

Financial Services  
Mrs. Judith M. Marte, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY 2014-15 SPECIAL REVENUE -  
FOOD SERVICE FUND**

**COMMITTEE: FISCAL ACCOUNTABILITY**

**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, 2014. The overall revenues and other financing sources are being decreased by \$(5,843,546), appropriations are being decreased by \$(401,716) and the ending fund balance is being decreased by \$(5,441,830).

### **REVENUES**

Projections for Federal Reimbursements are being decreased by \$(5,827,696) due to a decrease in breakfast and lunch participation and a decrease in the number of sites awarded the USDA Fresh Fruit and Vegetable Grant. The Food Service Supplement is being decreased by \$(20,850) to reflect the actual amount projected to be received from the State and Interest is being increased by \$5,000 due to an increase in interest earnings.

### **APPROPRIATIONS**

Projections for Food and Supplies are being increased by \$3,488,500 as a result of higher costs to produce a reimbursable meal and increases in staple food prices. New federal guidelines mandating a serving of fruit at each breakfast resulted in an additional cost of \$.25 per portion per meal on average. Milk prices for the last six months of 2014 increased an average of \$.02 per carton due to the Federal Milk Marketing Orders. Appropriations projected for Salaries and Fringes are being decreased by \$(3,778,342) to reflect current trend in fringe benefit expenditures.

Accordingly, projected revenues are being decreased by \$(5,843,546) and projected appropriations are being decreased by \$(401,716).

**E-17**

<b><u>REVENUES CHANGES</u></b>	<b><u>Increase (Decrease)</u></b>
1. Decrease Federal through State National School Lunch Act	\$ (5,827,696)
2. Decrease State Food Service Supplement	(20,850)
3. Increase Interest and Other	<u>5,000</u>
<b>Net Decrease in Revenues</b>	<b><u>\$ (5,843,546)</u></b>
 <b><u>APPROPRIATIONS CHANGES</u></b>	
1. Decrease Salaries and Fringe Benefits	\$ (3,778,342)
2. Increase Food and Supplies	3,488,500
4. Increase Indirect Cost	<u>(111,874)</u>
<b>Net Increase (Decrease) in Appropriations</b>	<b>\$ (401,716)</b>
 <b><u>ENDING FUND BALANCE CHANGES</u></b>	
<b>Increase (Decrease) in Fund Balance</b>	<b><u>\$ (5,441,830)</u></b>
<b>Net Increase in Appropriations and Ending Fund Balance</b>	<b><u>\$ (5,843,546)</u></b>

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, approve Resolution No. 1, FY 2014-15, Food Service Fund Budget Review, decreasing revenues by \$(5,843,546), appropriations by \$(401,716) and decreasing ending fund balance by \$(5,441,830).

**SUMMARY OF REVENUES AND APPROPRIATIONS  
FY 2014-15 FOOD SERVICE BUDGET**

	FY2014-15 ADOPTED BUDGET 9/3/2014	RESOLUTION 1 INCREASE/ (DECREASE)	FY2014-15 AMENDED BUDGET 2/11/2015
<b>REVENUES</b>			
<b>Federal Through State</b>			
National School Lunch Act	\$ 146,128,696	\$ (5,827,696)	\$ 140,301,000
U.S.D.A. Commodities	9,000,000	-	9,000,000
Other	25,000	-	25,000
<b>Total Federal</b>	<b>\$ 155,153,696</b>	<b>\$ (5,827,696)</b>	<b>\$ 149,326,000</b>
<b>State</b>			
Food Service Supplement	\$ 2,230,850	(20,850)	\$ 2,210,000
Miscellaneous		-	-
<b>Total State</b>	<b>\$ 2,230,850</b>	<b>\$ (20,850)</b>	<b>\$ 2,210,000</b>
<b>Local</b>			
Interest and Other	\$ 10,000	\$ 5,000	\$ 15,000
Food Sales	18,988,645	-	18,988,645
Other	-	-	-
<b>Total Local</b>	<b>\$ 18,998,645</b>	<b>\$ 5,000</b>	<b>\$ 19,003,645</b>
<b>TOTAL REVENUES</b>	<b>\$ 176,383,191</b>	<b>\$ (5,843,546)</b>	<b>\$ 170,539,645</b>
<b>BEGINNING FUND BALANCE</b>	<b>\$ 20,555,826</b>	<b>\$ -</b>	<b>\$ 20,555,826</b>
<b>TOTAL REVENUES &amp; BEGINNING FUND BALANCE</b>	<b>\$ 196,939,017</b>	<b>\$ (5,843,546)</b>	<b>\$ 191,095,471</b>
<b>APPROPRIATIONS</b>			
Salaries	\$ 43,469,303	\$ 235,437	\$ 43,704,740
Employee Benefits	28,234,465	(4,013,779)	24,220,686
Purchased Services	7,285,188	-	7,285,188
Energy Services	5,827,719	-	5,827,719
Food & Supplies	86,312,500	3,488,500	89,801,000
Capital Outlay	2,000,000	-	2,000,000
Indirect Cost & Other	3,085,365	(111,874)	2,973,491
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 176,214,540</b>	<b>\$ (401,716)</b>	<b>\$ 175,812,824</b>
<b>FUND BALANCE END OF YEAR</b>			
Nonspendable Fund Balance	\$ 6,000,000	\$ -	\$ 6,000,000
Restricted Fund Balance	14,724,477	(5,441,830)	9,282,647
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$ 20,724,477</b>	<b>\$ (5,441,830)</b>	<b>\$ 15,282,647</b>
<b>TOTAL APPROPRIATIONS &amp; FUND BALANCE</b>	<b>\$ 196,939,017</b>	<b>\$ (5,843,546)</b>	<b>\$ 191,095,471</b>