing AND don't view your pricing through your personal price tolerances.



8PC CHICKEN + 8PC TENDERS FILL UP









COMBO

8 pieces of our

freshly prepared

chicken, available

in Original Recipe

or Extra Crispy, 2

choice, and 4 **biscuits**

large sides of your



Our Chicken Sandwich (An extra crispy file

with premium pickles, mayo, on a brioche-style

Classic Chicken \$10,99

Sandwich Combo

hoice of The Classic and/or Spic medium drini

\$9.59

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Understand Your Market

What is Your Target Guest: – Blue Collar, Professionals, Family, Teens, Children, Shoppers Analyze: Local Competition, Trends & Fads Leverage: Local Ingredients, Regional Favorites and Your Specialties

Menu Design Principles

Balance Simplicity with Perceived Variety: Three to four main lines with condiment variety. **Highlight Signature Dishes:** What is your truck famous for? **Menu Layout:** Golden Triangle, Colors, Boxes, Graphics

Cost Control and Pricing Strategies

Calculating Food Cost Percentage: Open Inv + Purchases – End Inv = Actual Food Cost. Then Compare to Theoretical Food Cost

Manage: Portion Control, Waste Tracking, ALL food is accounted for.

Guest Appeal & Experience

Craft a Menu: Must Appeal to Your Target Guest Pool **Seasonal & LTO Menu Items:** Keep Guests Coming Back and Breaks Menu Fatigue **Visuals and Branding:** Use Your Food in Photos, Daily Presentation Must Match Photos.

Operational Efficiency in Menu Planning

Maximize Kitchen Efficiency: Reduce 360's and Back & Forth Motions. Time Goals for Everything!

Streamline Prep and Cooking Processes: Think Faster, Hotter, Colder, - Challenge Your Thinking.

Inventory Management: Everything Must Have a Basis in Sales Histories & Projections.

Analyze & Improve Your Menu

Solicit Feedback: Seek Reviews, Listen for Verbal Feedback, Read Social Media Comments Analyze Sales Mix: Refine Your Menu Based on Trends in Sales Mix and Seasonality Refresh Your Menu: Predetermine a Schedule or Trigger to add LTO's, Drop Low Sales, Low Profit Items.



