



VIRGINIA BEACH CITY PUBLIC SCHOOLS

CHARTING THE COURSE

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School Board Special Meeting Proposed Agenda

Tuesday, March 7, 2023

Holland Road Annex
2323 Holland Road
Virginia Beach, VA 23453
(757) 263-1000

Public seating is available, and members of the public will also be able to observe the School Board Meeting through livestreaming on schoolboard.vbschools.com/meetings/live, broadcast on VBT Channel 47, and on Zoom through the link below.

Attendee link: https://us02web.zoom.us/join/wn_ko0cws0_qceLudvgys9Q Call-in (301) 715-8592 ID 834 5220 2032

The School Board's expectations regarding decorum, order and public comments can be found in School Board Bylaws 1-47 and 1-48. Public comment is always welcome by the School Board via forms on vbschools.com or by request to the Clerk of the School Board at (757) 263-1016.

NOTICE OF SPECIAL MEETING OF THE SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH

In accordance with the Schedule of School Board Meetings approved by the School Board at their January 10, 2023 Organizational/Regular Meeting, and pursuant to Bylaw 1-46, and *Virginia Code* § 2.2-3707, the School Board will hold a special meeting on Tuesday, March 7, 2023, at 5:00 p.m., at the Holland Road Annex, 2323 Holland Road, Virginia Beach, Virginia 23453 in the Einstein Lab.

The purpose of this special meeting is for the School Board to discuss and take action on the:

1. Schools Operating Budget for Fiscal Year 2023-24; and
2. Capital Improvement Program (CIP) Fiscal Year 2023-24 through Fiscal Year 2028-29.

1. ***Call to Order and Verbal Roll Call (Holland Road Annex/Einstein Lab).....5:00 p.m.***
2. ***Moment of Silence followed by the Pledge of Allegiance***
3. ***Adoption of the Agenda***
4. ***Action:***
 - A. Resolution Regarding School Operating Budget for Fiscal Year 2023-24
 - B. Resolution Regarding Capital Improvement Program (CIP) for Fiscal Year 2023-24 through Fiscal Year 2028-29
5. ***Adjournment***



Subject: Resolution Regarding School Operating Budget for FY 2023/24 **Item Number:** 4A

Section: Action **Date:** March 7, 2023

Senior Staff: Crystal M. Pate, Chief Financial Officer

Prepared by: Crystal M. Pate, Chief Financial Officer

Presenter(s): Crystal M. Pate, Chief Financial Officer

Recommendation:

That the School Board approve the FY 2023/24 School Board Operating Budget Resolution.

Background Summary:

The Superintendent's Estimate of Needs FY 2023/24 was presented to the School Board on February 7, 2023, and the School Board held budget workshops on February 14, February 21, and February 28, 2023.

Source:

Code of Virginia, Sections 22.1-88, 22.1-89, 22.1-91, 22.1-92, 22.1-93, and 22.1-94.

Budget Impact:

To be determined.

Budget Resolution

WHEREAS, the mission of Virginia Beach City Public Schools (VBCPS), 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 proposed FY 2023/24 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 proposed FY 2023/24 Operating Budget adjusts the Instructional Experience-based Step Pay Scale to provide 1.5% between each step consistently throughout the structure without adjusting the entry rate, and adds an experience step for all eligible employees on the scale, per the recommendation of the division's compensation study consultants; and

WHEREAS, the proposed FY 2023/24 Operating Budget adjusts the Unified Experience-based Step Pay Scale to provide a 1% adjustment for pay grades 0-14 and a 1.5% adjustment for pay grades 15 and above, and adds an experience step for all eligible employees on the scale; per the recommendation of the division's compensation study consultants; and

WHEREAS, the proposed FY 2023/24 Operating Budget establishes a new pay grade on the Unified Experience-based Step Pay Scale, Professional Level II, for Behavior Intervention Specialists, School Psychologists, Occupational Therapists, Physical Therapists, and School Social Workers, per the recommendation of the division's compensation study consultants; and

WHEREAS, the proposed FY 2023/24 Operating Budget upgrades identified positions currently on pay grade 5 of the Unified Experience-based Step Pay Scale, which includes Bus Assistants, Cafeteria Assistants, Custodian I, and Fleet Shop Helper, to pay grade 7, which is closer to meeting the \$15.00 Virginia Minimum Wage requirement by 2026, and realigns other positions impacted by said move, per the recommendation of the division's compensation study consultants; and

WHEREAS, the City/School Revenue Sharing Policy provides 46.75% of certain general fund revenues to meet obligations of the School Board of the City of Virginia Beach; and

WHEREAS, the total funds requested for the FY 2023/24 Operating Budget from the City of Virginia Beach to the School Board of the City of Virginia Beach are \$512,950,115, and

WHEREAS, the debt service payment is estimated to be \$50,071,611 leaving a balance of \$462,878,504 to allocate between the Operating Budget and the Capital Improvement Program (CIP); and

NOW, THEREFORE, BE IT

RESOLVED: That the \$462,878,504 be allocated as follows: \$460,878,504 to the FY 2023/24 Operating Budget, and \$2,000,000 to Schools' Pay-As-You-Go (PAYGO) for the CIP; and be it

FURTHER RESOLVED: That federal funds of \$13,500,000, state funds of \$451,994,592, and other local funds of \$3,968,341 be added to the FY 2023/24 Operating Budget, bringing it to a total of \$930,341,437; and be it

FURTHER RESOLVED: That \$333,591 of the School Reserve Special Revenue fund be added to the FY 2023/24 Operating Budget, bringing the total to \$930,675,028; and be it

FURTHER RESOLVED: That the School Board of the City of Virginia Beach requests a Lump Sum Appropriation of \$930,675,028 from the City Council of Virginia Beach for the School Board FY 2023/24 Operating Budget; and be it

FURTHER RESOLVED: That the School Board of the City of Virginia Beach requests an appropriation of \$208,666,087 for categorical grants and other special revenue funds comprised of categorical grants in the amount of \$142,411,540; Green Run Collegiate in the amount of \$4,363,929; and other special revenue funds in the amount of \$61,890,618; and be it

FURTHER RESOLVED: That the School Board of the City of Virginia Beach requests a Lump Sum Appropriation of \$1,139,341,115, for the total of all funds (\$930,675,028 for the Operating Budget plus \$208,666,087 for categorical grants and other special revenue funds); 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.

Adopted by the School Board of the City of Virginia Beach this 7th day of March 2023.

SEAL

Trenace B. Riggs, School Board Chair

Attest:

Regina M. Toneatto, Clerk of the Board



Resolution Regarding Capital Improvement Program (CIP)

Subject: FY 2023/24 through FY 2028/29 **Item Number:** 4B

Section: Action **Date:** March 7, 2023

Senior Staff: Crystal M. Pate, Chief Financial Officer

Prepared by: Crystal M. Pate, Chief Financial Officer

Presenter(s): Crystal M. Pate, Chief Financial Officer

Recommendation:

That the School Board approve the FY 2023/24 through 2028/29 Capital Improvement Program (CIP) Resolution.

Background Summary:

The Superintendent's Estimate of Needs FY 2023/24 was presented to the School Board on February 8, 2022, and the School Board held budget workshops on February 14, February 21, and February 28, 2023.

Source:

Code of Virginia, Sections 22.1-88, 22.1-89, 22.1-91, 22.1-92, 22.1-93, and 22.1-94.

Budget Impact:

To be determined.

**FY 2023/24 - FY 2028/29 Capital Improvement Program
Budget 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 Capital Improvement Program (CIP) are charter bonds, public facility revenue bonds, and reversion funding; and

WHEREAS, the City/School Revenue Sharing Policy provides 46.75% 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 the CIP; and

WHEREAS, \$2,000,000 will be allocated to Schools' Pay-As-You-Go (PAYGO) for the CIP;

WHEREAS, the School Board has comprehensively reviewed all sources of funding, projected various scenarios and prioritized the needs of the Operating and CIP budgets.

NOW, THEREFORE, BE IT

RESOLVED: That the School Board of the City of Virginia Beach adopts a CIP program of \$735,426,061 (as shown on the attached School Board Funding Summary and Project Summary Alternative A dated March 7, 2023), 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.

Adopted by the School Board of the City of Virginia Beach this 7th day of March 2023.

SEAL

Trenace B. Riggs, School Board Chair

Attest:

Regina M. Toneatto, Clerk of the Board

Virginia Beach City Public Schools
FY 2023/24 - FY 2028/29 Capital Improvement Program (CIP)
Superintendent's Proposed - March 7, 2023
Alternative A

Funding Sources	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
Charter Bonds	32,300,000	32,300,000	32,300,000	32,300,000	32,300,000	32,300,000
Public Facility Revenue Bonds	15,000,000	15,000,000	12,000,000	12,000,000	12,000,000	12,000,000
PayGo	2,000,000	3,000,000	4,000,000	5,000,000	6,000,000	6,500,000
Interest/Sale of Property	0	0	0	0	0	0
Energy Performance Contracts Funding	2,500,000	2,500,000	2,500,000	2,500,000	2,000,000	2,000,000
State Construction Grants	0	0	0	0	0	0
School Special Reserve Fund Balance/Reversion	11,000,000*	11,000,000	10,500,000	10,000,000	9,500,000	9,000,000
Total	62,800,000	63,800,000	61,300,000	61,800,000	61,800,000	61,800,000

* Note: This Funding Source, Alternative A, includes 21/22 reversion funds approved by City Council on Feb. 21, 2023.

Note: Past CIP Funding Sources included funding from Sandbridge TIF and Lottery Funds, which currently provide \$0 in funding to the CIP.

This alternative also assumes no contribution from State Construction Grants, which is subject to change.

School Board Funding Summary
Virginia Beach City Public Schools
FY 2023/24 - FY 2028/29 Capital Improvement Program (CIP)
Superintendent's Proposed - March 7, 2023
Alternative A

CIP #	Project Category	Total Project Cost	Six Year Appropriations	Appropriations to Date	Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028	Year 6 2028-2029
1-001	Renovations and Replacements - Energy Management/Sustainability	32,325,000	32,325,000	13,175,000	2,150,000	2,500,000	2,900,000	3,400,000	4,000,000	4,200,000
1-002	Tennis Court Renovations - Phase II	3,075,000	3,075,000	1,800,000	200,000	200,000	200,000	200,000	225,000	250,000
1-015	Princess Anne High School Replacement	247,176,536	247,176,536	133,609,497	23,300,000	28,800,000	24,200,000	24,428,093	12,838,946	0
1-016	Energy Performance Contracts - Phase II	46,500,000	46,500,000	32,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,000,000	2,000,000
1-017	Renovations and Replacements - Grounds - Phase III	29,337,886	29,337,886	16,437,886	1,900,000	2,000,000	2,100,000	2,200,000	2,300,000	2,400,000
1-018	Renovations and Replacements - HVAC - Phase III	113,108,316	113,108,316	39,708,316	14,400,000	10,000,000	10,900,000	11,900,000	13,000,000	13,200,000
1-019	Renovations and Replacements - Reroofing - Phase III	71,000,000	71,000,000	22,150,000	8,800,000	6,600,000	7,250,000	8,000,000	9,000,000	9,200,000
1-020	Renovations and Replacements - Various - Phase III	39,575,000	39,575,000	16,125,000	5,600,000	2,850,000	3,200,000	3,600,000	4,000,000	4,200,000
1-022	Elementary School Playground Equipment Replacement	4,084,737	4,084,737	2,584,737	250,000	250,000	250,000	250,000	250,000	250,000
1-026	Achievable Dream at Lynnhaven Middle School	14,250,000	14,250,000	14,250,000	0	0	0	0	0	0
1-027	Renovations and Replacements - Safe School Improvements	1,800,000	1,800,000	600,000	200,000	200,000	200,000	200,000	200,000	200,000
1-028	B.F. Williams/Bayside 6th (Grades 4-6) Replacement	81,845,143	81,845,143	26,547,220	2,000,000	6,500,000	5,900,000	3,400,000	12,886,054	24,611,869
1-029	Bayside High School Replacement	385,008,854	28,986,813	20,276,775	1,500,000	1,400,000	1,700,000	1,721,907	1,100,000	1,288,131
1-030	Payroll System Replacement	7,382,407	7,382,407	7,382,407	0	0	0	0	0	0
1-031	School Bus & White Fleet Replacement	7,713,000	7,713,000	7,713,000	0	0	0	0	0	0
1-032	Telephone System Replacement	7,266,223	7,266,223	7,266,223	0	0	0	0	0	0
		Total Project Cost	Six Year Appropriations	Appropriations to Date	Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028	Year 6 2028-2029
GRAND TOTAL (all projects)		1,091,448,102	735,426,061	362,126,061	62,800,000	63,800,000	61,300,000	61,800,000	61,800,000	61,800,000
TARGETS					62,800,000	63,800,000	61,300,000	61,800,000	61,800,000	61,800,000
DIFFERENCE					0	0	0	0	0	0

Note: 'Appropriations To Date' and 'Year 1 2023-2024' includes reversion funds approved by City Council on Feb. 21, 2023

Note: This alternative includes new construction budgets for CIP 1-015, CIP 1-028, and CIP 1-029, that have been readjusted for inflationary costs, not considering the PPEA RFP timeline.

Note: This funding summary uses 'Funding Sources Alternative A'