Business Operations Ofelia San Pedro, Deputy Superintendent

SUBJECT: RESOLUTION NO. 2, 2004-05 SPECIAL REVENUE - FOOD SERVICE

**FUND SPRING BUDGET REVIEW** 

**COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS** 

The Office of Budget Management, the Office of the Controller and the Department of Food and Nutrition have completed a review of food service operations through March 25, 2005. This resolution increases budgeted revenues and other sources by \$5,512,000, increases appropriations by \$6,438,420 and decreases fund balances by \$926,420 to reflect projected results for the year. Increased revenues are due primarily to an increase in United States Department of Agriculture (USDA) Commodities and food sales due to participation in the summer school program prior to the end of the fiscal year.

Increased appropriations are primarily for the summer school calendar occurring in this fiscal year, the 5-day extension of the school year for the 39 zone schools and increased indirect cost.

Accordingly, it is recommended that budgeted revenues and appropriations be amended as follows:

REVENUES		Increase (Decrease)
1. Increase Federal through State as follows:		\$ 2,670,000
<ul><li>a. National School Lunch Act</li><li>b. USDA Commodities</li><li>c. Decrease Other Revenues         Total Federal through State     </li></ul>	 1,795,000 1,000,000 <u>(125,000</u> ) 2,670,000	
2. Increase Local Revenues as follows:		2,842,000
<ul><li>a. Increase food sales</li><li>b. Increase interest revenue</li><li>Total Local Revenues</li></ul>	 2,807,000 <u>35,000</u> 2,842,000	
Net Increase in Revenues		<u>\$ 5,512,000</u>

APPROPRIATIONS	Increase (Decrease)
<ol> <li>Increase salaries and fringe benefits by \$1,197,647 and \$525,353 respectively due primarily to additional work days in this fiscal year for Summer School, reclassification of school food service personnel and expanded fringe benefits approved at the January 19, 2005 School Board meeting.</li> </ol>	\$ 1,723,000
2. Increase Purchased Services based on latest available information.	427,905
3. Increase Energy Services based on latest available information.	326,515
4. Increase food and supplies due to 5-day extension to the school year for 39 zone schools and the summer school program dates in this fiscal year.	3,833,000
5. Increase indirect cost and other.	128,000
Net Increase in Appropriations	\$ 6,438,420
ENDING FUND BALANCE	
Decrease Ending Fund Balance to reflect projected results as follows:	\$ (926,420)
a. Increase Reserve for Commodity Inventory* \$ 291,337 b. Decrease Unreserved Fund Balance* (1,217,757) \$ (926,420)	
Net Increase in Appropriations And Ending Fund Balance	<u>\$ 5,512,000</u>

\* Pursuant to a Technical Assistance Note from the Department of Education, food inventories represent resources that are not appropriable for expenditures and should be reflected as a reservation of fund balance (GASB Codification Section 1800.139).

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, 2004-05 Food Service Fund Spring Budget Review, increasing revenues and appropriations/ending fund balance by \$5,512,000.

## MIAMI-DADE COUNTY PUBLIC SCHOOLS 2004-05 FOOD SERVICE BUDGET SUMMARY OF REVENUES & APPROPRIATIONS RESOLUTION NO. 2

REVENUES   REVENUES   Federal Through State   National School Lunch Act   \$87,813,000   \$1,795,000   \$89,608,000   \$0.50.A. Commodities   \$6,250,000   \$1,000,000   7,250,000   \$650,000   \$10,000,000   7,250,000   \$1,000,000   \$7,250,000   \$1,000,000   \$7,250,000   \$1,000,000   \$7,250,000   \$1,000,000   \$7,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000		AMENDED BUDGET 02/16/05	RESOLUTION NO. 2	AMENDED BUDGET 05/18/05
National School Lunch Act   \$87,813,000   \$1,795,000   \$89,608,000   \$0.50,000   \$1,000,000   \$7,250,000   \$650,000   \$1,000,000   \$7,250,000   \$650,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,250,000   \$1,000,000   \$1,0	REVENUES & BEGINNING BALANCES		•	
National School Lunch Act U.S.D.A. Commodities	REVENUES			
U.S.D.A. Commodities Other Subtotal Federal Through State Subtotal Federal Through State Food Service Supplement Other Subtotal State Food Service Supplement Subtotal State Food Sales Interest and Other Subtotal Local Food Sales Interest and Other Subtotal Local Food Sales Interest and Other Subtotal Local Food Sales Interest Subtotal Local Subtotal Local Food Sales Interest Subtotal Local Food Sales Interest Subtotal Local Food Sales Interest Subtotal Local Subtotal Local Food Sales Interest Subtotal Local Food Sales Interest Subtotal Local Subtotal Local Food Sales Interest Subtotal Local Food Sales Interest Subtotal Local Subtotal Local Food Sales Interest Subtotal Local Subtotal				
Other         Subtotal Federal Through State         \$ 94,713,000         \$ 2,670,000         \$ 97,383,000           State         Food Service Supplement         \$ 2,780,000         \$ -         \$ 2,780,000         \$ -         \$ 2,780,000         \$ -         \$ 2,780,000         \$ -         \$ 2,780,000         \$ -         \$ 2,780,000         \$ -         \$ 2,780,000         \$ 54,000         \$ -         \$ 2,834,000         \$ -         \$ 2,834,000         \$ -         \$ 2,834,000         \$ -         \$ 2,834,000         \$ -         \$ 2,834,000         \$ -         \$ 2,834,000         \$ -         \$ 2,807,000         \$ 36,907,000         \$ 115,000         \$ 115,000         \$ 36,907,000         \$ 115,000		4 0.,0.0,000		· ·
Subtotal Federal Through State				
State   Food Service Supplement   \$2,780,000   \$- \$2,780,000   \$54,000   \$- \$54,000   \$54,000   \$- \$54,000				
Prod Service Supplement Other	State			
Other         Subtotal State         \$2,834,000         \$ - \$2,834,000           Local Food Sales Interest and Other         \$34,100,000         \$2,807,000         \$36,907,000           Interest and Other         80,000         35,000         \$115,000           Subtotal Local BEGINNING FUND BALANCEI         \$34,180,000         \$2,842,000         \$37,022,000           TOTAL REVENUES         \$131,727,000         \$5,512,000         \$137,239,000           BEGINNING FUND BALANCE         \$13,525,734         \$ - \$13,525,734           TOTAL REVENUES & BEGINNING BALANCES         \$145,252,734         \$5,512,000         \$150,764,734           APPROPRIATIONS & RESERVES           APPROPRIATIONS         \$31,197,647         \$42,991,620           Employee Benefits         \$18,014,027         525,353         \$16,539,380           Purchased Services         7,388,095         427,905         7,816,000           Energy Services         4,529,353         326,515         4,655,868           Food & Supplies         58,981,000         3,833,000         62,814,000           Capital Outlay         2,200,000         0         2,200,000           Indirect Cost & Other         3,504,000         128,000         3,632,000		\$ 2.780,000	¢	ф n 700 000
Subtotal State   \$2,834,000   \$ - \$2,834,000   \$   \$2,834,000   \$   \$   \$2,807,000   \$   \$36,907,000   \$   \$36,907,000   \$36,9		, , ,	Ψ -	· · · · · · · · · · · · · · · · · · ·
Food Sales   \$34,100,000   \$2,807,000   \$36,907,000   \$15,000   \$36,907,000   \$36,907,000   \$36,907,000   \$36,907,000   \$35,000   \$36,907,000   \$36,907,000   \$36,907,000   \$36,907,000   \$35,000   \$36,907,907,907,907,907,907,907,907,907,907	Subtotal State		\$ -	
Subtotal Local   Subt			<del></del>	<u> </u>
Subtotal Local   \$34,180,000   \$35,000   \$15,000     TOTAL REVENUES   \$131,727,000   \$5,512,000   \$137,239,000     BEGINNING FUND BALANCE   \$13,525,734   \$ - \$13,525,734     TOTAL REVENUES & BEGINNING BALANCES   \$145,252,734   \$5,512,000   \$150,764,734     APPROPRIATIONS & RESERVES   APPROPRIATIONS   Salaries   \$41,793,973   \$1,197,647   \$42,991,620     Employee Benefits   \$18,014,027   \$525,353   \$18,539,380     Purchased Services   7,388,095   427,905   7,816,000     Energy Services   4,529,353   326,515   4,855,868     Food & Supplies   \$58,981,000   3,833,000   62,814,000     Capital Outlay   \$2,200,000   \$128,000   3,632,000     TOTAL APPROPRIATIONS   \$136,410,448   \$6,438,420   \$142,848,868     RESERVES   Ending Fund Balance:   Reserved for Commodity Inventory   \$4,095,663   \$291,337   \$4,387,000     Unreserved   \$4,746,623   \$1,217,757   3,528,866     TOTAL RESERVES   \$8,842,286   \$926,420   \$7,915,866		\$ 34.100.000	¢ 2.007.000	e 20.007.000
Subtotal Local   \$ 34,180,000   \$ 2,842,000   \$ 37,022,000		. ,,	, , , , , ,	·
TOTAL REVENUES   \$ 131,727,000   \$ 5,512,000   \$ 137,239,000		33,000	00,000	115,000
BEGINNING FUND BALANCE \$ 13,525,734 \$ - \$ 13,525,734  TOTAL REVENUES & BEGINNING BALANCES \$ 145,252,734 \$ 5,512,000 \$ 150,764,734  APPROPRIATIONS & RESERVES  APPROPRIATIONS  Salaries \$ 41,793,973 \$ 1,197,647 \$ 42,991,620  Employee Benefits 18,014,027 525,353 18,539,380  Purchased Services 7,388,095 427,905 7,816,000  Energy Services 4,529,353 326,515 4,855,868  Food & Supplies 58,981,000 3,833,000 62,814,000  Capital Outlay 2,200,000 0 0 2,200,000  Indirect Cost & Other 3,504,000 128,000 3,632,000  TOTAL APPROPRIATIONS \$ 136,410,448 \$ 6,438,420 \$ 142,848,868  RESERVES  Ending Fund Balance:  Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000  Unreserved 4,746,623 (1,217,757) 3,528,866	Subtotal Local _	\$ 34,180,000	\$ 2,842,000	\$ 37,022,000
BEGINNING FUND BALANCE   \$ 13,525,734   \$ - \$ 13,525,734     TOTAL REVENUES & BEGINNING BALANCES   \$ 145,252,734   \$ 5,512,000   \$ 150,764,734     APPROPRIATIONS & RESERVES	TOTAL REVENUES	\$ 131,727,000	\$ 5.512.000	\$ 137,239,000
TOTAL REVENUES & BEGINNING BALANCES \$ 145,252,734 \$ 5,512,000 \$ 150,764,734    APPROPRIATIONS & RESERVES  APPROPRIATIONS  Salaries \$ 41,793,973 \$ 1,197,647 \$ 42,991,620    Employee Benefits 18,014,027 525,353 18,539,380    Purchased Services 7,388,095 427,905 7,816,000    Energy Services 4,529,353 326,515 4,855,868    Food & Supplies 58,981,000 3,833,000 62,814,000    Capital Outlay 2,200,000 0 0 2,200,000    Indirect Cost & Other 3,504,000 128,000 3,632,000    TOTAL APPROPRIATIONS \$ 136,410,448 \$ 6,438,420 \$ 142,848,868    RESERVES    Ending Fund Balance:    Reserved for Commodity Inventory 4,095,663 \$ 291,337 \$ 4,387,000    Unreserved 4,746,623 (1,217,757) 3,528,866    TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866			<u> </u>	
APPROPRIATIONS & RESERVES  APPROPRIATIONS  Salaries \$ 41,793,973 \$ 1,197,647 \$ 42,991,620 Employee Benefits 18,014,027 525,353 18,539,380 Purchased Services 7,388,095 427,905 7,816,000 Energy Services 4,529,353 326,515 4,855,868 Food & Supplies 58,981,000 3,833,000 62,814,000 Capital Outlay 2,200,000 0 2,200,000 Indirect Cost & Other 3,504,000 128,000 3,632,000 TOTAL APPROPRIATIONS  RESERVES  Ending Fund Balance:  Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000 Unreserved 4,746,623 (1,217,757) 3,528,866	BEGINNING FUND BALANCE	\$ 13,525,734	<u> </u>	\$ 13,525,734
APPROPRIATIONS         Salaries       \$ 41,793,973       \$ 1,197,647       \$ 42,991,620         Employee Benefits       18,014,027       525,353       18,539,380         Purchased Services       7,388,095       427,905       7,816,000         Energy Services       4,529,353       326,515       4,855,868         Food & Supplies       58,981,000       3,833,000       62,814,000         Capital Outlay       2,200,000       0       2,200,000         Indirect Cost & Other       3,504,000       128,000       3,632,000         TOTAL APPROPRIATIONS       \$ 136,410,448       \$ 6,438,420       \$ 142,848,868         RESERVES         Ending Fund Balance:       Reserved for Commodity Inventory       \$ 4,095,663       \$ 291,337       \$ 4,387,000         Unreserved       4,746,623       (1,217,757)       3,528,866     TOTAL RESERVES  \$ 8,842,286       \$ (926,420)       \$ 7,915,866	TOTAL REVENUES & BEGINNING BALANCES	\$ 145,252,734	\$ 5,512,000	\$ 150,764,734
APPROPRIATIONS         Salaries       \$ 41,793,973       \$ 1,197,647       \$ 42,991,620         Employee Benefits       18,014,027       525,353       18,539,380         Purchased Services       7,388,095       427,905       7,816,000         Energy Services       4,529,353       326,515       4,855,868         Food & Supplies       58,981,000       3,833,000       62,814,000         Capital Outlay       2,200,000       0       2,200,000         Indirect Cost & Other       3,504,000       128,000       3,632,000         TOTAL APPROPRIATIONS       \$ 136,410,448       \$ 6,438,420       \$ 142,848,868         RESERVES         Ending Fund Balance:       Reserved for Commodity Inventory       \$ 4,095,663       \$ 291,337       \$ 4,387,000         Unreserved       4,746,623       (1,217,757)       3,528,866     TOTAL RESERVES  \$ 8,842,286       \$ (926,420)       \$ 7,915,866	ADDDODDIATIONS & DESERVES			
Salaries       \$ 41,793,973       \$ 1,197,647       \$ 42,991,620         Employee Benefits       18,014,027       525,353       18,539,380         Purchased Services       7,388,095       427,905       7,816,000         Energy Services       4,529,353       326,515       4,855,868         Food & Supplies       58,981,000       3,833,000       62,814,000         Capital Outlay       2,200,000       0       2,200,000         Indirect Cost & Other       3,504,000       128,000       3,632,000         TOTAL APPROPRIATIONS       \$ 136,410,448       \$ 6,438,420       \$ 142,848,868         RESERVES       Ending Fund Balance:       Reserved for Commodity Inventory       \$ 4,095,663       \$ 291,337       \$ 4,387,000         Unreserved       4,746,623       (1,217,757)       3,528,866				
Employee Benefits 18,014,027 525,353 18,539,380 Purchased Services 7,388,095 427,905 7,816,000 Energy Services 4,529,353 326,515 4,855,868 Food & Supplies 58,981,000 3,833,000 62,814,000 Capital Outlay 2,200,000 0 2,200,000 Indirect Cost & Other 3,504,000 128,000 3,632,000 TOTAL APPROPRIATIONS \$136,410,448 \$6,438,420 \$142,848,868		¢ 44.700.070	<b>A</b> 4407.047	•
Purchased Services       7,388,095       427,905       7,816,000         Energy Services       4,529,353       326,515       4,855,868         Food & Supplies       58,981,000       3,833,000       62,814,000         Capital Outlay       2,200,000       0       2,200,000         Indirect Cost & Other       3,504,000       128,000       3,632,000         TOTAL APPROPRIATIONS         \$ 136,410,448       \$ 6,438,420       \$ 142,848,868         RESERVES         Ending Fund Balance:         Reserved for Commodity Inventory       \$ 4,095,663       \$ 291,337       \$ 4,387,000         Unreserved       4,746,623       (1,217,757)       3,528,866         TOTAL RESERVES       \$ 8,842,286       \$ (926,420)       \$ 7,915,866				
Energy Services				
Food & Supplies 58,981,000 3,833,000 62,814,000 2,200,000 1 2,200,000 1 2,200,000 1 28,000 3,632,000 TOTAL APPROPRIATIONS \$ 136,410,448 \$ 6,438,420 \$ 142,848,868				
Capital Outlay         2,200,000         0         2,200,000           Indirect Cost & Other         3,504,000         128,000         3,632,000           TOTAL APPROPRIATIONS         \$ 136,410,448         \$ 6,438,420         \$ 142,848,868           RESERVES           Ending Fund Balance:         Reserved for Commodity Inventory         \$ 4,095,663         \$ 291,337         \$ 4,387,000           Unreserved         4,746,623         (1,217,757)         3,528,866           TOTAL RESERVES         \$ 8,842,286         \$ (926,420)         \$ 7,915,866	Food & Supplies			
TOTAL APPROPRIATIONS \$ 136,410,448 \$ 6,438,420 \$ 142,848,868  RESERVES Ending Fund Balance: Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000 Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866				
RESERVES Ending Fund Balance: Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000 Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866				3,632,000
Ending Fund Balance:  Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000 Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866	TOTAL APPROPRIATIONS _	\$ 136,410,448	\$ 6,438,420	\$ 142,848,868
Reserved for Commodity Inventory \$ 4,095,663 \$ 291,337 \$ 4,387,000 Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866	RESERVES		·	
Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866	Ending Fund Balance:			
Unreserved 4,746,623 (1,217,757) 3,528,866  TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866	_	\$ 4,095,663	\$ 291.337	\$ 4.387.000
TOTAL RESERVES \$ 8,842,286 \$ (926,420) \$ 7,915,866	•			
TOTAL APPROPRIATIONS OF THE PROPERTY OF THE PR	<u> </u>			,,
TOTAL APPROPRIATIONS & RESERVES \$ 145,252,734 \$ 5,512,000 \$ 150.764.734	TOTAL RESERVES	\$ 8,842,286	\$ (926,420)	\$ 7,915,866
	TOTAL APPROPRIATIONS & RESERVES	\$ 145,252,734	\$ 5,512,000	\$ 150,764,734