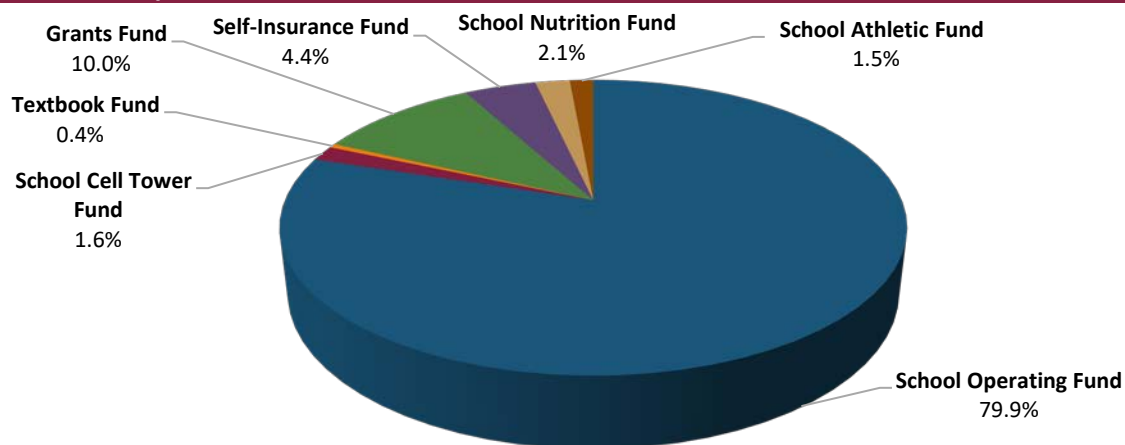


Education – School System

The Education section includes the operating costs associated with the City of Chesapeake's School System. The City's School System is operated under the direction of an independent School Board. The School Superintendent manages the system that provides free and appropriate education to over 39,000 students from pre-school through grade twelve.

Expenditures	FY 2020 Actual	FY 2021 Adopted	FY 2022 Proposed	Change from Prior Year
School Operating Fund				
Instructional Services				
Classroom Instruction	298,612,841	304,784,203	314,329,561	3.1%
Instructional Support - Students	13,024,098	13,210,764	14,702,875	11.3%
Instructional Support - Staff	21,068,269	21,684,179	22,819,176	5.2%
Office of the Principal	27,111,258	25,975,656	26,340,963	1.4%
Total Instructional Services	359,816,466	365,654,802	378,192,575	3.4%
Admin. Attendance and Health	17,089,139	17,530,814	18,798,124	7.2%
Pupil Transportation	27,462,254	27,897,964	29,135,218	4.4%
Operation & Maintenance	45,287,700	44,221,782	46,664,676	5.5%
Facilities	845,357	3,133,782	880,413	-71.9%
Technology	17,970,630	18,848,491	25,629,453	36.0%
City Manager's Adjustment	-	-	8,885,793	
Total School Operating Fund	468,471,546	477,287,635	508,186,252	6.5%
Other Funds				
School Cell Tower Fund	-	10,440,000	10,440,000	0.0%
Textbook Fund	-	6,359,680	2,775,592	-56.4%
Grants Fund	-	38,642,667	63,844,756	65.2%
Self-Insurance Fund	-	25,000,000	28,182,650	12.7%
School Nutrition Fund	-	13,505,798	13,505,798	0.0%
School Athletic Fund	-	-	9,235,065	
Total School Expenditures	468,471,546	571,235,780	636,170,113	11.4%



Revenue	FY 2020 Actual	FY 2021 Adopted	FY 2022 Proposed	Change from Prior Year
School Operating Fund				
State Revenue	208,154,002	215,909,205	228,023,671	5.6%
Sales Tax Revenue	48,268,649	39,457,719	47,554,456	20.5%
Federal Revenue	7,491,513	4,575,000	4,575,000	0.0%
Revenue Sharing Formula	208,975,361	205,876,000	220,084,008	6.9%
TIF Surplus	-	2,750,000	5,062,182	84.1%
Other Local	1,990,525	5,132,097	2,886,935	-43.7%
Reversion	-	3,587,614	-	-
Total School Operating Fund	474,880,050	477,287,635	508,186,252	6.5%
Other Operating Funds				
Athletic Fund				
Local Revenue	-	-	840,000	-
Transfers from Other Funds	-	-	2,000,000	-
FY 2020 Reversion	-	-	4,395,065	-
FY 2020 Revenue True-Up	-	-	2,000,000	-
Cell Tower Fund				
Local Revenue	488,141	10,230,000	10,230,000	0.0%
Use of Fund Balance	-	210,000	210,000	0.0%
School Nutrition Fund				
State Revenue	348,379	374,180	-	-
Federal Revenue	8,483,650	8,804,582	13,451,813	52.8%
Local Revenue	3,999,282	4,327,036	53,985	-98.8%
Use of Reserves	300,000	-	-	0.0%
Textbook Fund				
State Revenue	-	2,859,603	2,745,592	-4.0%
Other Revenue	92,073	30,000	30,000	0.0%
Use of Reserves	4,282,242	3,470,077	-	-
Self-Insurance Fund				
Local Revenue	-	14,521,981	14,520,000	0.0%
Transfer from Other Funds	81,908,865	-	-	0.0%
Other Revenue	18,224,509	978,019	500,000	-48.9%
Use of Reserves	-	9,500,000	13,162,650	38.6%
School Grants Fund				
Local Revenue	17,060	6,003,000	8,003,000	33.3%
State Revenue	5,152,905	5,432,901	5,498,304	1.2%
Federal Revenue	17,655,275	27,206,766	50,343,452	85.0%
Total School Revenue	616,292,431	571,235,780	636,170,113	11.4%

The tables on this page and the preceding page show the Proposed operating budget for Chesapeake Public Schools. Per State law, the City Council appropriates funding for the schools and controls the level of appropriation provided. The School Board is responsible for directing the use of those funds through their operating budget process.

For FY 2022, the Schools operating budget as proposed by the Superintendent totals \$627.3 million, an increase of \$56 million or 9.8% when compared to the adopted FY 2021 budget. In addition to the amount proposed by the Superintendent, the City Manager’s proposed budget includes an additional \$8,885,793 in funding to the Schools. This additional amount is being provided consistent with the revenue sharing formula and past practice of sharing surplus TIF funds equally with the Schools.

Like the City, the Schools have aligned their funding decisions to their strategic plan, Empower 2025. Below are some of the initiatives included in the Superintendents proposed budget by goal area.

Goal 1: Provide exemplary teaching and learning experiences.

Related to this goal, funding is included for:

- Final expansion of full-day kindergarten to include three remaining schools – Deep Creek Central, Chittum, and Southeastern Elementary
- 14 School Counselors to meet the revised SOQ
- 9 positions for the Computer Science program in the middle schools
- 8 positions for the Chesapeake Virtual Academy (CVA)
- 4 Work Based Learning Coordinators
- 2 EL Teachers
- 2 CTE Teachers for new offerings at the Chesapeake Career Center
- 1 Gifted Specialist
- 2.5 Technology Integration Specialists

Goal 2: Recruit, retain, and support our valued employees.

Related to this goal, funding is included for:

- \$11.3M for compensation increases
- Teachers: Average increase 3.46%
 - Starting pay increased to \$46,752
 - 1.45% step increment and expansion to 40 Steps
 - 1.5% increase to teachers above the new top of scale
- Support Scale: Average increase 2.93%
 - 1.5% increase in S100 Step 1
 - Step increase
 - 1.5% increase to employees above scale
- Administrative Scale: Average increase 2.88%
 - 1.5% increase in A100 Step
 - Step Increase
 - 1.5% increase to employees above scale
- 8 Technology Support Specialists
- 1 HR Recruitment/Retention Administrator

Goal 3: Provide a safe and supportive learning environment.

Related to this goal, funding is included for:

- 2 School Psychologists
- 2 Social Workers
- 2 School Nurses
- 3 Occupational Therapists
- 1 Coordinator of Facility Use
- 1 Enrollment Technician

Goal 4: Engage, inform, and collaborate with the community to support our mission.

Related to this goal, funding is included for:

- 1 Supervisor of Strategic Initiatives
- Funding to provide additional means for communication between the division and stakeholder groups
- Continue to enhance communication efforts with the larger community by seeking input from stakeholder groups

In January, when the City provided the initial revenue estimates to the Schools (the basis for the Superintendent’s proposal) the City had not yet finalized the revised revenue estimate based on the first six months of actual collections for FY 2021. Now that those estimates have been updated and run through the revenue sharing formula, additional funding is due to the Schools.

In addition to the revised amount allocated to the Schools per the revenue sharing formula, the January estimates provided to the Schools did not contain any surplus TIF funding. The policy decision to declare certain amounts from the TIF as surplus was not made until later in the City’s budget development process. Now that these amounts have been determined, the City Manager’s proposed budget includes funding from both the Greenbrier and South Norfolk TIF’s as surplus and is providing it to the schools consistent with past practice.

As the Schools were unaware that this funding would be available to them, and thus not included in the Superintendents proposed budget, it has been set aside as a “City Manager’s Adjustment” in the Schools Operating Fund. Additional funding for Schools is also anticipated with the adoption of the State budget. As the Schools are determining how to best utilize these funds within their budget, they are not included in the City Manager’s Proposed budget.