

Financial Services  
Richard H. Hinds, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY 2013-14 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 budget through December 31, 2013. The overall revenues and other financing sources are being increased by \$8,942,097, appropriations are being increased by \$11,273,014, and the ending fund balance is being decreased by \$2,330,917.

### **REVENUES**

Projections for Federal Reimbursements are being increased by \$8,087,099. This is a result of the implementation of an enhanced snack program for students, increased student meal participation in the federally funded universal breakfast program and an increase in federal reimbursement rates. The Food Service Supplement is being increased by \$84,498 to reflect the actual amount projected to be received by the State. Revenues in the Other category are being reduced by \$150,000 as a result of a shift from cash rebates by food manufacturers to direct processing for products. Food Sales are being increased by \$976,000 to reflect current trends.

### **APPROPRIATIONS**

Salaries and Fringes are being increased by \$4,291,059 to reflect a projected increase in costs of salaries and health benefits. Purchased Services are being increased by \$1,000,000 to reflect an increase in Maintenance charges billed to the Department of Food and Nutrition from \$1,250,000 to \$2,250,000. Food and Supplies are increased by \$5,677,000 over original projections due to an increase in student meal participation and increases in food and supply prices. Indirect Cost is being increased by \$304,955 as a function of increased expenditures.

Accordingly, projected revenues are being increased by \$8,942,097 and projected appropriations are being increased by \$11,273,014.

**REVENUES CHANGES**

**Increase  
(Decrease)**

1. Increase (Decrease) <b>Federal through State</b> as follows:		\$ 7,937,099
a. National School Lunch Act	\$ 8,087,099	
b. Other	<u>(150,000)</u>	
<b>TOTAL</b>	<b>\$ 7,937,099</b>	
2. Increase (Decrease) State as follows:		34,498
a. Food Service Supplement	\$ 84,498	
b. Miscellaneous	<u>(50,000)</u>	
	<b>\$ 34,498</b>	
3. Increase (Decrease) Local Revenues as follows:		970,500
a. Interest and Other	\$ (5,500)	
b. Food Sales	<u>976,000</u>	
	<b>\$ 970,500</b>	

**Net Increase in Revenues** **\$ 8,942,097**

**APPROPRIATIONS CHANGES**

1. Increase Salaries and Fringe Benefits	\$ 4,291,059
2. Increase Purchased Services based on increase in Maintenance charges billed to the Department of Food and Nutrition	1,000,000
3. Increase Food and Supplies	5,677,000
4. Increase Indirect Cost	<u>304,955</u>
<b>Net Increase (Decrease) in Appropriations</b>	<b>\$11,273,014</b>

**ENDING FUND BALANCE CHANGES**

<b>Increase (Decrease) in Fund Balance</b>	<b><u>\$ (2,330,917)</u></b>
<b>Net Increase in Appropriations and Ending Fund Balance</b>	<b><u>\$ 8,942,097</u></b>

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, approve Resolution No. 1, FY 2013-14, Food Service Fund Budget Review, increasing revenues by \$8,942,097 appropriations by \$11,273,014 and decreasing ending fund balance by \$2,330,917.

**SUMMARY OF REVENUES AND APPROPRIATIONS  
2013-14 FOOD SERVICE BUDGET**

	FY2013-14 ADOPTED BUDGET 9/3/2013	RESOLUTION 1 INCREASE/ (DECREASE)	FY2013-14 AMENDED BUDGET 2/12/2014
<b>REVENUES</b>			
<b>Federal Through State</b>			
National School Lunch Act	\$ 129,413,901	\$ 8,087,099	\$ 137,501,000
U.S.D.A. Commodities	8,000,000	-	8,000,000
Other	150,000	(150,000)	0
<b>Total Federal</b>	<b>\$ 137,563,901</b>	<b>\$ 7,937,099</b>	<b>\$ 145,501,000</b>
<b>State</b>			
Food Service Supplement	2,146,131	84,498	2,230,629
Miscellaneous	50,000	(50,000)	0
<b>Total State</b>	<b>\$ 2,196,131</b>	<b>\$ 34,498</b>	<b>\$ 2,230,629</b>
<b>Local</b>			
Interest and Other	13,500	(5,500)	8,000
Food Sales	21,000,000	976,000	21,976,000
<b>Total Local</b>	<b>\$ 21,013,500</b>	<b>\$ 970,500</b>	<b>\$ 21,984,000</b>
<b>TOTAL REVENUE</b>	<b>\$ 160,773,532</b>	<b>\$ 8,942,097</b>	<b>\$ 169,715,629</b>
<b>BEGINNING FUND BALANCE</b>	<b>\$ 17,522,939</b>	<b>\$ -</b>	<b>\$ 17,522,939</b>
<b>TOTAL REVENUES &amp; BEGINNING FUND BALANCE</b>	<b>\$ 178,296,471</b>	<b>\$ 8,942,097</b>	<b>\$ 187,238,568</b>
<b>APPROPRIATIONS</b>			
Salaries	\$ 41,648,903	2,803,097	44,452,000
Fringe Benefits	23,096,876	1,487,962	24,584,838
Purchased Services	6,361,938	1,000,000	7,361,938
Energy Services	5,827,719	0	5,827,719
Food & Supplies	77,371,500	5,677,000	83,048,500
Capital Outlay	2,750,000	0	2,750,000
Indirect Cost & Other	3,066,331	304,955	3,371,286
<b>Total Appropriations</b>	<b>\$ 160,123,267</b>	<b>\$ 11,273,014</b>	<b>\$ 171,396,281</b>
<b>FUND BALANCE END OF YEAR</b>			
Nonspendable Fund Balance	\$ 2,830,000	\$ 670,000	\$ 3,500,000
Restricted Fund Balance	15,343,204	(3,000,917)	12,342,287
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$ 18,173,204</b>	<b>\$ (2,330,917)</b>	<b>\$ 15,842,287</b>
<b>TOTAL APPROPRIATIONS &amp; ENDING FUND BALANCE</b>	<b>\$ 178,296,471</b>	<b>\$ 8,942,097</b>	<b>\$ 187,238,568</b>