

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

SUBJECT: RESOLUTION NO. 2, FY 2021-22 SPECIAL REVENUE - FOOD SERVICE FUND SPRING BUDGET REVIEW

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

LINK TO STRATEGIC PLAN: EFFECTIVE AND SUSTAINABLE OPERATIONAL 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 fund through March 31, 2022. The overall revenues and other financing sources are being increased by \$30,529,474 and appropriations are being increased by \$4,285,336 resulting in a fund balance increase of \$26,244,138.

Projections for Federal Reimbursements for the National School Lunch Act are being increased by \$30 million to reflect the continued increase in the total number of free meals being served to students as well as a higher federal meal reimbursement rate implemented under the United States Department of Agriculture (USDA) emergency pandemic program waivers effective for the 2021-22 school year. USDA Commodities are being increased by \$500,000 to reflect an increase in USDA food entitlements issued to the school meal program. Food Service Supplement is being decreased by \$148,920 to reflect the actual amount expected from the State. Interest revenue is being increased by \$3,394 to reflect the latest interest projection. Food Sales is also being increased by \$50,000 to reflect current receipts.

Appropriations for Purchased Services are being increased by \$1,175,116 to reflect actual expenditures for maintenance chargebacks for the repairs of school site food service equipment. Appropriations for Food and Supplies are being increased by \$3 million to reflect the increase in food usage and costs. Energy Services are being increased by \$58,120 due to a revised utility chargebacks projection. Appropriations for Indirect Cost are being increased by \$52,100 to reflect an adjusted calculation.

<u>REVENUES CHANGES</u>	<u>Increase (Decrease)</u>
1. Increase (Decrease) Federal through State as follows:	\$ 30,625,000
a. National School Lunch Act	\$ 30,000,000
b. U.S.D.A. Commodities	500,000
c. Other	<u>125,000</u>
Subtotal	\$ 30,625,000
2. Reflect decrease in State Food Service Supplement.	(148,920)
3. Increase (Decrease) Local Revenues as follows:	53,394
a. Interest and Other	\$ 3,394
b. Food Sales	<u>50,000</u>
Subtotal	\$ 53,394
Net Increase in Revenues	<u>\$ 30,529,474</u>
 <u>APPROPRIATIONS CHANGES</u>	
1. Increase Purchase Services to reflect increase in costs.	\$ 1,175,116
2. Increase in Energy Services to reflect adjusted utility chargebacks.	58,120
3. Increase Food & Supplies to reflect increase in usage and costs.	3,000,000
4. Increase Indirect Cost to reflect adjusted calculation.	52,100
Net Increase in Appropriations	<u>\$ 4,285,336</u>
 <u>ENDING FUND BALANCE</u>	
Net Increase in Fund Balance	\$ 26,244,138
Net Increase in Appropriations and Ending Fund Balance	<u>\$ 30,529,474</u>

RECOMMENDED: That The School Board of Miami-Dade County, Florida, approve Resolution No. 2, FY 2021-22 Food Service Fund Review, increasing revenues by \$30,529,474 increasing appropriations by \$4,285,336, and increasing ending fund balance by \$26,244,138.

**SUMMARY OF REVENUES AND APPROPRIATIONS
2021-2022 FOOD SERVICE BUDGET
RESOLUTION NO. 2**

	FY 2021-2022 AMENDED 02/09/22	INCREASE (DECREASE)	FY 2021-2022 AMENDED 05/18/22
<u>REVENUES</u>			
Federal Through State			
National School Lunch Act	\$ 130,000,000	\$ 30,000,000	\$ 160,000,000
U.S.D.A. Commodities	12,500,000	500,000	13,000,000
Other	900,000	125,000	1,025,000
Total Federal	\$ 143,400,000	\$ 30,625,000	\$ 174,025,000
State			
Food Service Supplement	\$ 1,678,574	\$ (148,920)	\$ 1,529,654
Total State	\$ 1,678,574	\$ (148,920)	\$ 1,529,654
Local			
Interest and Other	\$ 24,785	\$ 3,394	\$ 28,179
Food Sales	750,000	50,000	800,000
Total Local	\$ 774,785	\$ 53,394	\$ 828,179
TOTAL REVENUES	\$ 145,853,359	\$ 30,529,474	\$ 176,382,833
BEGINNING FUND BALANCE	\$ 22,733,592	\$ -	\$ 22,733,592
TOTAL REVENUES & BEGINNING FUND BALANCE	\$ 168,586,951	\$ 30,529,474	\$ 199,116,425
<u>APPROPRIATIONS AND RESERVES</u>			
APPROPRIATIONS			
Salaries	\$ 42,833,612	\$ -	\$ 42,833,612
Employee Benefits	24,730,157	-	24,730,157
Purchased Services	5,344,461	1,175,116	6,519,577
Energy Services	7,344,554	58,120	7,402,674
Food & Supplies	67,213,000	3,000,000	70,213,000
Capital Outlay	1,000,000	-	1,000,000
Indirect Cost & Other	2,496,264	52,100	2,548,364
TOTAL APPROPRIATIONS	\$ 150,962,048	\$ 4,285,336	\$ 155,247,384
Ending Fund Balance			
Non-Spendable	\$ 3,637,600	\$ -	\$ 3,637,600
Restricted	13,987,303	26,244,138	40,231,441
TOTAL ENDING FUND BALANCE	\$ 17,624,903	\$ 26,244,138	\$ 43,869,041
TOTAL APPROPRIATIONS & FUND BALANCE	\$ 168,586,951	\$ 30,529,474	\$ 199,116,425