



# VIRGINIA BEACH CITY PUBLIC SCHOOLS CHARTING THE COURSE

## School Board Services

**Beverly M. Anderson, Chair**  
At-Large

**Joel A. McDonald, Vice Chair**  
District 3 – Rose Hall

|   |   |   |
|---|---|---|
| <b>Daniel D. Edwards</b><br>District 2 – Kempsville | <b>Sharon R. Felton</b><br>District 6 – Beach   | <b>Dorothy M. Holtz</b><br>At-Large                     |
| <b>Victoria C. Manning</b><br>At-Large              | <b>Ashley K. McLeod</b><br>At-Large             | <b>Kimberly A. Melnyk</b><br>District 7 – Princess Anne |
| <b>Trenace B. Riggs</b><br>District 1 – Centerville | <b>Carolyn T. Rye</b><br>District 5 - Lynnhaven | <b>Carolyn D. Weems</b><br>District 4 - Bayside         |

**Aaron C. Spence, Ed.D., Superintendent**

## **School Board Special Meeting MINUTES**

**Tuesday, March 6, 2018**

School Administration Building #6, Municipal Center  
2512 George Mason Dr.  
Virginia Beach, VA 23456

- 1. Call to Order and Roll Call:** Chairwoman Anderson called the special meeting of the School Board of the City of Virginia Beach to order at 4:02 p.m. in the School Board Chambers at the School Administration Building. All School Board members were present along with Superintendent Spence. She stated the purpose of the special meeting was for the School Board to finalize and take action to approve the School Operating Budget for Fiscal Year 2018-19; and Capital Improvement Program (CIP) Fiscal Years 2018-19 through Fiscal Year 2023-24.
- 2. Moment of Silence followed by the Pledge of Allegiance**
- 3. Adoption of the Agenda:** Ms. Manning made a motion, seconded by Ms. Holtz, that the School Board adopt the agenda as published. The motion passed unanimously.
- 4. Action:**
  - A. Resolution Regarding School Operating Budget FY2018-19:** Vice Chair McDonald presented the resolution as a motion to approve the School Operating Budget FY2018-19 as presented. Ms. Riggs provided a second. Prior to a vote, Ms. Manning announced she would be voting against the proposal stating her opposition to specific components. She suggested the Policy Review Committee consider policy amendments for the School Board to entertain costly items prior to them being included in the budget citing the 1:1 technology initiative as an example. Other areas of concern included travel expenses, the cost for outside consultants, and compensation; while stating her disagreement with the priorities as presented in the budget proposal. Ms. Weems stated she too would be voting against the proposal related to components in the area of not being able to accelerate the phasing in of full day kindergarten, the lack of further discussion on field lights and the effect on school start times, teacher workload, and compensation. Following discussion in which School Board members relayed their support for specific elements, the motion was approved (ayes 9, nays 2 – Manning, Weems) and the resolution approved as follows:



**Budget Resolution – FY 2018/19**

**WHEREAS**, the mission of Virginia Beach City Public Schools, in partnership with the entire community, is to empower every student to become a life-long learner who is a responsible, productive, and engaged citizen within the global community; and

**WHEREAS**, the School Board of the City of Virginia Beach has adopted a comprehensive strategic plan and school improvement priorities to guide budgetary decisions; and

**WHEREAS**, the School Board has studied the recommended FY 2018/19 Operating Budget in view of state and federal requirements, the strategic plan, priorities, community expectations, competitive compensation for employees and the best educational interests of its students; and

**WHEREAS**, the next phase (2nd year of the five-year implementation plan) of the planned expansion of the VBCPS Full Day Kindergarten program is included in this budget and any unspent funds related this program will be used solely for identified priority needs such as Capital Improvement Program (CIP) projects, replacement school buses, replacement equipment and furniture, and technology related items; and

**WHEREAS**, the City/School Revenue Sharing Policy provides 34.11% of certain general fund revenues to meet obligations of the School Board of the City of Virginia Beach; and

**WHEREAS**, the proposed Operating Budget moves all eligible employees up an experience step (0.5 percent), not to exceed the “top of scale” and provides a 1.5 percent cost of living adjustment (COLA) for all employees; and

**WHEREAS**, the total funds requested for FY 2018/19 from the City of Virginia Beach to the School Board of the City of Virginia Beach is \$441,562,352; and

**WHEREAS**, the debt service payment is estimated to be \$41,951,320 leaving a balance of \$399,611,032 to allocate between the Operating Budget and the Capital Improvement Program (CIP); and

**WHEREAS**, \$6,800,000 of the School Reserve Special Revenue Fund, which would have normally been used for major one-time purchases, will now be budgeted to use for the FY 2018/19 Operating Budget.

**NOW, THEREFORE, BE IT**

**RESOLVED:** That \$3,591,000 of the Sandbridge Tax Increment Financing (TIF) be allocated to the Schools’ PAYGO for the CIP, with the remaining \$409,000 earmarked for the Operating Budget, bringing it to a total of \$400,020,032; and be it

**FURTHER RESOLVED:** That \$500,000 be allocated to the Schools’ PAYGO, leaving a balance of \$399,520,032 in the Operating Budget; and be it

**FURTHER RESOLVED:** That federal funds in the amount of \$12,200,000 along with state funds in the amount of \$348,069,568 and other local funds in the amount of \$3,518,341 be added to the Operating Budget, bringing it to a total for FY 2018/19 of \$763,307,941; and be it

**FURTHER RESOLVED:** That \$6,800,000 of the School Reserve Special Revenue fund be added to the Operating Budget, bringing the total to \$770,107,941; and be it



**FURTHER RESOLVED:** That the School Board of the City of Virginia Beach requests a Lump Sum Appropriation of \$770,107,941 from the City Council of Virginia Beach for the School Board FY 2018/19 Operating Budget; and be it

**FURTHER RESOLVED:** That the School Board of the City of Virginia Beach requests an appropriation of \$112,606,532 for categorical grants and other special revenue funds comprised of federal grants in the amount of \$41,242,054, state grants in the amount of \$19,251,057, local grants in the amount of \$993,539; Green Run Collegiate in the amount of \$3,803,031; and other special revenue funds in the amount of \$47,316,851; and be it

**FINALLY RESOLVED:** That a copy of this Resolution be spread across the official minutes of this School Board, and the Clerk of the School Board is directed to deliver a copy of this Resolution to the Mayor, each member of the City Council, the City Manager, and the City Clerk.

- B. Resolution Regarding Capital Improvement Program (CIP) FY2018-19 through FY2023-24:  
Ms. Riggs presented the resolution as a motion to approve the Capital Improvement Program (CIP) FY2018-19 through FY2023-24 as presented. Ms. McLeod provided a second. Prior to a vote, Anthony L. Arnold, P.E., Executive Director of Facilities Services, responded to School Board inquiries regarding the building process for projects included in the proposal. Ms. Manning opined too much money is being spent of capital replacement projects and suggested costs be reduced so that more schools can be built more quickly. Following brief discussion, it was noted the community is invited to learn more about upcoming school construction projects by attending scheduled meetings to weigh in on possible scenarios regarding the funding and timeline for the next 15 schools up for modernization or replacement. The motion then passed (ayes 10, nays 1 – Manning), and the resolution approved as follows:

**FY 2018/19 - FY 2023/24 Capital Improvement Program (CIP)  
RESOLUTION**

**WHEREAS,** the mission of Virginia Beach City Public Schools, in partnership with the entire community, is to empower every student to become a life-long learner who is a responsible, productive, and engaged citizen within the global community; and

**WHEREAS,** the School Board of the City of Virginia Beach has adopted a comprehensive strategic plan and school improvement priorities to guide budgetary decisions; and

**WHEREAS,** the primary funding sources for the School CIP have been Sandbridge Tax Increment Financing (TIF) funds and the issuance of debt by the City; and

**WHEREAS,** the City/School Revenue Sharing Policy provides 34.11% of certain general fund revenues to meet obligations of the School Board of the City of Virginia Beach; and

**WHEREAS,** the City/School Revenue Sharing Policy allocates funds first to Debt Service, while the balance is used for the Operating Budget; and



School Board of the City of Virginia Beach  
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**WHEREAS**, the School Board has comprehensively reviewed all sources of funding, projected various scenarios and prioritized the needs of the Operating and Capital Improvement Budgets.

**NOW, THEREFORE, BE IT**

**RESOLVED:** That the School Board of the City of Virginia Beach adopts a CIP program of \$549,406,636 (as shown on the attached School Board Funding Summary and Project Summary dated March 6, 2018), and be it

**FINALLY RESOLVED:** That a copy of this Resolution be spread across the official minutes of this School Board, and the Clerk of the School Board is directed to deliver a copy of this Resolution to the Mayor, each member of the City Council, the City Manager, and the City Clerk.

**School Board Funding Summary**  
**March 6, 2018**

| Funding Sources                          | 2018/19             | 2019/20             | 2020/21             | 2021/22             | 2022/23             | 2023/24             |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Charter Bonds                            | 32,300,000          | 47,300,000          | 32,300,000          | 32,300,000          | 32,300,000          | 32,300,000          |
| Sandbridge                               | 3,591,000           | 3,591,000           | 3,591,000           | 3,591,000           | 3,591,000           | 3,591,000           |
| Public Facility Revenue Bonds            | 5,000,000           | 0                   | 0                   | 0                   | 0                   | 0                   |
| PayGo                                    | 500,000             | 1,000,000           | 1,500,000           | 2,000,000           | 3,000,000           | 5,000,000           |
| Interest/Sale of Property <sup>1,2</sup> | 6,070,000           | 6,980,000           | 0                   | 0                   | 0                   | 0                   |
| Energy Performance                       | 0                   | 5,000,000           | 5,000,000           | 5,000,000           | 0                   | 0                   |
| State Construction Grants                | 0                   | 0                   | 0                   | 0                   | 0                   | 0                   |
| Lottery Funds                            | 0                   | 0                   | 0                   | 0                   | 0                   | 0                   |
| <b>Total</b>                             | <b>\$47,461,000</b> | <b>\$63,871,000</b> | <b>\$42,391,000</b> | <b>\$42,891,000</b> | <b>\$38,891,000</b> | <b>\$40,891,000</b> |

<sup>1</sup>The amount of \$6,070,000 in FY 18/19 includes interest earned, \$1,500,000 from last years sale of ALC and \$4,500,000 for pending sale of Witchduck Road Property.

<sup>2</sup>The amount of \$6,980,000 in FY 19/20 assumes the sale of the Laskin Road Annex Property.



**Project Summary  
March 6, 2018**

| CIP # | Project Category  | Total Project Cost | Six Year Appropriations | Appropriations to Date        | Year 1 2018-2019        | Year 2 2019-2020        | Year 3 2020-2021        | Year 4 2021-2022        | Year 5 2022-2023        | Year 6 2023-2024        |
|-------|---|--------------------|-------------------------|-------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| 1-003 | Renovations and Replacements - Energy Management/Sustainability | 14,875,000         | 14,875,000              | 3,875,000                     | 2,000,000               | 1,600,000               | 1,700,000               | 1,800,000               | 1,900,000               | 2,000,000               |
| 1-004 | Tennis Court Renovations - Phase II                             | 1,000,000          | 1,000,000               | 800,000                       | 200,000                 | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-025 | Kempsville High School Entrepreneurial Academy                  | 950,000            | 950,000                 | 950,000                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-035 | John B. Dey Elementary School Modernization                     | 25,989,241         | 25,989,241              | 25,989,241                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-043 | Thoroughgood Elementary School Replacement                      | 28,970,000         | 28,970,000              | 22,888,759                    | 6,081,241               | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-056 | Princess Anne Middle School Replacement                         | 78,873,759         | 78,873,759              | 35,141,000                    | 14,834,759              | 28,898,000              | 0                       | 0                       | 0                       | 0                       |
| 1-095 | Comprehensive Long Range Facilities Planning Update             | 300,000            | 300,000                 | 300,000                       | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-102 | 21st Century Learning Environment Improvements                  | 2,100,000          | 2,100,000               | 2,100,000                     | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-107 | Princess Anne High School Replacement                           | 127,350,000        | 83,082,000              | 0                             | 0                       | 6,568,000               | 19,841,000              | 19,041,000              | 18,641,000              | 18,991,000              |
| 1-110 | Energy Performance Contracts - Phase II                         | 30,000,000         | 30,000,000              | 10,000,000                    | 5,000,000               | 5,000,000               | 5,000,000               | 5,000,000               | 0                       | 0                       |
| 1-099 | Renovations and Replacements - Grounds - Phase II               | 11,675,000         | 11,675,000              | 11,675,000                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-178 | Renovations and Replacements - Grounds - Phase III              | 9,325,000          | 9,325,000               | 0                             | 1,325,000               | 1,400,000               | 1,500,000               | 1,600,000               | 1,700,000               | 1,800,000               |
| 1-103 | Renovations and Replacements - HVAC - Phase II                  | 45,367,724         | 45,367,724              | 45,367,724                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-179 | Renovations and Replacements - HVAC - Phase III                 | 45,250,000         | 45,250,000              | 0                             | 5,650,000               | 6,750,000               | 7,250,000               | 7,850,000               | 8,500,000               | 9,250,000               |
| 1-104 | Renovations and Replacements - Reroofing - Phase II             | 35,025,639         | 35,025,639              | 35,025,639                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-180 | Renovations and Replacements - Reroofing - Phase III            | 30,000,000         | 30,000,000              | 0                             | 4,200,000               | 4,450,000               | 4,750,000               | 5,100,000               | 5,500,000               | 6,000,000               |
| 1-105 | Renovations and Replacements - Various - Phase II               | 15,033,273         | 15,033,273              | 15,033,273                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
| 1-182 | Renovations and Replacements - Various - Phase III              | 13,175,000         | 13,175,000              | 0                             | 1,850,000               | 1,975,000               | 2,100,000               | 2,250,000               | 2,400,000               | 2,600,000               |
| 1-184 | Plaza Annex/Laskin Road Office Addition                         | 13,300,000         | 13,300,000              | 250,000                       | 6,070,000               | 6,980,000               | 0                       | 0                       | 0                       | 0                       |
| 1-185 | Elementary School Playground Equipment Replacement              | 1,500,000          | 1,500,000               | 0                             | 250,000                 | 250,000                 | 250,000                 | 250,000                 | 250,000                 | 250,000                 |
| 1-233 | Old Donation School   | 63,615,000         | 63,615,000              | 63,615,000                    | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |
|       |   |                    | <b>Total</b>            | <b>Appropriations to Date</b> | <b>Year 1 2018-2019</b> | <b>Year 2 2019-2020</b> | <b>Year 3 2020-2021</b> | <b>Year 4 2021-2022</b> | <b>Year 5 2022-2023</b> | <b>Year 6 2023-2024</b> |
|       | GRAND TOTAL (all projects)                                      | 593,674,636        | 549,406,636             | 273,010,636                   | 47,461,000              | 63,871,000              | 42,391,000              | 42,891,000              | 38,891,000              | 40,891,000              |
|       | TARGETS   |                    |                         |                               | 47,461,000              | 63,871,000              | 42,391,000              | 42,891,000              | 38,891,000              | 40,891,000              |
|       | DIFFERENCE  |                    |                         |                               | 0                       | 0                       | 0                       | 0                       | 0                       | 0                       |

5. **Adjournment:** There being no further business before the School Board, Chairwoman Anderson adjourned the special meeting at 4:45 p.m.

Respectfully submitted:

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Dianne P. Alexander, Clerk of the School Board

Approved:

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Beverly M. Anderson, School Board Chair