

Financial Services
Richard H. Hinds, Chief Financial Officer

SUBJECT: RESOLUTION NO. 2, FY2008-09 SPECIAL REVENUE - FOOD SERVICE FUND FINAL BUDGET REVIEW

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

LINK TO DISTRICT STRATEGIC PLAN: IMPROVE FINANCIAL SERVICES

During FY2007-08, the Department of Food and Nutrition required the General Fund to supplement funding for the Food Service Program in the amount of \$11.9M as explained in Food Service resolution No. 1 for FY2007-08 dated February 13, 2008 and Food Service resolution No. 2 dated September 10, 2008. The General Fund's adopted budget for FY2008-09 included supplemental funding for the Food Service Program in the amount of \$4.0M.

During the month of October 2008, leadership began a complete overhaul of the } REVIS
operation of the Food Service Program to include a review of meals per staff-hour standards, inventory management, and a review of bids for all purchased services. As a result of these efforts, coupled with monthly program monitoring, the Food Service Program required no supplemental funding in FY2008-09 and the \$4.0M supplemental funding included in the adopted budget was eliminated in Food Service Resolution No. 1, dated February 11, 2009.

Resolution No. 2, FY2008-09 Special Revenue – Food Service Final Budget Review reports the final result for the year ended June 30, 2009. The overall cost savings and increased efficiencies in food service operations, combined with the Board's support to increase federal meal subsidies, resulted in an ending fund balance of \$794,836, an increase of \$427,649 and a program that continues to be self-sufficient going into FY 2009-10.

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

REVENUES	Increase (Decrease)
1. Increase (Decrease) Federal through State as follows:	\$ (1,788,042)
a. National School Lunch Act	\$ (1,049,259)
b. USDA Commodities	(1,053,946)
c. Other	315,163
	<u>\$ (1,788,042)</u>

REVENUES (Continued)	Increase (Decrease)
2. Increase (Decrease) State as follows:	\$ 35,929
a. Food Service Supplement	\$ 59,078
b. Other	<u>(23,149)</u>
Total	\$ 35,929
3. Increase (Decrease) Local Revenues as follows:	\$ (2,530,186)
a. Interest	\$ 10,124
b. Local Food Sales	(2,556,446)
c. Other	<u>16,136</u>
Total	\$ (2,530,186)
4. Increase Beginning Fund Balance to agree with final results from prior year.	<u>2</u>
Net Decrease in Revenues	<u>\$ (4,282,297)</u>

APPROPRIATIONS

1. Decrease Salaries and Fringe Benefits based on open full-time positions not being filled during the year.	\$ (1,528,379)
2. Decrease Purchased Services based on actual expenditures.	(642,849)
3. Decrease Energy Services based on final results.	(567,477)
4. Decrease Food and Supplies based on reduction in food sales.	(1,693,811)
5. Decrease Capital Outlay based on actual expenditures.	(157,514)
6. Decrease Indirect Cost and Other Expenses based on actual expenditures.	<u>(119,916)</u>
Net Decrease in Appropriations	<u>\$ (4,709,946)</u>

ENDING FUND BALANCE	Increase (Decrease)
Increase unreserved Fund Balance to reflect projected Ending Fund Balance.	<u>\$ 427,649</u>
Net Decrease in Appropriations and Ending Fund Balance	<u>\$ (4,282,297)</u>

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, 2008-09 Food Service Fund Final Budget Review, decreasing revenues, appropriations and ending fund balance by \$(4,282,297).

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2008-09 FOOD SERVICE BUDGET
SUMMARY OF REVENUES & APPROPRIATIONS
RESOLUTION NO. 2 FINAL BUDGET REVIEW

	2008-09 AMENDED BUDGET 02/11/09	RESOLUTION 2 INCREASE / DECREASE	2008-09 AMENDED BUDGET 09/09/09
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal Through State			
National School Lunch Act	\$ 92,520,209	\$ (1,049,259)	\$ 91,470,950
U.S.D.A. Commodities	6,975,000	(1,053,946)	5,921,054
Other	150,000	315,163	465,163
Subtotal Federal Through State	\$ 99,645,209	\$ (1,788,042)	\$ 97,857,167
State			
Food Service Supplement	\$ 2,357,000	\$ 59,078	\$ 2,416,078
Other	38,000	(23,149)	14,851
Subtotal State	\$ 2,395,000	\$ 35,929	\$ 2,430,929
Local			
Interest	\$ 110,000	\$ 10,124	\$ 120,124
Food Sales	38,719,468	(2,556,446)	36,163,022
Other	2,000	16,136	18,136
Subtotal Local	\$ 38,831,468	\$ (2,530,186)	\$ 36,301,282
TOTAL REVENUES	\$ 140,871,677	\$ (4,282,299)	\$ 136,589,378
BEGINNING FUND BALANCE	\$ 79,365	2	79,367
TOTAL REVENUES, BEGINNING BALANCE & OTHER FINANCING SOURCES	\$ 140,951,042	\$ (4,282,297)	\$ 136,668,745
APPROPRIATIONS & RESERVES			
APPROPRIATIONS			
Salaries	\$ 42,790,752	\$ (614,131)	\$ 42,176,621
Employee Benefits	23,229,965	(914,248)	22,315,717
Purchased Services	4,558,074	(642,849)	3,915,225
Energy Services	6,250,564	(567,477)	5,683,087
Food & Supplies	60,187,500	(1,693,811)	58,493,689
Capital Outlay	200,000	(157,514)	42,486
Indirect Cost & Other	3,367,000	(119,916)	3,247,084
TOTAL APPROPRIATIONS	\$ 140,583,855	\$ (4,709,946)	\$ 135,873,909
TOTAL RESERVES	\$ 367,187	\$ 427,649	\$ 794,836
TOTAL APPROPRIATIONS & RESERVES	\$ 140,951,042	\$ (4,282,297)	\$ 136,668,745