

Plan for Reducing an Excessive Operating Fund Balance

(For the purposes of this form, a fund balance is net cash resources.)

Contracting Entity (CE) Name: South Texas Educational Technologies Inc. Date: 10/18/2016
CE Identification Number (CE ID): 108802 00560 ESC:¹ 1
Plan Completion Date: March 31, 2017

Received
11/2/16
sc

Current Operating Food Service Fund Balance (Net Cash Resources): \$371,691.52

Average Monthly Expenses: \$61,509.00

Amount of the Excessive Fund Balance (Net Cash Resources): \$187,161.80

Plan to Resolve an Excess Operating Fund Balance (Net Cash Resources):

Please provide a detailed explanation of how the CE will reduce the fund balance (net cash resource) to an acceptable level within one year by improving the quality of food served or purchase of needed supplies, service, or equipment.² This may include, but is not limited to, purchases of supplies or equipment or services.


South Texas Educational Technologies Inc. (STET) will reduce the fund balance by purchasing needed kitchen equipment for all three campuses. Please see attached list.

Explanation of what the CE will do to ensure that an excessive fund balance (net cash resources) will not occur in the future

South Texas Educational Technologies Inc. will monitor excess balance on a monthly basis effective 9/1/2016, to ensure no excess balance remains. STET will also research an afternoon supper program, offered to students around 4pm free of charge.

(If additional space is needed attach another page.)

The above named CE hereby submits the following plan to reduce the excessive operating fund (net cash resources) balance to be completed by date entered above.


(Signature of Authorized Representative)

Alim Ansari
(Printed Name of Authorized Representative)

(State Agency Use Only)

☒ Approved
☐ Denied

Sarah Carlson, Assistant Director for School Operations
Signature, Title Date
11/4/16

¹ Education Service Center

² An excessive operating food service fund balance cannot be reduced by altering children's meal pricing structures when altered pricing conflicts with the paid lunch equity requirements. See the *Administrator's Reference Manual, Section 15, Meal Pricing* for additional information on this topic.

Child Nutrition Program- Excess Reduction Plan

EQUIPMENT

	C.P.U	H1	H2	H3	C.K.	TOTAL	
MILK COOLER	2,672.15	6.00	2.00	1.00		24,049.35	
REFRIGERATOR	1,099.00	1.00	-	-		1,099.00	
FREEZER	1,295.00	1.00	-	-		1,295.00	
ELECTRIC CAMBRO	6,180.00	2.00	1.00	-		18,540.00	
3 COMPARTMENT SINK	466.99	1.00	-	-	-	466.99	
3 COMP SINK W/DRAINERS					1.00		
SINK HOSE					1.00		
SLICERS	3,618.91	-	-	-	2.00	7,237.82	
DESKTOP COMPUTER	699.00	1.00	-	-		699.00	PCM
ICE MACHINE	3,223.50	1.00	-	-		3,223.50	
CONVEYOR OVER	6,141.05	-	-	-	1.00	6,141.05	
WARMERS (ADCRAFT)	108.02	3.00	-	1.00		432.08	
	\$ 25,503.62	16.00	3	2	5	\$ 63,183.79	GRAND TOTAL

VEHICLES

	C.P.U	H1	H2	H3	C.K.	TOTAL	
VEHICLES	33,000.00	-	-	-	1.00	33,000.00	
TRACTOR	23,329.00	-	-	-	1.00	23,329.00	
COMPACT CAR (USED)	10,000.00				1.00	10,000.00	
						-	
						-	
						-	
						-	
	\$ 66,329.00	0	0	0	3	\$ 66,329.00	GRAND TOTAL

Additional Equipment

	C.P.U	H1	H2	H3	C.K.		
FROST TOP	5,409.23	4.00	2.00	1.00		37,864.61	
SERVING COUNTER	2,513.17	1.00	2.00	-		7,539.51	
HOT FOOD SERVING	4,040.83	1.00	2.00	-		12,122.49	
CENTRAL KITCHEN SHELVES	261.97				10.00	2,619.70	
WORK TABLE	262.07				1.00	262.07	
						-	
						-	
	\$ 12,487.27	6	6	1	11.00	\$ 60,408.38	GRAND TOTAL

EQUIPMENT	\$ 63,183.79
VEHICLES	\$ 66,329.00
ADD'L EQUIP	\$ 60,408.38
GRAND TOTAL	\$ 189,921.17
	\$ 190,000.00
	\$ (78.83)