

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

**SUBJECT: RESOLUTION NO. 1, FY 2015-16 SPECIAL REVENUE –
FOOD SERVICE FUND MID-YEAR BUDGET REVIEW**

COMMITTEE: FISCAL ACCOUNTABILITY

**LINK TO STRATEGIC
BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES**

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, 2015. The overall revenues and other financing sources are being increased by \$2,579,546, appropriations are being increased by \$1,156,359 and the ending fund balance is being increased by \$1,423,187.

REVENUES

Projections for Federal Reimbursements are being increased by \$ 1,902,570 due to an increase in student breakfast participation as a result of promotional and marketing campaigns and enhanced school operations performance monitoring to increase student access to breakfast on campus. Revenue from local food sales is being increased by \$800,000 to reflect the current trend. The State of Florida Food Service Supplement is being decreased by \$123,024 to reflect actual supplemental amount from the State.

APPROPRIATIONS

Salaries are being increased by \$1,299,869 to reflect salary increases due to contract negotiations. Appropriations for fringes are being increased by \$242,165 to reflect the current trend in fringe benefit expenditures. Projections for food & supplies are being decreased by \$500,000 to reflect lower expenditures due to efficient management and use of items in school meal programs. Indirect cost is being increased by \$114,325.

E-17

<u>REVENUES CHANGES</u>	<u>Increase (Decrease)</u>
1. Increase Federal through State National School Lunch Act	\$ 1,902,570
2. Decrease State Food Service Supplement	(123,024)
3. Increase food sales	<u>800,000</u>
Net Increase in Revenues	<u>\$ 2,579,546</u>

APPROPRIATIONS CHANGES

1. Increase salaries and fringe benefits	\$ 1,542,034
2. Decrease food and supplies	(500,000)
3. Increase indirect cost	<u>114,325</u>
Net Increase in Appropriations	<u>\$ 1,156,359</u>

ENDING FUND BALANCE CHANGES

Increase (Decrease) in Fund Balance	<u>\$ 1,423,187</u>
Net Increase in Appropriations and Ending Fund Balance	<u>\$ 2,579,546</u>

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 1, FY 2015-16 Special Revenue Food Service Fund Mid-Year Budget Review, increasing revenues by \$2,579,546, appropriations by \$1,156,359 and increasing ending fund balance by \$1,423,187.

**SUMMARY OF REVENUES AND APPROPRIATIONS
FY 2015-16 FOOD SERVICE BUDGET**

	FY2015-16 ADOPTED BUDGET 9/9/2015	RESOLUTION 1 INCREASE/ (DECREASE)	FY2015-16 AMENDED BUDGET 2/3/2016
REVENUES			
Federal Through State			
National School Lunch Act	\$ 133,997,430	\$ 1,902,570	\$ 135,900,000
U.S.D.A. Commodities	9,250,000	-	9,250,000
Other	1,150,561	-	1,150,561
Total Federal	\$ 144,397,991	\$ 1,902,570	\$ 146,300,561
State			
Food Service Supplement	\$ 2,210,000	\$ (123,024)	\$ 2,086,976
Miscellaneous		-	
Total State	\$ 2,210,000	\$ (123,024)	\$ 2,086,976
Local			
Interest and Other	\$ 35,000	\$ -	\$ 35,000
Food Sales	16,725,000	800,000	17,525,000
Other		-	
Total Local	\$ 16,760,000	\$ 800,000	\$ 17,560,000
TOTAL REVENUES	\$ 163,367,991	\$ 2,579,546	\$ 165,947,537
BEGINNING FUND BALANCE	\$ 21,798,141	\$ -	\$ 21,798,141
TOTAL REVENUES & BEGINNING FUND BALANCE	\$ 185,166,132	\$ 2,579,546	\$ 187,745,678
APPROPRIATIONS			
Salaries	\$ 43,370,131	\$ 1,299,869	\$ 44,670,000
Employee Benefits	22,651,395	242,165	22,893,560
Purchased Services	6,765,024	-	6,765,024
Energy Services	6,008,775	-	6,008,775
Food & Supplies	86,000,500	(500,000)	85,500,500
Capital Outlay	1,500,000	-	1,500,000
Indirect Cost & Other	2,525,644	114,325	2,639,969
TOTAL APPROPRIATIONS	\$ 168,821,469	\$ 1,156,359	\$ 169,977,828
FUND BALANCE END OF YEAR			
Nonspendable Fund Balance	\$ 2,830,154		\$ 2,830,154
Restricted Fund Balance	13,514,509	1,423,187	14,937,696
TOTAL ENDING FUND BALANCE	\$ 16,344,663	\$ 1,423,187	\$ 17,767,850
TOTAL APPROPRIATIONS & FUND BALANCE	\$ 185,166,132	\$ 2,579,546	\$ 187,745,678