

Issue Analysis Form



Date: April 26, 2022
School Nutrition Fund
Appropriation of School
Nutrition Federal Funds –
Item: FY2022 \$570,000
County Finance / School
Lead Department(s): Finance
Contact Person(s): Betsy Drewry

Description and Current Status

On April 25, 2022 the Prince George County School Board is considering an appropriation of additional School Nutrition Federal Funds of \$570,000 for FY2022.

For FY2022, the Federal Government has allowed and provided reimbursements to PGCPs' Child Nutritional Services department to feed all children, regardless of socioeconomic status, free of charge. This change has provided federal revenues above the budgeted levels for FY2022. Inflation has also impacted food prices for FY2022, and the school division faces spending overages without an additional appropriation.

Supporting documentation from School Administration is included as **Attachment A**.

Board Action Requested:

Approve appropriation of \$570,000 in additional School Nutrition Federal Funds of \$570,000 for use in FY2021-22.

A draft resolution for budget amendment / appropriation is attached for Board consideration.

Appropriation Entry:

School Nutrition Fund (0540)

Revenue:

School Nutrition Fund Federal Revenues	
0540-30-000-0000-00000-000-000-810-333810	\$570,000

Expenditure:

Food Supplies	
0540-06-205-6012-65100-100-000-000-46002	\$500,000
Operating Supplies	
0540-06-205-6012-65100-100-000-000-46014	\$ 70,000

Government Path

Does this require IDA action?

Yes No

Does this require BZA action?

Yes No

Does This require Planning Commission Action?

Yes No

Does this require Board of Supervisors action?

Yes No

Does this require a public hearing?

Yes No

If so, before what date?

Yes No

Fiscal Impact Statement

Increase in FY2022 appropriation of School Nutrition fund federal revenues totaling \$570,000. There is no local funding impact.

County Impact

Action makes available for the School Division additional federal resources to cover potential expenditure overages in FY2022 caused by inflated school food prices. There is no local funding impact.

Notes

Board of Supervisors
County of Prince George, Virginia

Resolution

At a regular meeting of the Board of Supervisors of the County of Prince George held in the Boardroom, Third Floor, County Administration Building, 6602 Courts Drive, Prince George, Virginia this 26th day of April, 2022:

Present:

Vote:

Marlene J. Waymack, Chair
Donald R. Hunter, Vice-Chair
Floyd M. Brown, Jr.
Alan R. Carmichael
T. J. Webb

A-7

On motion of _____, seconded by _____, which carried unanimously, the following Resolution was adopted:

RESOLUTION; APPROPRIATION (\$570,000 SCHOOL NUTRITION FUND FEDERAL REVENUES)

BE IT RESOLVED That the Board of Supervisors of the County of Prince George this 26th day of April, 2022, does hereby authorize the following increase of funds within the 2021-2022 Budget, such line items increased as follows, which monies shall be expended for purposes authorized and approved by the Board of Supervisors of the County of Prince George:

<u>FUND/ORGANIZATION</u>	<u>AMOUNT</u>
SCHOOL NUTRITION FUND	
<u>Expenditure:</u>	
Food Supplies	
0540-06-205-6012-65100-000-000-000-46002	\$500,000.00
Operating Supplies	
0540-06-205-6012-65100-000-000-000-46014	\$ 70,000.00
 <u>Revenue:</u>	
School Nutrition Federal Revenues	
0540-30-000-0000-00000-000-000-810-333810	\$570,000.00

A Copy Teste:

Jeffrey D. Stoke
County Administrator



Agenda Item Details

Meeting Mar 28, 2022 - APRIL 25, 2022 - REGULAR SCHOOL BOARD MEETING

Category J. ACTION ITEMS

Subject Request for Approval for Supplemental Appropriation to Child Nutritional Services Fund (0540) FY22 Budget - Monique Barnes

Access Public

Type Action

Recommended Action Approval by the School Board to make a request to the Board of Supervisors for a Supplemental Appropriation of \$570,000 to be included in the FY22 Child Nutritional Services Fund 0540 Budget.

Public Content

Rationale:

For FY22, the Federal Government has allowed and provided reimbursements to PGCPS' Child Nutritional Services department to feed all children, regardless of their socioeconomic status, free of charge. This has provided for additional revenue, as well as additional costs for food and serving materials to support the increase in meals served. As well, the department is experiencing inflated pricing for food and supplies and is close to depleting its expenditure budget.

From Sept 7- Jan 31st 75, 873 more meals were served than in 2019 when all children were receiving in-person instruction. Of these 75,873 additional meals, 44,955 of these were breakfast and 30,918 were lunches.

In addition, the Child Nutritional Services Fund is considered an enterprise fund that is allowed to carry a fund balance from year to year; however, the state does not wish the CNS fund to carry more than the value to cover three months of expenditures in its fund balance. As of March 31, 2022, the Child Nutritional Services fund had a fund balance of \$1,165,013. With its current budget, the cost to run the department for three months is \$805,700.

The requested appropriation is as follows:

Revenue:	
<u>0540-30-000-00000-00000-000-810-33810 Cafe School Food Program</u>	<u>\$570,000.00</u>
Total Revenue	\$570,000.00

Expenditures:	
0540-06-205-6012-65100-000-900-000-46002 Food Supplies	\$500,000.00

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ATTACHMENT A

<u>0540-06-205-6012-65100-000-900-000-46014 Operating Supplies</u>	<u>70,000.00</u>
Total Expenditures	\$570,000.00

Monique Barnes, CFO

Administrative Content

Executive Content