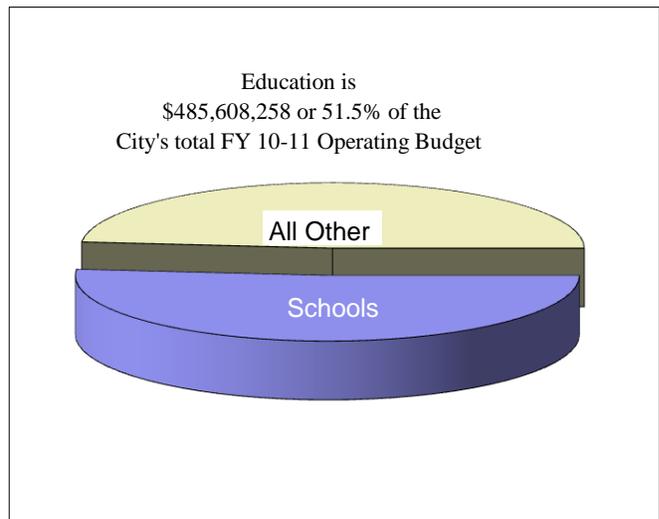
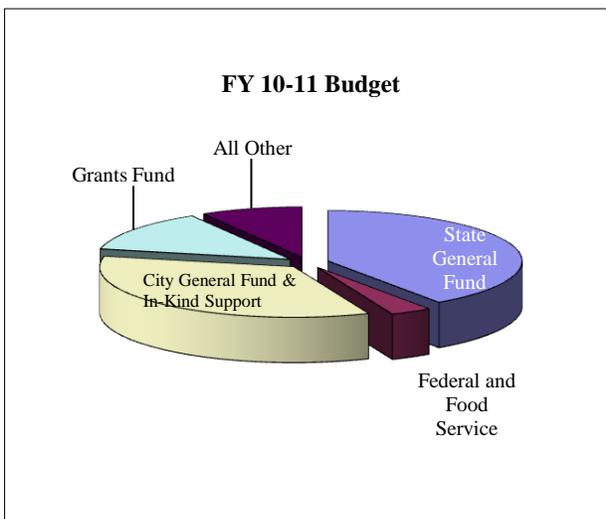


<u>SOURCES OF FUNDS</u>	<u>FY 09-10 Amended Budget</u>	<u>FY 10-11 Budget</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
State General Fund	217,974,509	195,835,125	(22,139,384)	-10.16%
Federal	3,000,600	3,000,600	-	0.00%
Tuition, rent, other local	3,070,200	3,020,920	(49,280)	-1.61%
City General Fund	173,343,767	166,488,283	(6,855,484)	-3.95%
School Textbook Fund	1,721,650	4,252,556	2,530,906	147.00%
School Food Service Fund	13,695,910	13,545,786	(150,124)	-1.10%
School Grants Fund	56,428,005	64,104,520	7,676,515	13.60%
Cell Tower Fund	-	210,000	210,000	
Subtotal	469,234,641	450,457,790	(18,776,851)	-4.00%
City In-kind Support - General Fund *	2,027,556	1,600,000	(427,556)	-21.09%
School Debt Service	33,588,388	33,550,468	(37,920)	-0.11%
Totals	504,850,585	485,608,258	(19,242,327)	-3.81%

* Costs are included in the General Fund for school traffic guards, school resource officers, and special traffic control assignments for school crossings.

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 the City of Chesapeake School Board and the School Superintendent. The specific functions within this section, School Operating Fund, include Administration and Attendance/Health, Instruction, Facilities, Operation and Maintenance, and Pupil Transportation.

The following charts illustrate that the total resources for the School System, including School Debt Service is \$485,608,258 or 51.5% of the City's total Operating Budget of \$942,717,160 for FY 2010-11.



Funding for the School Operating Fund is provided primarily through local funding, State General Fund support, and State Share Sales Tax designated for local education. State lottery funds are reflected in the State General Fund resources. The Composite Index based on student population and fiscal stress is 0.3465 for State General Fund support. This means the City is required to provide a 34.65% match to State funds for K-12 education.

As do most Virginia localities, Chesapeake provides more support to its schools than this minimum requirement. Chesapeake's efforts in this regard rank among the top 5 localities in the State. City General Fund resources represent 45.2% of the FY 2010-11 Schools Budget, exclusive of existing debt service and the Reserve for Future School Capital Needs.

For FY 2010-11, the School Operating Budget is approved for \$368,344,928. This includes \$166,488,283 in General Fund support at a \$1.04 non-mosquito real estate tax rate. The budget assumes a decrease of \$22.1 million in State support for the Operating Fund. This is somewhat mitigated by an increase in the Schools Grants Fund. The School Operating Fund resources are as follows:

	FY 2008-09 Actual	FY 2009-10 Amended	FY 2010-11 Budget	Decr. FY09-10 to FY10-11	
				Amount of change	% of Change
State General Fund	235,583,954	217,974,509	195,835,125	(22,139,384)	-10.16%
Federal	4,453,665	3,000,600	3,000,600	-	0.00%
Tuition, rent, other local	3,088,321	3,070,200	3,020,920	(49,280)	-1.61%
City General Fund	181,871,451	173,343,767	166,488,283	(6,855,484)	-3.95%
TOTAL	424,997,391	397,389,076	368,344,928	(29,044,148)	-7.31%

The American Recovery and Reinvestment Act of 2009 (ARRA) provides funding for public education to preserve teaching jobs at risk because of state and local budget cuts and support effective reforms.

ARRA funding for public schools includes State Fiscal Stabilization Fund grants and formula grants awarded through existing federal programs such as Title I, Part A of the Elementary and Secondary Education Act of 1965 (also known as No Child Left Behind) and Part B of the Individuals with Disabilities Education Act. ARRA funds are distributed to school divisions on a reimbursement basis. All funds must be spent by September 30, 2011.

In addition to resources for School operations, the following additional City resources are provided for School purposes:

- o \$13.1 million are set aside for the Reserve for School Capital.
- o \$33.6 million in debt service for School capital projects.
- o \$1.6 million in in-kind services including School resources officers and School crossing guards.

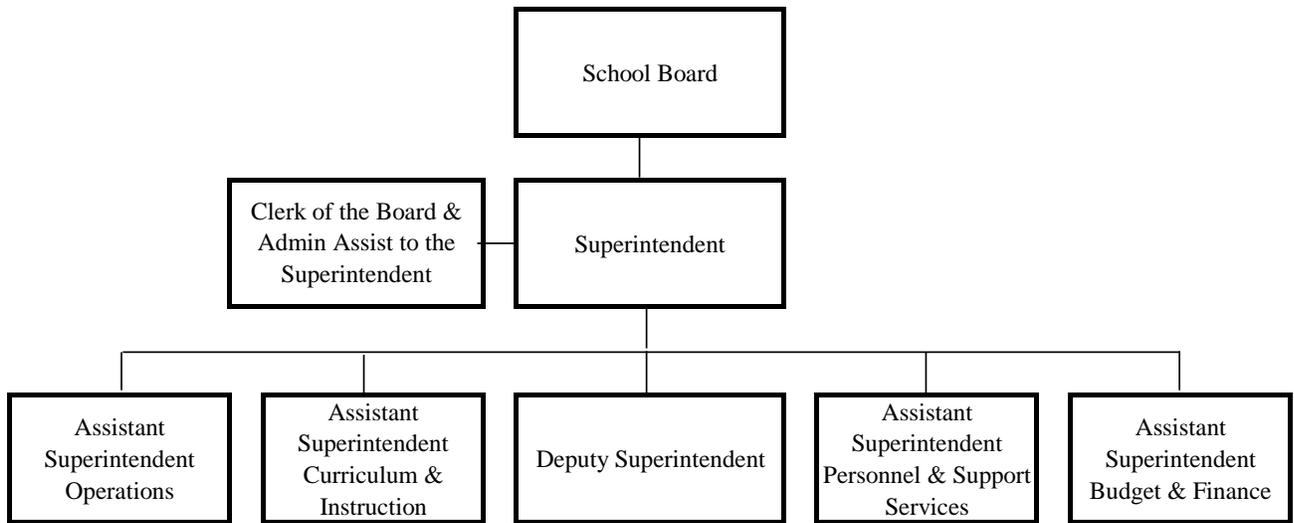
A summary of this commitment is shown in the following chart.

	FY 2009-10		FY 2010-11	
	Amended	% of Total	Budget	% of Total
State General Fund	177,157,300	35.09%	157,875,002	32.51%
Lottery	2,441,024	0.48%	1,405,881	0.29%
State Share Sales Tax	38,376,185	7.60%	36,554,242	7.53%
Federal	3,000,600	0.59%	3,000,600	0.62%
Tuition, rent, other local	3,070,200	0.61%	3,020,920	0.62%
City General Fund for Operations	173,343,767	34.34%	166,488,283	34.28%
General Fund In-Kind Support	2,027,556	0.40%	1,600,000	0.33%
School Debt - City Commitment	33,588,388	6.65%	33,550,468	6.91%
School Textbook Fund	1,721,650	0.34%	4,252,556	0.88%
School Food Service Fund	13,695,910	2.71%	13,545,786	2.79%
Cell Tower Fund	-	0.00%	210,000	0.04%
School Grants Fund	56,428,005	11.18%	64,104,520	13.20%
TOTAL SCHOOL FUNDING	504,850,585	100.00%	485,608,258	100.00%

Funds are also provided from shared revenue to the School Lock Box for debt service payments.

	<u>FY 2009-10</u>	<u>FY 2010-11</u>
City Funds to School Lock Box	12,588,218	13,129,665

EDUCATION



EDUCATION - PUBLIC SCHOOLS

DESCRIPTION

The Department of Education provides a comprehensive educational program for all the children and youth of Chesapeake in grades K-12 and appropriate adult education classes.

GOALS AND OBJECTIVES

Goal: Ensure school safety

Goal: Ensure rigorous educational standards.

Objectives:

- Continue the READ 180 program.
- Continue the Virginia Preschool Initiative.
- Continue the International Baccalaureate Program, advanced placement course offerings, aVID program, and dual enrollment.

Goal: Broaden community involvement.

Goal: Provide effective staff training.

Objectives:

- Continue differentiated instruction and literacy training.
- Continue training through Instructional Institute, at a reduced level.
- Continue training for nurses and security monitors.

Goal: Optimize the use of technology.

Objectives:

- Maintain a 5-to-1 computer ratio in elementary schools.

Goal: Evaluate the effectiveness and efficiency of what we do.

Objectives:

- Continue program evaluation effort.
- Continue use of technology to secure substitute teachers.

Goal: Provide optimal school facilities.

Objectives:

- Provide funding for higher energy costs.

EDUCATION - PUBLIC SCHOOLS

<u>PERFORMANCE MEASUREMENTS</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Students enrolled (September 30)	38,868	38,864	38,764
Adult education students enrolled	2,841	2,624	2,624
Elem.summer school enrolled	3,409	3,000	3,000
Secondary summer school enrolled	2,177	2,500	2,500
Buildings maintained	57	57	57
Acres maintained	1,798	1,798	1,798
Students transported	30,123	30,123	30,123

ADMINISTRATION & ATTENDANCE/HEALTH

903 62100-62200

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Administration Services	8,478,997	8,286,467	7,610,355
Attendance and Health Services	5,982,050	5,866,284	5,279,343
Total	14,461,047	14,152,751	12,889,698
Change from Prior Year	-1.30%	-2.13%	-8.92%

INSTRUCTION

903 61100-61400

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Classroom Instruction Services	255,118,221	243,848,796	226,289,078
Instruction Support-Student Services	11,515,928	11,131,112	10,315,360
Instructional Support-Staff Services	20,864,886	20,966,728	18,901,138
Office of the Principal Services	24,261,231	22,870,055	21,319,030
Total	311,760,266	298,816,691	276,824,606
Change from Prior Year	-1.49%	-4.15%	-7.36%

EDUCATION - PUBLIC SCHOOLS

FACILITIES

903 66100

<u>COST SUMMARY</u>	<u>FY 08-09 Actual</u>	<u>FY 09-10 Amended</u>	<u>FY 10-11 Budget</u>
School Facilities Services	880,280	1,028,168	659,789
Total	880,280	1,028,168	659,789
Change from Prior Year	-27.35%	16.80%	-35.83%

OPERATIONS AND MAINTENANCE

903 64100

<u>COST SUMMARY</u>	<u>FY 08-09 Actual</u>	<u>FY 09-10 Amended</u>	<u>FY 10-11 Budget</u>
Operations & Maintenance Services	46,147,162	45,080,801	43,368,917
Total	46,147,162	45,080,801	43,368,917
Change from Prior Year	9.73%	-2.31%	-3.80%

PUPIL TRANSPORTATION

903 63100

<u>COST SUMMARY</u>	<u>FY 08-09 Actual</u>	<u>FY 09-10 Amended</u>	<u>FY 10-11 Budget</u>
Pupil Transportation Services	26,553,435	23,840,444	22,758,310
Total	26,553,435	23,840,444	22,758,310
Change from Prior Year	8.78%	-10.22%	-4.54%

EDUCATION - PUBLIC SCHOOLS

TECHNOLOGY

903 63100

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Technology	13,871,343	14,470,220	11,843,608
Total	13,871,343	14,470,220	11,843,608
Change from Prior Year	N/A	4.32%	-18.15%

TEXTBOOK FUND

FUND 940

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Textbook Fund	-	1,721,650	4,252,556
Total	-	1,721,650	4,252,556
Change from Prior Year	-100.00%	N/A	147.00%

SCHOOL FOOD SERVICE FUND

FUND 941

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
School Lunchroom	11,611,412	13,695,910	13,545,786
Total	11,611,412	13,695,910	13,545,786
Change from Prior Year	-12.62%	17.95%	-1.10%

EDUCATION - PUBLIC SCHOOLS

SCHOOL GRANTS FUND

FUND 928

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
School Grants	17,055,071	56,428,005	64,104,520
Total	17,055,071	56,428,005	64,104,520
Change from Prior Year	-34.58%	230.86%	13.60%

CELL TOWER FUND

FUND 942

<u>COST SUMMARY</u>	<u>FY 08-09</u> <u>Actual</u>	<u>FY 09-10</u> <u>Amended</u>	<u>FY 10-11</u> <u>Budget</u>
Cell Tower Fund	-	-	210,000
Total	-	-	210,000
Change from Prior Year	-100.00%	N/A	N/A