

Business Operations  
 Ofelia San Pedro, Deputy Superintendent

**SUBJECT: RESOLUTION NO. 2, 2007-08 SPECIAL REVENUE - FOOD SERVICE FUND FINAL BUDGET REVIEW**

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

**LINK TO DISTRICT STRATEGIC PLAN: IMPROVE FINANCIAL SERVICES**

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 June 30, 2008. This resolution decreases budgeted revenues by \$1,627,838, decreases appropriations by \$1,091,199 and decreases fund balance by \$136,639 to reflect results for the year. This results in an increase in the transfer from the General Fund of \$400,000 (from \$11.5 to \$11.9 million.) Decreased revenues are due mainly to a decrease in local sales and a decrease in the projected vending access fees. In addition, the Department of Food and Nutrition eliminated certain food choices on their menu in order to cut costs, causing projected revenues not to materialize. Decreased appropriations are primarily due to a decrease in purchased services, energy services, food and supplies. Decreased appropriations in Capital were due to a \$497,970 transfer of expenditures for capital outlay and an overall decrease in expenditures. Indirect costs, salaries and benefits increased. Accordingly, it is recommended that budgeted revenues and appropriations be amended as follows:

<b>REVENUES</b>	<b>Increase (Decrease)</b>
1. Increase (Decrease) <b>Federal through State</b> as follows:	\$ 1,110,925
a. National School Lunch Act	\$ 1,237,592
b. USDA Commodities	(151,377)
c. Other	<u>24,710</u>
	\$ 1,110,925
2. Increase (Decrease) <b>State</b> as follows:	\$ (13,371)
a. Food Service Supplement	(231)
b. Food Sales	<u>(13,140)</u>
	\$ (13,371)

<b>REVENUES (Continued)</b>	<b><u>Increase (Decrease)</u></b>
3. Increase (Decrease) <b>Local Revenues</b> as follows:	\$(2,725,392)
a. Interest	\$ 73,805
b. Loss Recoveries	50,514
c. Food Sales	<u>(2,849,711)</u>
	\$ (2,725,392)
4. Increase the <b>Transfer from General Fund</b> due to expenses in excess of revenues.	<u>\$ 400,000</u>
<b>Net Decrease in Revenues</b>	<b><u>\$ (1,227,838)</u></b>

<b>APPROPRIATIONS</b>	<b><u>Increase (Decrease)</u></b>
1. Increase Salaries and Fringe Benefits based on actual expenditures.	\$ 634,626
2. Decrease Purchased Services based on actual expenditures.	(230,257)
3. Decrease Energy Services based on actual expenditures.	(465,735)
4. Decrease Food and Supplies based on actual expenditures.	(335,707)
5. Decrease Capital Outlay based on transfer of expenditures for capital outlay and actual expenditures.	(697,200)
6. Increase Indirect Cost and Other Expenses based on actual expenditures.	<u>3,074</u>
<b>Net Decrease in Appropriations</b>	<b><u>\$ (1,091,199)</u></b>

**ENDING FUND BALANCE**

Decrease Unreserved Fund Balance to reflect projected Ending Fund Balance	<u>\$ (136,639)</u>
<b>Net Decrease in appropriations and ending fund balance</b>	<b><u>\$ (1,227,838)</u></b>

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, 2007-08 Food Service Fund Final Budget Review, decreasing revenues, appropriations and ending fund balance by \$(1,227,838).

**MIAMI-DADE COUNTY PUBLIC SCHOOLS**  
**2007-08 FOOD SERVICE BUDGET**  
**SUMMARY OF REVENUES & APPROPRIATIONS**  
**RESOLUTION NO. 2**

	AMENDED BUDGET 02/13/08	RESOLUTION 2	AMENDED BUDGET 09/10/08
<b>REVENUES &amp; BEGINNING BALANCES</b>			
<b>REVENUES</b>			
<b>Federal Through State</b>			
National School Lunch Act	\$ 85,995,000	\$ 1,237,592	\$ 87,232,592
U.S.D.A. Commodities	6,974,837	(151,377)	6,823,460
Other	150,000	24,710	174,710
Subtotal Federal Through State	<u>\$ 93,119,837</u>	<u>\$ 1,110,925</u>	<u>\$ 94,230,762</u>
<b>State</b>			
Food Service Supplement	\$ 2,630,000	\$ (231)	\$ 2,629,769
Other	51,000	(13,140)	37,860
Subtotal State	<u>\$ 2,681,000</u>	<u>\$ (13,371)</u>	<u>\$ 2,667,629</u>
<b>Local</b>			
Interest and Other	\$ 201,000	\$ 73,805	\$ 274,805
Food Sales	41,188,000	(2,799,197)	38,388,803
Subtotal Local	<u>\$ 41,389,000</u>	<u>\$ (2,725,392)</u>	<u>\$ 38,663,608</u>
<b>TOTAL REVENUES</b>	<u>\$ 137,189,837</u>	<u>\$ (1,627,838)</u>	<u>\$ 135,561,999</u>
<b>OTHER FINANCING SOURCES</b>			
Transfer From General Fund	\$ 11,500,000	\$ 400,000	\$ 11,900,000
Total Other Financing Sources	<u>\$ 11,500,000</u>	<u>\$ 400,000</u>	<u>\$ 11,900,000</u>
<b>BEGINNING FUND BALANCE</b>	<u>\$ 204,802</u>		<u>\$ 204,802</u>
<b>TOTAL REVENUES, BEGINNING BALANCE &amp; OTHER FINANCING SOURCES</b>	<u>\$ 148,894,639</u>	<u>\$ (1,227,838)</u>	<u>\$ 147,666,801</u>
<b>APPROPRIATIONS &amp; RESERVES</b>			
<b>APPROPRIATIONS</b>			
Salaries	\$ 44,883,406	\$ 2,334,384	\$ 47,217,790
Employee Benefits	23,829,513	(1,699,758)	22,129,755
Purchased Services	4,750,593	(230,257)	4,520,336
Energy Services	6,025,454	(465,735)	5,559,719
Food & Supplies	65,521,225	(335,707)	65,185,518
Capital Outlay	700,000	(697,200)	2,800
Indirect Cost & Other	2,968,443	3,074	2,971,517
<b>TOTAL APPROPRIATIONS</b>	<u>\$ 148,678,634</u>	<u>\$ (1,091,199)</u>	<u>\$ 147,587,435</u>
<b>RESERVES</b>			
<b>TOTAL RESERVES</b>	<u>\$ 216,005</u>	<u>\$ (136,639)</u>	<u>\$ 79,366</u>
<b>TOTAL APPROPRIATIONS &amp; RESERVES</b>	<u>\$ 148,894,639</u>	<u>\$ (1,227,838)</u>	<u>\$ 147,666,801</u>