

Financial Services
Mr. Ron Y. Steiger, Chief Financial Officer

SUBJECT: RESOLUTION NO. 2, FY 2019-20 SPECIAL REVENUE - FOOD SERVICE FUND FINAL BUDGET REVIEW

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENTAL RELATIONS

LINK TO STRATEGIC BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES

The Department of Food and Nutrition, the Office of Budget Management and the Office of the Controller have completed a review of the food service operations through June 30, 2020. The overall revenues and other financing sources are being increased by \$3,626,143; appropriations are being decreased by \$5,719,042 resulting in the fund balance being increased by \$9,345,185.

Federal meal reimbursements are being increased by \$3,259,067 to reflect the actual amount earned from reimbursable meals distributed during the emergency school closure and during summer. The United States Department of Agriculture (USDA) Commodities have increased by \$355,350 to reflect actual USDA entitlements earned. Other revenues are being increased by \$34,048. Food sales are being decreased by \$34,448 to reflect actual cash sales, and Interest and Other are being increased by \$12,126.

Expenditures for salaries are being decreased by \$2,313,689 to reflect actual costs. Fringe Benefits are being decreased by \$1,413,112 to reflect the expenditures in fringe benefits charged to the Food Service fund. Purchased services are being decreased by \$180,000 as a result of lower expenditures. Energy Services are being decreased by \$29,527 to reflect actual expenditures incurred. Food and Supplies are being decreased by \$1,708,329 as a result of monitoring and management of inventory and supplies as well as a reduction in total meals served during the emergency school closure. Capital Outlay is being increased by \$128,726 to reflect food service equipment and technology purchases. Indirect Cost & Other are being decreased by \$203,111 to reflect actual expenditures.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, FY 2019-20 Food Service Fund Final Budget Review, increasing revenues by \$3,626,143, decreasing appropriations by \$5,719,042 and increasing ending fund balance by \$9,345,185.

<u>REVENUES CHANGES</u>	<u>Increase (Decrease)</u>
1. Increase (Decrease) Federal through State as follows:	\$ 3,648,465
a. National School Lunch Act	\$ 3,259,067
b. U.S.D.A. Commodities	355,350
c. Other	<u>34,048</u>
Subtotal	\$ 3,648,465
 2. Increase (Decrease) Local Revenues as follows:	 (22,322)
a. Interest and Other	\$ 12,126
b. Food Sales	<u>(34,448)</u>
Subtotal	\$ <u>(22,322)</u>
 Net Increase in Revenues	 <u>\$ 3,626,143</u>
 <u>APPROPRIATIONS CHANGES</u>	
1. Decrease salaries and fringe benefits based on actual expenditures	\$ (3,726,801)
2. Decrease purchased services based on actual expenditures	(180,000)
3. Decrease energy services based on actual expenditures	(29,527)
4. Decrease food and supplies based on actual expenditures	(1,708,329)
5. Increase capital outlay based on actual expenditures	128,726
6. Decrease indirect cost and other based on actual expenditures	<u>(203,111)</u>
 Net Decrease in Appropriations	 <u>\$ (5,719,042)</u>
 <u>ENDING FUND BALANCE</u>	
 Net Increase in Fund Balance	 <u>\$ 9,345,185</u>
 Net Increase in Appropriations and Ending Fund Balance	 <u>\$ 3,626,143</u>

**SUMMARY OF REVENUES AND APPROPRIATIONS
2019-2020 FOOD SERVICE BUDGET**

	FY 2019-2020 AMENDED 05/20/20	RESOLUTION 2 INCREASE (DECREASE)	FY 2019-2020 AMENDED 09/09/20
<u>REVENUES</u>			
Federal Through State			
National School Lunch Act	\$ 105,114,000	\$ 3,259,067	\$ 108,373,067
U.S.D.A. Commodities	10,500,000	355,350	10,855,350
Other	800,000	34,048	834,048
Total Federal	\$ 116,414,000	\$ 3,648,465	\$ 120,062,465
State			
Food Service Supplement	\$ 1,818,995	\$ -	\$ 1,818,995
Miscellaneous	-	-	-
Total State	\$ 1,818,995	\$ -	\$ 1,818,995
Local			
Interest and Other	\$ 112,514	\$ 12,126	\$ 124,640
Food Sales	11,946,000	(34,448)	11,911,552
Total Local	\$ 12,058,514	\$ (22,322)	\$ 12,036,192
TOTAL REVENUES	\$ 130,291,509	\$ 3,626,143	\$ 133,917,652
BEGINNING FUND BALANCE	\$ 32,749,920	\$ -	\$ 32,749,920
TOTAL REVENUES & BEGINNING FUND BALANCE	\$ 163,041,429	\$ 3,626,143	\$ 166,667,572
<u>APPROPRIATIONS AND RESERVES</u>			
APPROPRIATIONS			
Salaries	\$ 52,143,520	\$ (2,313,689)	\$ 49,829,831
Employee Benefits	25,509,384	(1,413,112)	24,096,272
Purchased Services	6,124,730	(180,000)	5,944,730
Energy Services	5,715,459	(29,527)	5,685,932
Food & Supplies	63,300,000	(1,708,329)	61,591,671
Capital Outlay	2,250,000	128,726	2,378,726
Indirect Cost & Other	2,839,509	(203,111)	2,636,398
TOTAL APPROPRIATIONS	\$ 157,882,602	\$ (5,719,042)	\$ 152,163,560
Ending Fund Balance			
Non-Spendable	\$ 3,131,357	\$ 2,207,461	\$ 5,338,818
Restricted	2,027,470	7,137,724	9,165,194
TOTAL ENDING FUND BALANCE	\$ 5,158,827	\$ 9,345,185	\$ 14,504,012
TOTAL APPROPRIATIONS & FUND BALANCE	\$ 163,041,429	\$ 3,626,143	\$ 166,667,572