

Financial Services  
Mr. Ron Y. Steiger, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 2, FY 2016-17 SPECIAL REVENUE -  
FOOD SERVICE FUND FINAL 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 operations through June 30, 2017. The overall revenues and other financing sources are being reduced by \$2,838,959; appropriations are being decreased by \$3,766,782 resulting in the fund balance being increased by \$927,823.

Federal reimbursements are being decreased by \$3,116,637 due to a reduction in overall student meals which is attributable to lower student enrollment. Other revenues are being increased by \$109,459 as a result of an increase in reimbursable after school meal programs. Food sales are being decreased by \$235,377 to reflect the reduction in cash sales. The United States Department of Agriculture (USDA) Commodities have increased by \$362,531 due to an increase in USDA entitlements received.

Expenditures for salaries and fringe benefits are being increased by \$186,914 to reflect actual expenditures. Purchased services are being decreased by \$158,441 as a result of effective food service operations management. Food and Supplies are being decreased \$4,336,127 as a result of close monitoring and reviewing of menu items, inventory and supplies to control costs. Capital Outlay is being increased by \$643,868 to reflect enhanced food service investments in school site kitchens and point of sale stations.

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, FY 2016-17 Food Service Fund Final Budget Review, decreasing revenues by \$2,838,959 decreasing appropriations by \$3,766,782 and increasing ending fund balance by \$927,823.

**REVENUES CHANGES**

**Increase  
(Decrease)**

1. Increase (Decrease) <b>Federal through State</b> as follows:		\$ (2,644,647)
a. National School Lunch Act	\$ (3,116,637)	
b. U.S.D.A. Commodities	362,531	
c. Other	<u>109,459</u>	
Subtotal	\$ (2,644,647)	

2. Increase (Decrease) <b>Total State</b> as follows:		135
a. Food Service Supplement	\$ <u>135</u>	
	\$ 135	

3. Increase (Decrease) <b>Local Revenues</b> as follows:		(194,447)
a. Interest and Other	\$ 40,930	
b. Food Sales	<u>(235,377)</u>	
Subtotal	\$ (194,447)	

**Net Decrease in Revenues** **\$ (2,838,959)**

**APPROPRIATIONS CHANGES**

1. Increase salaries and fringe benefits based on actual expenditures	\$186,914
2. Decrease purchased services based on actual expenditures	(158,441)
3. Decrease energy services based on actual expenditures	(11,093)
4. Decrease food and supplies based on actual expenditures	(4,336,127)
5. Increase capital outlay based on actual expenditures	643,868
6. Decrease indirect cost and other based on actual expenditures	<u>(91,903)</u>

**Net Decrease in Appropriations** **\$ (3,766,782)**

**ENDING FUND BALANCE**

**Net Increase in Fund Balance** **\$ 927,823**

**Net Decrease in Appropriations and Ending Fund Balance** **\$ (2,838,959)**

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

	FY2016-17 AMENDED BUDGET 5/24/2017	RESOLUTION 2 INCREASE/ (DECREASE)	FY2016-17 AMENDED BUDGET 9/6/2017
<b>REVENUES</b>			
<b>Federal Through State</b>			
National School Lunch Act	\$ 140,104,960	\$ (3,116,637)	\$ 136,988,323
U.S.D.A. Commodities	10,800,000	362,531	11,162,531
Other	1,000,000	109,459	1,109,459
<b>Total Federal</b>	<b>\$ 151,904,960</b>	<b>\$ (2,644,647)</b>	<b>\$ 149,260,313</b>
<b>State</b>			
Food Service Supplement	\$ 1,976,195	\$ 135	\$ 1,976,330
Miscellaneous	-	-	-
<b>Total State</b>	<b>\$ 1,976,195</b>	<b>\$ 135</b>	<b>\$ 1,976,330</b>
<b>Local</b>			
Investment/Interest Income	\$ 100,000	\$ 40,761	\$ 140,761
Food Sales	15,750,000	(235,377)	15,514,623
Other	-	169	169
<b>Total Local</b>	<b>\$ 15,850,000</b>	<b>\$ (194,447)</b>	<b>\$ 15,655,553</b>
<b>TOTAL REVENUES</b>	<b>\$ 169,731,155</b>	<b>\$ (2,838,959)</b>	<b>\$ 166,892,196</b>
<b>BEGINNING FUND BALANCE</b>	<b>\$ 28,503,191</b>	<b>\$ -</b>	<b>\$ 28,503,191</b>
<b>TOTAL REVENUES &amp; BEGINNING FUND BALANCE</b>	<b>\$ 198,234,346</b>	<b>\$ (2,838,959)</b>	<b>\$ 195,395,387</b>
<b>APPROPRIATIONS</b>			
Salaries	\$ 43,526,208	\$ 262,229	\$ 43,788,437
Employee Benefits	23,628,910	(75,315)	23,553,595
Purchased Services	6,600,000	(158,441)	6,441,559
Energy Services	5,998,775	(11,093)	5,987,682
Food & Supplies	82,330,000	(4,336,127)	77,993,873
Capital Outlay	1,900,000	643,868	2,543,868
Indirect Cost & Other	3,245,930	(91,903)	3,154,027
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 167,229,823</b>	<b>\$ (3,766,782)</b>	<b>\$ 163,463,041</b>
<b>FUND BALANCE END OF YEAR</b>			
Nonspendable Fund Balance	\$ 1,920,635	\$ 504,622	\$ 2,425,257
Restricted Fund Balance	29,083,888	423,201	29,507,089
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$ 31,004,523</b>	<b>\$ 927,823</b>	<b>\$ 31,932,346</b>
<b>TOTAL APPROPRIATIONS &amp; FUND BALANCE</b>	<b>\$ 198,234,346</b>	<b>\$ (2,838,959)</b>	<b>\$ 195,395,387</b>