

Financial Services
Richard H. Hinds, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY2010-2011 SPECIAL REVENUE -
FOOD SERVICE FUND**

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

**LINK TO STRATEGIC
FRAMEWORK: FINANCIAL EFFICIENCY/STABILITY**

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 December 23, 2010. The overall revenues and other financing sources are being adjusted by \$1,921,000 and appropriations are being decreased by \$689,776 resulting in the fund balance being adjusted by \$2,610,776. Food service fund balances can only be used to support allowable costs in the food service fund. Available funds cannot be used for other types of expenditures.

REVENUES

Projections for Federal Reimbursements are being increased by \$1,500,000. This is a result of increased student meal participation. The United States Department of Agriculture (USDA) Commodities have increased by \$500,000 due to an increase in projected USDA entitlements. The revenue from the State of Florida supplement is being decreased by \$113,000 due to a reduction in allocation from the State.

APPROPRIATIONS

The appropriations for Salaries and Fringe Benefits are being decreased by \$2,897,971 to reflect increased productivity and actual fringe rate costs. Energy Services are being decreased by \$638,728 to reflect figures provided by the District Inspections, Operations, and Emergency Management Office. Purchased Services are being increased by \$230,517 to reflect current costs for water, sewer, armored car, pest control and other services. Food and Supplies have increased by \$2,115,332 over the original projections due to increased meal participation and anticipated increases in food and fuel prices. Capital Outlay is being increased by \$610,000 to cover necessary school site Food Service equipment replacement.

Accordingly, projected revenues are adjusted by \$1,921,000 and projected appropriations are being decreased by \$689,776.

REVENUES CHANGES	Increase (Decrease)
1. Increase (Decrease) Federal through State as follows:	\$ 2,050,000
a. National School Lunch Act	\$ 1,500,000
b. U.S.D.A. Commodities	500,000
c. Other	<u>50,000</u>
TOTAL	\$ 2,050,000
2. Increase (Decrease) State as follows:	(113,000)
a. Food Service Supplement	\$ (113,000)
3. Increase (Decrease) Local Revenues as follows:	(16,000)
a. Interest and Other	\$ (16,000)
 Net Increase in Revenues	 <u>\$ 1,921,000</u>

APPROPRIATIONS CHANGES	Increase (Decrease)
1. Decrease Salaries and Fringe benefits based on increased productivity and actual fringe costs.	\$ (2,897,971)
2. Increase Purchase Services based on projected expenditures.	230,517
3. Decrease Energy Services based on projected expenditures.	(638,728)
4. Increase Food and Supplies based on projected expenditures.	2,115,332
5. Increase Capital Outlay based on projected expenditures.	610,000
6. Decrease Indirect Cost.	<u>(108,926)</u>
Net Increase (Decrease) in Appropriations	<u>\$ (689,776)</u>

ENDING FUND BALANCE CHANGES

Increase in Fund Balance	\$ 2,610,776
Net Increase in Appropriations and Ending Fund Balance	<u>\$ 1,921,000</u>

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 1, FY2010-2011, Food Service Fund Budget Review, increasing revenues and appropriations and ending fund balance by \$1,921,000.

**SUMMARY OF REVENUES AND APPROPRIATIONS
 FY2010-11 FOOD SERVICE BUDGET
 SUMMARY OF REVENUES AND APPROPRIATIONS
 FOOD SERVICE FUND**

	FY2010-11 ADOPTED BUDGET 9/7/2010	RESOLUTION 1 INCREASE/ (DECREASE)	FY2010-11 AMENDED BUDGET 2/9/2011
REVENUES			
Federal Through State			
National School Lunch Act	\$ 103,905,374	\$ 1,500,000	\$ 105,405,374
U.S.D.A. Commodities	6,964,818	500,000	7,464,818
Other	50,000	50,000	100,000
Total Federal	\$ 110,920,192	\$ 2,050,000	\$ 112,970,192
State			
Food Service Supplement	\$ 2,249,000	\$ (113,000)	\$ 2,136,000
Miscellaneous	10,000		10,000
Total State	\$ 2,259,000	\$ (113,000)	\$ 2,146,000
Local			
Interest and Other	\$ 31,000	\$ (16,000)	\$ 15,000
Food Sales	30,902,122	0	30,902,122
Total Local	\$ 30,933,122	\$ (16,000)	\$ 30,917,122
TOTAL REVENUE	\$ 144,112,314	\$ 1,921,000	\$ 146,033,314
BEGINNING FUND BALANCE	\$ 7,978,825	\$ -	\$ 7,978,825
TOTAL REVENUES & BEGINNING FUND BALANCE	\$ 152,091,139	\$ 1,921,000	\$ 154,012,139
APPROPRIATIONS			
Salaries	\$ 42,687,887	\$ (1,417,622)	\$ 41,270,265
Fringe Benefits	27,225,694	(1,480,349)	25,745,345
Purchased Services	4,126,541	230,517	4,357,058
Energy Services	5,987,208	(638,728)	5,348,480
Food & Supplies	62,646,668	2,115,332	64,762,000
Capital Outlay	545,000	610,000	1,155,000
Indirect Cost & Other	3,255,122	(108,926)	3,146,196
Total Appropriations	\$ 146,474,120	\$ (689,776)	\$ 145,784,344
FUND BALANCE END OF YEAR			
Reserved for Commodity Inventory	\$ 2,044,586	\$ 499,414	\$ 2,544,000
Contingency	1,500,000	1,000,000	2,500,000
Unreserved	2,072,433	1,111,362	3,183,795
TOTAL ENDING FUND BALANCE	\$ 5,617,019	\$ 2,610,776	\$ 8,227,795
TOTAL APPROPRIATIONS & ENDING FUND BALANCE	\$ 152,091,139	\$ 1,921,000	\$ 154,012,139