

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

**SUBJECT: RESOLUTION NO. 1, FY 2016-17 SPECIAL REVENUE -
FOOD SERVICE FUND SPRING 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 March 31, 2017. The overall revenues and other financing sources are being decreased by \$456,781; appropriations are being increased by \$739,702, and the ending fund balance is being decreased by \$1,196,483.

REVENUES

Projections for federal meal reimbursements are being decreased by \$500,000 due to a decrease in student enrollment which reduces the overall number of meals served. The allocation of United States Department of Agriculture (USDA) commodities to the district is being increased by \$300,000 to reflect the increase in the amount of donated commodities projected to be received. Other federal revenues are being decreased by \$200,000 to reflect the actual trend. Food Service Supplement is being decreased by \$110,781 to reflect the actual amount to be received by the State and Interest is being increased by \$54,000 due to an increase in earnings.

APPROPRIATIONS

Projections for Food and Supplies are being increased by \$1,222,500 to reflect the increased use of federal commodities in menus and a decrease in purchased food expenditures. Purchased Services are being decreased by \$512,000 and Indirect Cost is being increased by \$29,202 to reflect actual projected expenditures.

Projected revenues are being decreased by \$456,781 and projected appropriations are being increased by \$739,702.

<u>REVENUES CHANGES</u>	<u>Increase (Decrease)</u>
1. Decrease Federal through State National School Lunch Act	\$ (500,000)
2. Increase USDA Commodities	300,000
3. Other	(200,000)
4. Food Service Supplement	(110,781)
5. Increase Investment/Interest Income	<u>54,000</u>
Net Decrease in Revenues	<u>\$ (456,781)</u>
 <u>APPROPRIATIONS CHANGES</u>	
1. Decrease Purchased Services	\$ (512,000)
2. Increase Food and Supplies	1,222,500
3. Increase Indirect Cost	<u>29,202</u>
Net Increase in Appropriations	<u>\$ 739,702</u>
 <u>ENDING FUND BALANCE CHANGES</u>	
Decrease in Fund Balance	<u>\$ (1,196,483)</u>
Net Decrease in Appropriations and Ending Fund Balance	<u>\$ (456,781)</u>

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 1, FY 2016-17, Food Service Fund Spring Budget Review, decreasing revenues by \$456,781, increasing appropriations by \$739,702 and decreasing ending fund balance by \$1,196,483.

**SUMMARY OF REVENUES AND APPROPRIATIONS
FY 2016-17 FOOD SERVICE BUDGET**

	FY2016-17 ADOPTED BUDGET 9/7/2016	RESOLUTION 1 INCREASE/ (DECREASE)	FY2016-17 AMENDED BUDGET 5/24/2017
REVENUES			
Federal Through State			
National School Lunch Act	\$ 140,604,960	\$ (500,000)	\$ 140,104,960
USDA Commodities	10,500,000	300,000	10,800,000
Other	1,200,000	(200,000)	1,000,000
Total Federal	\$ 152,304,960	\$ (400,000)	\$ 151,904,960
State			
Food Service Supplement	\$ 2,086,976	\$ (110,781)	\$ 1,976,195
Miscellaneous	-	-	-
Total State	\$ 2,086,976	\$ (110,781)	\$ 1,976,195
Local			
Investment/Interest Income	\$ 46,000	\$ 54,000	\$ 100,000
Food Sales	15,750,000	-	15,750,000
Other	-	-	-
Total Local	\$ 15,796,000	\$ 54,000	\$ 15,850,000
TOTAL REVENUES	\$ 170,187,936	\$ (456,781)	\$ 169,731,155
BEGINNING FUND BALANCE	\$ 28,503,191	\$ -	\$ 28,503,191
TOTAL REVENUES & BEGINNING FUND BALANCE	\$ 198,691,127	\$ (456,781)	\$ 198,234,346
APPROPRIATIONS			
Salaries	\$ 43,526,208	\$ -	\$ 43,526,208
Employee Benefits	23,628,910	-	23,628,910
Purchased Services	7,112,000	(512,000)	6,600,000
Energy Services	5,998,775	-	5,998,775
Food & Supplies	81,107,500	1,222,500	82,330,000
Capital Outlay	1,900,000	-	1,900,000
Indirect Cost & Other	3,216,728	29,202	3,245,930
TOTAL APPROPRIATIONS	\$ 166,490,121	\$ 739,702	\$ 167,229,823
FUND BALANCE END OF YEAR			
Nonspendable Fund Balance	\$ 1,920,635	\$ -	\$ 1,920,635
Restricted Fund Balance	30,280,371	(1,196,483)	29,083,888
TOTAL ENDING FUND BALANCE	\$ 32,201,006	\$ (1,196,483)	\$ 31,004,523
TOTAL APPROPRIATIONS & FUND BALANCE	\$ 198,691,127	\$ (456,781)	\$ 198,234,346