

## ADMINISTRATIVE REPORT

**DATE:** 5-24-2022

**TOPIC:** 5.3 - First Reading of the Proposed 2022-23 Nutrition Services Budget

**PRESENTER:** Wendy Peterson, Director of Nutrition Services

**REFERENCE TO POLICY/STATUTE:** Policy 701, Establishment and Adoption of School District Budget

### A. PURPOSE OF REPORT

- a. Nutrition Services continues to offer both breakfast and lunch at all buildings. For the past two years meals have been free to all students, however next school year all meals will be paid according to eligibility status.
- b. Rising costs due to inflation along with a decrease in overall federal reimbursement has created a financial disparity unlike any faced within the past decade.
- c. Supply chain disruptions are expected to continue during the upcoming school year requiring the department to continue with scaled back menus as well as limited ala carte options at all levels.
- d. The current projected fund balance will exceed the school board goal of 9%. Projected total after the 21/22 SY will be 20%. Due to a proposed budget deficit, the overall fund balance total after SY 22/23 will be at 18.7%.
- e. Attached are documents outlining the revenue, expenditures, and proposed fund balance summary for the upcoming school year.

### B. RECOMMENDATION

- a. Information for the board



# Nutrition Services Statement of Revenue and Expenditures

Revised  
2021/22

Proposed  
2022/23

	Revised 2021/22	Proposed 2022/23
<b>A. Revenue</b>		
State Aids & Credits:		
Breakfast	0	170,000
Lunch	0	271,320
<b>Subtotal</b>	0	<b>441,320</b>
Federal Aid:		
Breakfast	0	518,128
Lunch	0	3,434,680
Summer Food Service	11,453,648	160,755
<b>Subtotal</b>	<b>11,453,648</b>	<b>4,113,563</b>
Interest Income	1,000	1,000
Sales:		
Breakfast	0	431,080
Lunch	0	4,028,240
A la Carte	1,241,947	1,835,000
Other	146,250	154,500
<b>Subtotal</b>	<b>1,388,197</b>	<b>6,449,820</b>
<b>Total Revenue</b>	<b>12,842,845</b>	<b>11,004,703</b>
<b>B. Expenditures</b>		
Salaries	3,146,056	3,316,075

Fringe Benefits	1,230,041	1,304,105
Purchased Services	272,830	435,200
Food and Supplies	4,906,510	4,935,825
Equipment	600,000	380,000
Other	18,542	20,500
Operational Chargeback	1,326,515	910,170
<b>Total Expenditures</b>	<b>11,500,494</b>	<b>11,301,875</b>
C. Excess (Deficiency) Revenue		
Over Expenditures	<b><u>\$1,342,351</u></b>	<b><u>-\$297,172</u></b>

## Nutrition Services Fund Balance Summary

Audited Fund Balance – June 30, 2021		\$1,073,800
Add 2021-22 Projected Revenue	\$ 12,842,845	
Less 2021-22 Projected Expenditures	\$ 11,500,494	\$1,342,351
Projected Fund Balance - June 30, 2022	<hr/>	<hr/> \$2,416,151
Add 2022-2023 Projected Revenue	\$ 11,004,703	
Less 2022-2023 Projected Expenditures	\$ 11,301,875	<b><u>-\$297,172</u></b>
Projected Fund Balance - June 30, 2023	<hr/>	<hr/> <hr/> \$2,118,989