



FINANCE DEPARTMENT

To: Kevin Massengill, County Administrator
County Board of Supervisors Members

From:  Dr. Kari Weston, Superintendent
Christie Fleming, Director of Finance

Date: June 15, 2022

C: Anne Howerton, Deputy County Administrator – Finance & General Services

Re: FY 2022 Supplemental Appropriation – School Nutrition Fund

The School Board at its meeting on June 14, 2022, approved a supplemental appropriation to the school nutrition fund (207) in the amount of \$250,000.

School Nutrition Services has seen a challenging year. The rising and high costs of food, supply chain issues and personnel changes have impacted the FY2022 budget. Food costs have been rising all year. Our vendors have struggled meeting supply demands and have required us to make adjustments, which have been costly at times. As the end of the fiscal year approaches, our anticipated final expenses are much higher than originally planned.

Federal school breakfast and lunch reimbursement rates have remained at the higher COVID-19 rates all year. Therefore, we anticipate receiving at least \$300,000 more in federal reimbursements than originally budgeted by the end of June.

While revenues still exceed expenditures and an anticipated ending balance in excess of \$400,000 is estimated for the school nutrition fund, we cannot spend more than has been appropriated in our budget. We are asking that we increase the school nutrition budget by \$250,000 to cover expenses for the rest of the fiscal year.

We are respectfully requesting approval of the supplemental appropriation in the amount of \$250,000 to the school nutrition fund for the FY 2022 Budget. Thank you for your continued support of our school division.