

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:

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

<b>APPROPRIATIONS</b>	<b>Increase (Decrease)</b>
1. 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.	\$ 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.	<u>128,000</u>
<b>Net Increase in Appropriations</b>	<b><u>\$ 6,438,420</u></b>

**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*	<u>(1,217,757)</u>
	<u>\$ (926,420)</u>
<b>Net Increase in Appropriations And Ending Fund Balance</b>	<b><u>\$ 5,512,000</u></b>

\* 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**

	<b>AMENDED BUDGET 02/16/05</b>	<b>RESOLUTION NO. 2</b>	<b>AMENDED BUDGET 05/18/05</b>
<b>REVENUES &amp; BEGINNING BALANCES</b>			
<b>REVENUES</b>			
<b>Federal Through State</b>			
National School Lunch Act	\$ 87,813,000	\$ 1,795,000	\$ 89,608,000
U.S.D.A. Commodities	6,250,000	1,000,000	7,250,000
Other	650,000	(125,000)	525,000
<b>Subtotal Federal Through State</b>	<b>\$ 94,713,000</b>	<b>\$ 2,670,000</b>	<b>\$ 97,383,000</b>
<b>State</b>			
Food Service Supplement	\$ 2,780,000	\$ -	\$ 2,780,000
Other	54,000	-	54,000
<b>Subtotal State</b>	<b>\$ 2,834,000</b>	<b>\$ -</b>	<b>\$ 2,834,000</b>
<b>Local</b>			
Food Sales	\$ 34,100,000	\$ 2,807,000	\$ 36,907,000
Interest and Other	80,000	35,000	115,000
<b>Subtotal Local</b>	<b>\$ 34,180,000</b>	<b>\$ 2,842,000</b>	<b>\$ 37,022,000</b>
<b>TOTAL REVENUES</b>	<b>\$ 131,727,000</b>	<b>\$ 5,512,000</b>	<b>\$ 137,239,000</b>
<b>BEGINNING FUND BALANCE</b>	<b>\$ 13,525,734</b>	<b>\$ -</b>	<b>\$ 13,525,734</b>
<b>TOTAL REVENUES &amp; BEGINNING BALANCES</b>	<b>\$ 145,252,734</b>	<b>\$ 5,512,000</b>	<b>\$ 150,764,734</b>
<b>APPROPRIATIONS &amp; RESERVES</b>			
<b>APPROPRIATIONS</b>			
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
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 136,410,448</b>	<b>\$ 6,438,420</b>	<b>\$ 142,848,868</b>
<b>RESERVES</b>			
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
<b>TOTAL RESERVES</b>	<b>\$ 8,842,286</b>	<b>\$ (926,420)</b>	<b>\$ 7,915,866</b>
<b>TOTAL APPROPRIATIONS &amp; RESERVES</b>	<b>\$ 145,252,734</b>	<b>\$ 5,512,000</b>	<b>\$ 150,764,734</b>