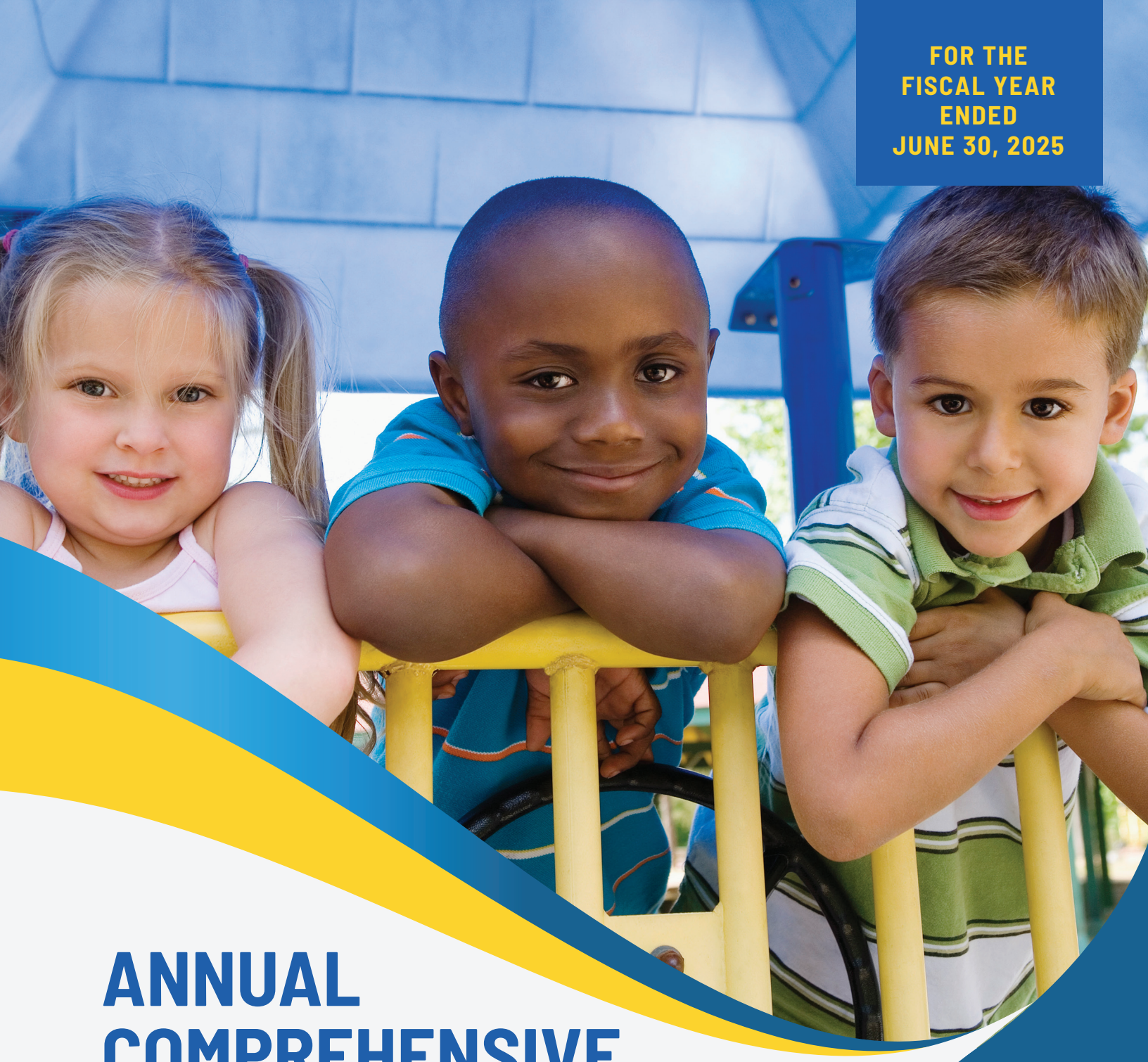
FOR THE FISCAL YEAR ENDED JUNE 30, 2025



ANNUAL COMPREHENSIVE FINANCIAL REPORT

The School Board of the City of Virginia Beach
(a component unit of the City of Virginia Beach, Virginia)

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

School Board of the City of Virginia Beach

(A component unit of the City of Virginia Beach, Virginia)

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2025

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VIRGINIA BEACH CITY PUBLIC SCHOOLS
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School Board of the City of Virginia Beach, Virginia
Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2025

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VIRGINIA BEACH CITY PUBLIC SCHOOLS
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INTRODUCTORY SECTION

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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December 12, 2025

The Honorable Members of the School Board
Citizens of the City of Virginia Beach, Virginia:

We are pleased to submit to you the Annual Comprehensive Financial Report (the ACFR) of the School Board of the City of Virginia Beach, Virginia (the School Board) for the fiscal year ended June 30, 2025. Responsibility for the accuracy of the data and the completeness and fairness of presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the Governmental Activities and various funds of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

The ACFR is divided into four sections:

Introductory Section-includes this Transmittal Letter, reproductions of the Government Finance Officers Association's (GFOA) and the Association of School Business Officials' (ASBO) financial reporting certificate awards, the School Board members (June 30, 2025), and an Organizational Chart (June 30, 2025).

Financial Section-includes the Report of Independent Auditor, Management's Discussion and Analysis (MD&A), Basic Financial Statements, Notes to the Basic Financial Statements, Required Supplementary Information for Retirement, Other Postemployment Benefits and Major Governmental Funds, Notes to the Required Supplementary Information, and Combining and Individual Fund Statements and Schedules for Nonmajor Funds.

Statistical Section-includes several tables and graphs that present various financial, student/personnel, demographic, economic, and other information, for the School Board and City of Virginia Beach, generally presented on a multi-year basis.

Compliance Section-includes the Report of Independent Auditor on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.

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Accounting principles generally accepted in the United States of America (the GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the Basic Financial Statements in the form of MD&A. This Transmittal Letter is designed to complement MD&A and should be read in conjunction with it. The School Board's MD&A is presented immediately following the Report of Independent Auditor.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and Office of Management and Budget Uniform Grant Guidance. Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, if any, and auditors' reports, is included in the City of Virginia Beach's ACFR.

THE REPORTING ENTITY AND ORGANIZATION

The present City of Virginia Beach (the City) was formed on January 1, 1963, by the merger of Princess Anne County and the former, smaller City of Virginia Beach. This merger created one of the largest cities in the Commonwealth of Virginia with an area of 310 square miles and 38 miles of shoreline on the Atlantic Ocean and the Chesapeake Bay.

The School Board is responsible for elementary and secondary education within the city. The elected eleven-member School Board, vested with legislative powers, appoints the Superintendent who is the executive and administrative head of the public school division. The City Council approves the School Board's operating budget, levies the necessary taxes to finance their portion of the operations, and approves the borrowing of money and issuance of bonds when necessary. The City Council is prohibited from exercising any control over specific appropriations within the operating budget of the School Board. However, City Council may exercise control in total by major categories (e.g., Instruction; Administration, Attendance and Health; Pupil Transportation; Operations and Maintenance; Technology) as prescribed by the Code of Virginia, as amended.

In accordance with the requirements of the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government (the City of Virginia Beach), as well as its component units, which are legally separate organizations for which the City Council is financially accountable (e.g., a component unit that is fiscally dependent on the Primary Government). The School Board is considered a component unit of the City and the financial position and results of operations of the School Board are also presented in the City's ACFR. The School Board has no component units for financial reporting purposes.

The School Board is fiscally dependent (i.e., it does not have taxing or levying authority, or borrowing authority). It derives most of its funding from allocations from the City and the Commonwealth of Virginia and is the fourth largest school division in the Commonwealth of Virginia. Cities in Virginia have sole property taxing jurisdiction over the entire area within their boundaries and operate independently of any county government. There are no overlapping jurisdictions and, consequently, citizens of Virginia cities are not subject to overlapping debt or taxation.

Leadership is provided by the School Board working in concert with the Superintendent. The School Board consists of eleven citizens directly elected to serve four-year overlapping terms. The City's Charter designates that the composition of the School Board consists of one member from among the residents of each of the ten districts elected, with one additional at-large member. The School Board is responsible for setting policy, while the Superintendent and his administrative staff are charged with managing the school division's operations.

The administrative structure is divided into eight operational areas, as follows: Superintendent/Chief of Staff; School Leadership; School Division Services (such as construction, facilities planning, food services, pupil transportation, distribution services, custodial services, maintenance, safe schools, and similar activities); Technology; Budget and Finance; Teaching and Learning; Human Resources; and Communications and Community Engagement.

ECONOMIC CONDITION AND OUTLOOK

The School Board serves Virginia Beach, the largest city in the Commonwealth of Virginia with a population of more than 450,000 people, and oversees Virginia Beach City Public Schools (VBCPS), the fourth largest school system in Virginia, with an enrollment for fiscal year 2025 of nearly 64,000 students, projected student enrollment for fiscal year 2026 is 63,842 students and more than 11,000 employees. Situated on the coast of the Atlantic Ocean adjacent to Chesapeake Bay, Virginia Beach is 146 air miles from Washington, D.C.

VBCPS operates 55 elementary schools, 14 middle schools, 12 high schools, and 6 auxiliary schools. The auxiliary schools include but are not limited to adult, career and technical education, and alternative settings. The average ages of elementary, middle and high school buildings are 41, 37, and 43 years respectively. Table 24 in the Statistical Section of this report provides various school building information, including the year that each school opened and any school modernization, replacement or other related school construction that occurred.

Virginia Beach, well known as a resort community, has a strong economy due in large part to its diversification. The city's economic base includes advanced manufacturing, information technology, professional services, biomedical, maritime, agriculture, offshore wind, the military and resort and convention trade.

The Virginia Beach Development Authority (VBDA) held 13 meetings between July 1, 2024, and June 30, 2025, including an annual retreat for strategic planning of future business and industry goals. A Business Expansion and Retention Roundtable was held in December with business and community leaders to gather input on workforce development, industrial land availability and zoning constraints. An annual holiday party provided the opportunity for attendees to engage in discussions about future projects and economic development initiatives.

Economic Development Investment Program:

The VBDA administered the city's Economic Development Investment Program (EDIP). Five cash grants totaling $1,708,412 were awarded to Virginia Beach companies for growth needs, based

made during a specified period. The result was more than $69 million new capital investment in our city. More than 400 jobs were created and almost 500 retained. Recipients included: Born Primitive, a veteran and woman owned activewear company; Atlantic Diving Supply, Inc., a leading military supplier and federal contractor; defense manufacturer ViDARR; Neptune SHIELD; Acoustical Sheetmetal.

In addition, LifeNet Health was awarded a $250,000 rent offset incentive to become the new owner of a 5,706 square-foot space.

Façade Improvement Grant Program:

The Façade Improvement Grant (FIG) program provided matching grants to small, locally owned and operated businesses for exterior building improvements to enhance the overall economic vitality of the city. Twenty grants totaling $111,127 were awarded, resulting in $232,659 in private investment for façade improvements. Recipients included Beach Bully BBQ, JMT Sweets & More, The Vintage Cauldron, Rockafeller's Inc., Karma Longboards Corp., Robins Consulting, LLC, Driveway Motors, Inc., MMM Coffee, LLC, MNPN Lady's Boutique & More, Plaza Baker, LLC, Lakeshore Property 1, LLC, Lakeshore Property 1, LLC, JWFNS Hilltop, LLC, Atlantic Veterinary Center, Snip Atlantic, LLC, Esoteric, Atlantic Avenue Association, Animal Medical Center, Inc., Waffles & Co., A-Rea's Gourmet Catering, MPN Group, LLC.

Reallocated COVID funds:

Emergency COVID funds were reallocated in 2025 to historically underserved and marginalized small businesses in Virginia Beach as part of the EDIP Part F. Recipients included the following women, minority-owned, veteran and service-disabled veteran owned businesses: Security Scholars LLC, Greight Co. Limited, Bounce Hoppers, Vault Athletics & Fitness, Type A Virtual Solutions, Unique Skin & Beauty Bar, EauBleue Solutions, Elizabeth M. Borza, O.D. Inc., Brush it On Paint Co., First Class Beauty Suites, The Book Artist, LLC, Snapqube Corp., Open Door Media Solutions, Food Temptress Cookbook Store, Freedom Title & Escrow, FLY Enterprises, Inc., Executive Decisions.

International Incubator:

In 2025, VBDA welcomed seven new tenants to the international incubator. Office space was made available on a short-term basis to international companies establishing a presence in the US with intent to establish a long-term presence: Nose Corp. of America, Sirius Analysis, CASC, Gibb Group, ValTech, Ventus Energy, RVT Group.

VBDA Assets:

The new 70,000 square foot Dome in Atlantic Park opened May 4, 2025, hosting 24 shows through August. The venue features an indoor capacity of 3,500 and a total of 5,000 when incorporating the outdoor area. More than $11,000 in revenue towards capital maintenance and almost $6,000 in operating income was generated in May 2025. The park also offers more than 100,000 square feet of mixed-use retail space, including the Wave Park.

The Virginia Beach Amphitheater celebrated its 28th season in 2024, with 27 shows and more than 365,000 attendees. $3.79 million was generated in rent and taxes. The VBDA committed more than $744,000 to the amphitheater in FY 2024-25 to assist with capital improvements, including increased parking for patrons and additional HVAC units and stage lighting replacement to LEDs.

Virginia Beach National Golf Course generated more than $321,000 of total income to the city. The VBDA funded capital repairs and maintenance to the facility with received management fees. More than $533,000 was invested into the course by the VBDA for improvements including floor replacement, painting and roof renovations.

Ribbon Cuttings/Ground Breakings:

- July 2024: A leading global container shipping company - ZIM American Integrated Shipping Services- opened its new 70,760 square-foot U.S. headquarters in Virginia Beach.
- September 2024: Maxbyte Technologies launched its Industry 4.0 Centre of Excellence at the Virginia Beach Workforce Training Center within the Advance Technology Center at Tidewater Community College.
- February 2025: Globalinx Data Centers broke ground for an expansion that will double its capacity at its Corporate Landing facility.
- May 2025: ADS, Inc. broke ground on a 40,000 square-foot expansion of its Virginia Beach warehouse.
- July 2024/June 2025: Acoustical Sheetmetal Co. completed its Phase 2 expansion, adding 135,000 square feet to its facility in Innovation Park. This past June, the company announced Phase 3 to add an additional 250,000 square feet across 21 acres.

Goals and Objectives:

VBDA goals and objectives for FY 2025-26 include continued outreach and marketing initiatives to target key industries in the areas of defense and aerospace, technology and innovation, renewable energy, advanced manufacturing, uncrewed systems and professional services.

Focus will also be on small business and entrepreneurship, expansion of Innovation Park expansion, the FIG grant and the expanded Atlantic Ave. FIG Program.

The VBDA plans to work with the Department of Housing and Neighborhood Preservation to administer the newly created Attainable Workforce Housing Performance Grant Program on behalf of City Council. City Council-approved grants for attainable housing development in Virginia Beach will be reviewed and disbursed.

MAJOR INITIATIVES

Virginia Beach City Public Schools (VBCPS) is committed to providing the best possible learning experience to meet the needs of each student on their path to becoming Future Ready.

VBCPS has continued to maintain record levels with respect to the on-time graduation (OTG) rate, with a preliminary rate of 96.9% for the 2025 cohort year, and a low dropout rate of 2.2%. Another indicator of the remarkable success is the Virginia Department of Education (VDOE) pass rates from the Standards of Learning Assessments for 2024-25. The data shows VBCPS exceeded the state level of performance in all subject areas and outperformed all local divisions in reading, writing, science, and history. The division also outperformed six of seven other comparable divisions with over 20,000 students in Virginia in reading, writing, math, science, and history. As of the writing of this forecast, the VDOE has again delayed the release of school division and school ratings under the new School Performance and Support Framework. However, we are confident that when released, the new ratings will further support and distinguish VBCPS among the top school divisions in the Commonwealth.

Ensuring all learners access high-quality Tier 1 instruction remains a strategic priority for VBCPS. The division is fully compliant with the Virginia Literacy Act requirements for K-8 core curriculum and will continue to strengthen instructional delivery by leveraging Virginia Language and Literacy Screening System (VALLSS) data and investing in the review, selection, and procurement of approved high-quality instructional materials. These resources support supplemental instruction and intervention in grades K-8 and provide student-specific, evidence-based literacy instruction.

The Virginia Language and Literacy Screening System (VALLSS) is a state-mandated assessment that helps schools identify students who may be at risk for reading difficulties and provide timely support.

- Grades K-3: VALLSS screens all students to monitor foundational reading and language development.
- Grades 4-8: Beginning with the Virginia Literacy Act, VALLSS has been expanded to continue monitoring reading growth and ensure students receive targeted intervention if difficulties persist.

This expansion ensures that schools can provide ongoing support beyond the early grades, giving students every opportunity to build strong literacy skills for future success.

To support the adoption and implementation of the updated Mathematics Standards of Learning (2023), VBCPS will complete a K-5 textbook adoption during the current fiscal year. This initiative includes both the acquisition of high-quality instructional materials and comprehensive professional development designed to reinforce Tier 1 instructional practices and ensure compliance with all VDOE requirements.

VBCPS remains committed to preparing every student to be future-ready. Artificial intelligence (AI) is one of the emerging technologies shaping education, and students are learning that while AI can support their thinking, it cannot replace it. Within digital literacy and digital citizenship, we emphasize using AI safely, ethically, and purposefully. Currently, the use of AI by students is

only allowed at the high school level under the supervision of an instructor. Employees may use AI to help them become more efficient and effective in their respective roles.

Academic and Career Planning (ACP) is mapped from elementary school through graduation. This highlights the intentionality of VBCPS in ensuring our students can become more aware of careers and how their educational choices shape opportunities throughout their K-12 journey. In elementary schools, teachers expose students to career paths through virtual exploration and learning experiences that further a student's imagination about future possibilities. Middle school teachers deliver ACP lessons to highlight careers, supporting choices for courses and available pathways across career clusters for secondary students. High school programs delve deeper into specific pathways and VBCPS believes that providing work-based learning experiences paired with these courses is vital to prepare all students. The Office of Career and Technical Education (CTE) FIELD-X program for work-based learning supports entrepreneurship, school-based enterprise, and internships for all high school students looking for a field experience is one such example.

Students enrolled in CTE electives also participate in the industry credential program, where they build their resume by collecting stackable credentials demonstrating the professional skills acquired in their high school CTE classes. Since the industry credential program began in 2002, over 182,265 industry credentials have been earned by VBCPS students. Each year, students have access to over 131 different credentials that link to career fields free of charge. During the 2024-25 school year, high school students earned a total of 14,540 industry credentials. To further ensure that students have a strong start, VBCPS continues to support robust CTE dual-enrollment offerings. These include Accounting, Aviation Maintenance, Business Management, Emergency Medical Services, Virginia Teachers for Tomorrow, Early Childhood Education, Medical Assisting, Welding, Veterinary Assisting, and Hotel Management.

Advancement Via Individual Determination (AVID) is a schoolwide approach that promotes access to the skills and experiences students need to be future-ready. Through professional learning focused on writing, inquiry, collaboration, organization, and reading (WICOR), teachers implement Tier 1, research-based practices to support all learners.

VBCPS is deeply committed to student success and recognizes families as essential partners in that journey. A key strategy in strengthening this partnership has been the expansion of the Family Outreach Representative (FOR) program. These professionals serve as trusted guides, helping families navigate the educational system with clarity and confidence. FORs provide direct support across the division through resource navigation and culturally responsive engagement. Since the program's growth, they've facilitated access to critical services including food assistance, mental health support, and academic resources, while hosting outreach events that connect families to what they need most. Their work fosters authentic communication, promotes inclusive practices, and equips both families and staff with tools to support student achievement. This collaborative approach strengthens school communities and drives improved outcomes.

To further support multilingual families, VBCPS launched the Language Ambassadors initiative, engaging volunteers to bridge communication gaps and create a more welcoming environment.

The division has also deepened its community partnerships, unlocking access to internships, mentorships, and enrichment opportunities. At the Back-to-School Care Fair, we estimated approximately 7,000 attendees, representing over 4,000 families that received essential services from backpacks and haircuts to health screenings and vaccinations. Additionally, the Family Connection webinar series has delivered timely, relevant content on digital learning, mental health, and college readiness. To ensure consistent and family-centered engagement, the Office of Family and Community Engagement (FACE) is developing a Digital Resource Guide for school leaders. Together, these efforts reflect VBCPS's unwavering commitment to building strong, informed, and inclusive family-school partnerships that empower students to thrive academically, socially, and emotionally.

The 2024-25 school year marked a pivotal transition for VBCPS. While the division's work during the year was guided by the strategic plan Compass to 2025, significant effort was also devoted to shaping the next chapter in its strategic journey. Compass to 2025, with its six division-wide goals, provided a strong foundation for student success, emphasizing high expectations, innovation, and continuous improvement. Building on this progress, VBCPS engaged students, staff, families, and community members throughout 2024-25 in a collaborative process to design a new strategic framework.

That work culminated in the School Board's adoption of Compass to 2030, which now serves as the division's strategic framework. Compass to 2030 builds on the strengths of its predecessor while setting a clear course for preparing every student to thrive in a rapidly changing world.

Key priorities of the equity plan include:

- Employee compensation and competitiveness.
- Employee and retiree healthcare costs.
- Declining enrollment.
- Unfunded state and federal mandates.
- Rising cost of operating expenses and services (e.g., fuel and utilities).
- Changes with the Virginia Retirement System.
- Increasing debt service.
- Maintenance of facilities and future capital improvement program needs.
- Uncertainty surrounding future federal K-12 education funding and potential reforms.
- Global and national economic conditions.

VBCPS remains committed to ensuring that each student experiences engaging instruction, meaningful relationships, and the supports needed to develop the knowledge, skills, and habits that will prepare them for long-term success.

FINANCIAL INFORMATION

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School Board are protected from loss, theft, or misuse; and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

The School Board maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Activities of the General Fund and Special Revenue funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level for the General Fund and the Special Revenue funds. In addition, certain controls are exercised administratively on the General Fund (e.g., cost center, personnel positions, capital outlay, and certain line-items; and the appropriations related thereto). A cost center is an activity (e.g., Elementary Classroom, Gifted Education and Academy Programs) of a category (e.g., Instruction). In addition, certain controls are exercised on the Special Revenue funds (e.g., federal and state grants, and the appropriations related thereto). The School Board also maintains an encumbrance accounting system as one method of maintaining budgetary control. Outstanding encumbrances of certain governmental funds at the end of the fiscal year are reappropriated as part of the following fiscal year's operating budget.

The School Board has adopted budgets for the following funds: General, Grants, Cafeterias, Textbooks, Communication Towers/Technology, Vending Operations, and Equipment Replacement Funds. As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

The local government provides an appropriation for education in excess of the Commonwealth of Virginia Standards of Quality (SOQ) payments and determines the level of total education support by means of a Revenue Sharing Formula. The amount derived from the application of this formula is allocated to Debt Service, "Pay As You Go" Capital Improvements, and the Operating Budget. Debt Service, which is managed and controlled by the City, receives the first allocation of funds; "Pay As You Go" Capital Improvements, which are projects which can reasonably be expected to be completed within one year receives the next allocation; and the balance of the funds are allocated as operating budget support.

Long-term financial planning includes a five-year forecast submission to the City establishing underlying assumptions about expected costs, revenues, position turnover, inflation, and enrollment as well as evaluating the budget impact of post-employment benefits, the risk management program, and assessing the fiscal impact of the capital improvement program on the school division's operations. With over 50% of General Fund revenue derived from the City

appropriation, assumptions regarding the City's revenue growth play a major role in forecast results and the budget development process. In addition, nearly 85% of the School Board's Operating Budget is tied to personnel and assumptions related to salary increases, rise in healthcare costs and the impact of pension costs and other post-employment benefits are significant factors in future forecasting.

INDEPENDENT AUDIT

An independent audit of the School Board's finances is required each fiscal year by either the Virginia Auditor of Public Accounts or a firm of independent Certified Public Accountants. Accordingly, the records have been audited by Cherry Bekaert LLP and its report on the financial statements is included herein.

FINANCIAL REPORTING CERTIFICATE AWARDS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School Board for its ACFR for the fiscal year ended June 30, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of a governmental entity financial report. In order to be awarded a Certificate of Achievement, a governmental entity must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. The ACFR must satisfy both GAAP and applicable legal requirements. A GFOA Certificate is the highest form of recognition awarded in the field of governmental financial reporting and is valid for a period of one year only. We believe that our current ACFR continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine the School Board's eligibility for another certificate award.

In addition, the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the School Board for its ACFR for the fiscal year ended June 30, 2024. ASBO sponsors this Certificate of Excellence in Financial Reporting program to foster excellence in the preparation and issuance of school system annual financial reports. This prestigious international certificate award is the highest form of recognition in school financial reporting and is valid for a period of one year only. We believe that our current ACFR conforms also to the ASBO program requirements, and we are submitting it to the ASBO to determine the School Board's eligibility for another certificate award.

ACKNOWLEDGMENTS

Preparation of this report would not have been possible without the dedicated efforts of the entire staff of the Office of Business Services. During the year, they rendered professional and knowledgeable financial services to and on behalf of the school division and maintained the financial records on a current and timely basis. We are most appreciative of these efforts and take this opportunity to recognize these outstanding public servants and their dedication, work ethics, and integrity.

In addition, appreciation and recognition is given for the strong conservative policies and practices dictated by the School Board in the oversight of the financial affairs of the school division, which have achieved the results contained in this financial report. The School Board and the administration are commended for their continuing support which is vital to the financial health of the school division and demonstration of the commitment to financial accountability, stewardship, and transparency.

Respectfully Submitted,

Donald E. Robertson Jr., Ph.D.
Superintendent

Crystal M. Pate, MPA, CPA
Chief Financial Officer

Daniel G. Hopkins, CPA
Director of Business Services

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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SCHOOL BOARD
OF THE
CITY OF VIRGINIA BEACH, VIRGINIA
June 30, 2025

Kathleen Brown
Chair
District 10

Carolyn D. Weems
Vice Chair
District 9

Sharon Felton
At-Large

Kimberly A. Melnyk
District 2

Michael Callan
District 6

David Culpepper
District 8

Matt Cummings
District 7

Mark Bohenstiel
District 3

Dr. Alveta J. Green
District 4

Melinda Rogers
District 5

PHOTO
COMING
SOON

Rose Dwyer
District 1

Donald E. Robertson Jr., Ph.D.
Superintendent

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

School Board of the City of Virginia Beach Virginia

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

The School Board of the City of Virginia Beach

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2024.

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.

CERTIFICATE OF EXCELLENCE
IN FINANCIAL REPORTING

Ryan S. Stechschulte
President

James M. Rowan, CAE, SFO
CEO/Executive Director

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
Organizational Chart
June 30, 2025

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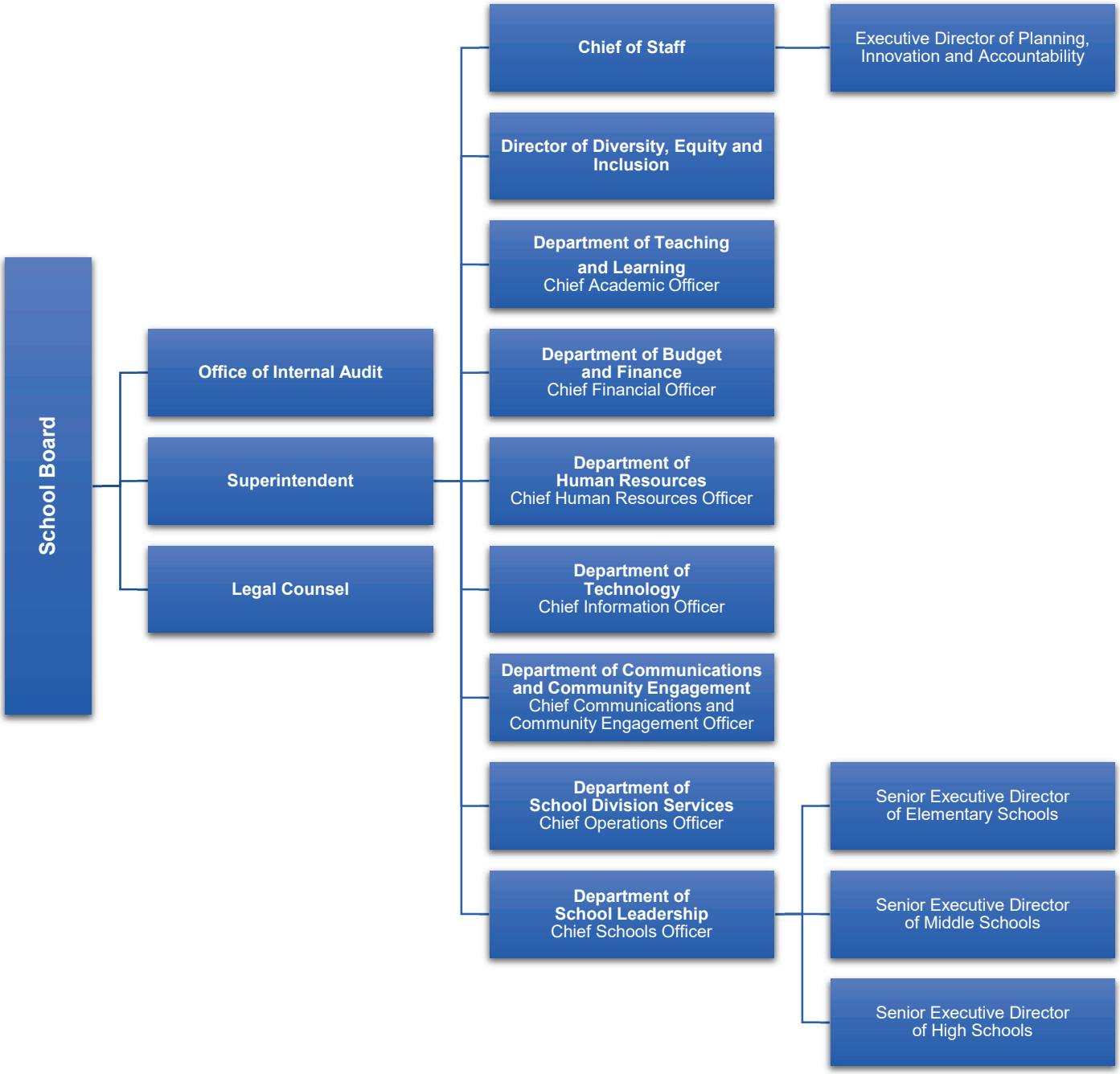

FINANCIAL SECTION

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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Cherry Bekaert LLP
Your Guide Forward

Report of Independent Auditor

To the Honorable Members of the School Board
City of Virginia Beach, Virginia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board of the City of Virginia Beach, Virginia (the "School Board"), a component unit of the City of Virginia Beach, Virginia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia (the "Specifications"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School Board's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* and the Specifications will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School Board's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Required Supplementary Information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The Other Supplementary Information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Other Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2025, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Cherry Bekaert LLP

Virginia Beach, Virginia
December 12, 2025

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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Management's discussion and analysis (MD&A) provides a narrative overview and analysis of the financial activities of the School Board of the City of Virginia Beach, Virginia (the School Board) as of and for the fiscal year ended June 30, 2025. The MD&A should be read in conjunction with the information contained in the transmittal letter, which begins on page 1, and the financial statements and notes, which immediately follow the MD&A.

FINANCIAL HIGHLIGHTS

The School Board implemented the provisions of Government Accounting Standards Board (GASB) Statement No. 101, Compensated Absences. The adoption of this statement has resulted in a restatement of the Statement of Net Position for fiscal year 2024 which resulted in a reduction to the beginning net position of $72.5 million.

On a government-wide basis for governmental activities, the assets and deferred outflows of the School Board exceeded its liabilities and deferred inflows by $256,145,257 (net position) at June 30, 2025. Of this amount, $658,207,863 is investment in capital assets, $34,553,569 is restricted for grants, cafeterias, textbooks, school activities, and net OPEB Asset, and ($436,616,175) is an unrestricted deficit. The deficit is due to net pension liability and net OPEB liability in the amounts $462,420,828 and $144,267,445 respectively.

On a government-wide basis for governmental activities, the School Board's revenues of $1,102,652,491 exceeded expenses of $1,057,532,955 by $45,119,536.

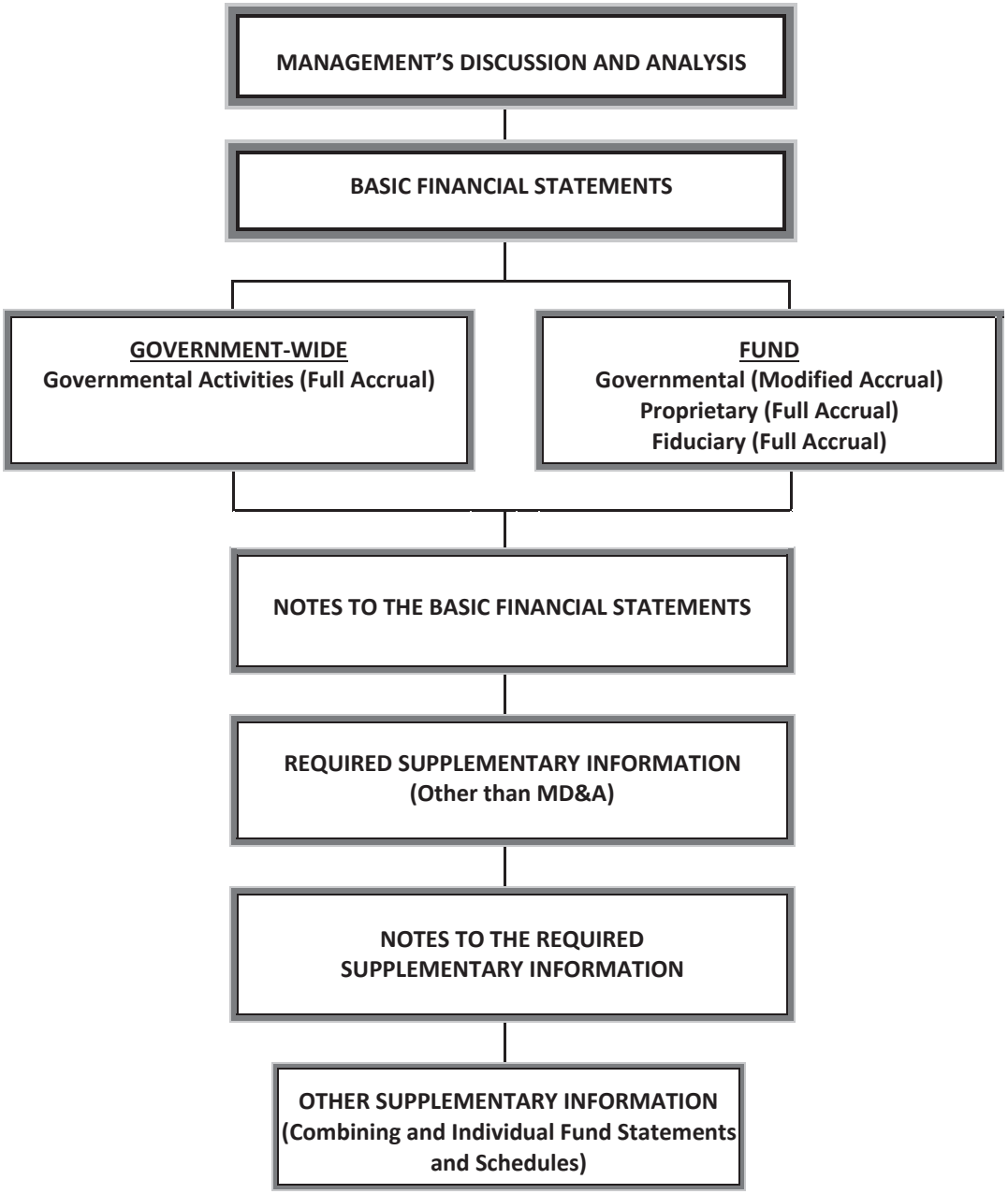
The School Board's Governmental funds reported total fund balances of $163,951,104 at June 30, 2025. Of this amount, $1,659,992 is nonspendable (i.e., inventories and prepaid items), $34,228,645 is restricted (e.g. federal and state grantor agencies, cafeterias, textbook adoptions, school activities), $118,344,883 is committed (e.g., capital projects contracts, communication towers/technology, vending, equipment replacement, school allocations), and $9,717,584 is assigned (e.g., instructional technology, athletics, instruction, administration, attendance, and health, pupil transportation, operations and maintenance, technology).

In the General Fund, the School Board returned unexpended appropriations and excess revenue (reversion) for Fiscal Year 2025 to the City of Virginia Beach, Virginia (City) in the amount of $38,094,580 as required by the Code of Virginia, as amended. Based on the Revenue Sharing Formula between the City and the School Board, the initial reversion amount available for re-appropriation in Fiscal Year 2025 will be increased by $7,464,613 due to certain City revenue streams coming in over budget for Fiscal Year 2025. The net reversion of $45,559,193 is designated for use in Fiscal Year 2026 in the following manner; $44,359,193 will be re-appropriated to the CIP fund and $1,200,000 appropriated for the demolition of building previously housing Bayside 6th Grade on Jericho Road.

OVERVIEW OF THE FINANCIAL STATEMENTS

The MD&A serves as an introduction to the School Board's basic financial statements. The School Board's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements.

This Annual Comprehensive Financial Report (ACFR) consists of four sections, as follows: Introductory, Financial, Statistical, and Compliance. The following presents the components of the Financial Section of the ACFR.


MANAGEMENT'S DISCUSSION AND ANALYSIS
BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE
Governmental Activities (Full Accrual)
FUND
Governmental (Modified Accrual)
Proprietary (Full Accrual)
Fiduciary (Full Accrual)
NOTES TO THE BASIC FINANCIAL STATEMENTS
REQUIRED SUPPLEMENTARY INFORMATION
(Other than MD&A)
NOTES TO THE REQUIRED
SUPPLEMENTARY INFORMATION
OTHER SUPPLEMENTARY INFORMATION
(Combining and Individual Fund Statements
and Schedules)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to present a broad overview of the School Board's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the School Board's assets and deferred outflows, and liabilities and deferred inflows, with the difference between the two reported as net position. Increases and decreases in net position over time may serve as a useful indicator of whether the financial position of the School Board is improving or deteriorating.

The Statement of Activities presents information showing how the School Board's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave, claims and judgments).

The government-wide financial statements distinguish functions related to governmental activities (principally supported by taxes and intergovernmental revenues) and business-type activities (intended to recover all or a significant portion of costs through user fees and charges). The School Board reports on only governmental activities, since it has no business-type activities.

Both of the government-wide financial statements (Statement of Net Position and Statement of Activities) present governmental activities of the School Board. These governmental activities are principally supported by the City, State sales tax, and intergovernmental revenues. The reported governmental activities of the School Board are Instruction; Administration, Attendance and Health; Pupil Transportation; Operations and Maintenance; Cafeterias; and Technology.

The government-wide financial statements are presented in Exhibits A-1 and A-2 of this report.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School Board, like other state and local governments and public school divisions, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the School Board can be divided into three categories: Governmental funds, Proprietary funds, and Fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same activities reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds' financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources

available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By conducting this comparison, a better understanding may be achieved in the long-term impact of the School Board's near-term financing decisions. Both the Governmental Funds' Balance Sheet (Exhibit A-3) and the Governmental Funds' Statement of Revenues, Expenditures, and Changes in Fund Balances (Exhibit A-4) provide a reconciliation for each statement to facilitate this comparison between governmental funds and governmental activities.

The School Board maintains nine individual governmental funds. Information is presented separately in the Governmental Funds' Balance Sheet (Exhibit A-3) and in the Governmental Funds' Statement of Revenues, Expenditures, and Changes in Fund Balances (Exhibit A-4) for the General, School Grants, School Cafeterias, and Capital Projects Funds, which are considered to be major funds. Data from the other five governmental funds, which are considered nonmajor funds, are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is presented in the form of combining statements in Statements D-1 and D-2 of this report.

The School Board adopts an annual appropriated budget for all its major and nonmajor governmental funds, except the School Activity Fund and Capital Projects Fund (appropriations for capital projects do not parallel the School Board's fiscal year). Budgetary comparison schedules have been provided for the General, School Grants, and School Cafeterias Funds in the Required Supplementary Information section of this report (Schedules C-1 through C-3) to demonstrate compliance with this budget. Individual fund budgetary comparison schedules for each nonmajor fund are presented in Schedules D-3 through D-6 of this report to also demonstrate compliance with this budget.

As noted above, the basic governmental funds' financial statements are presented in Exhibits A-3 and A-4 of this report.

Proprietary Funds

The School Board maintains one type of Proprietary fund, which is the Internal Service Fund type. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the School Board's various activities and the City. The School Board uses Internal Service funds to account for its Risk Management and Health Insurance programs. Because both of these services predominantly benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Both Internal Service funds are combined into a single, aggregated presentation in the proprietary funds' financial statements (Exhibits A-5 through A-7). Individual fund data for the Internal Service funds is presented in the form of combining statements in Statements E-1 through E-3 of this report.

As noted above, the basic proprietary fund financial statements are presented in Exhibits A-5 through A-7 of this report.

Fiduciary Fund

The fiduciary fund is used to account for resources held for the benefit of parties outside the government. The fiduciary fund is not reflected in the government-wide financial statements because the resources of those funds are not available to support the School Board's programs.

The School Board's Fiduciary fund is a Trust fund for the Other Postemployment Benefits (OPEB) fund which accounts for assets in essentially the same manner as a Proprietary Fund using the economic resources measurement focus.

The basic fiduciary fund financial statements are presented in Exhibit A-8 and A-9 of this report.

Notes to the Basic Financial Statements and the Required Supplementary Information

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and the required supplementary information.

The Notes to the Basic Financial Statements begin after Exhibit A-9 and the Notes to the Required Supplementary Information begin after Schedule C-3 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the School Board's retirement plans and Other Postemployment Benefits for the professional and nonprofessional employees.

Required supplementary information begins after the Notes to the Basic Financial Statements. As noted above, the combining statements for the Nonmajor Governmental funds are presented in Statements D-1 and D-2; and the combining statements for the Internal Service funds are presented in Statements E-1 through E-3 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

NET POSITION

Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $256,145,257 (net position) at June 30, 2025, as illustrated in the Summary of Net Position (with comparative amounts at June 30, 2024), as follows:

Summary of Net Position			
	2025	2024	Variance
Current and Other Assets	$ 378,303,237	$ 414,903,032	$ (36,599,795)
Capital Assets, net	666,940,953	638,893,881	28,047,072
Total Assets	$ 1,045,244,190	$ 1,053,796,913	$ (8,552,723)
Deferred Outflows	$ 216,028,387	$ 195,281,830	$ 20,746,557
Current Liabilities	$ 182,300,426	$ 183,756,718	$ (1,456,292)
Net Pension Liability	462,420,828	484,716,006	(22,295,178)
Net OPEB Liability	144,267,445	152,262,481	(7,995,036)
Other Noncurrent Liabilities	99,893,641	38,498,180	61,395,461
Total Liabilities	$ 888,882,340	$ 859,233,385	$ 29,648,955
Deferred Inflows	$ 116,244,980	$ 106,346,634	$ 9,898,346
Net Position:			
Net Invested in Capital Assets	$ 658,207,863	$ 630,341,593	$ 27,866,270
Restricted for:			
Grants	5,480,640	4,795,611	685,029
Cafeterias	12,070,827	17,074,952	(5,004,125)
Textbooks	10,902,881	7,793,847	3,109,034
School Activities	5,774,297	5,515,712	258,585
Net Pension/OPEB Asset	324,924	74,288	250,636
Unrestricted (Deficit)	(436,616,175)	(382,097,279)	(54,518,896)
Total Net Position (Deficit)	$ 256,145,257	$ 283,498,724	$ (27,353,467)

The largest portion of the School Board's net position reflects its net investment in capital assets (e.g., land, buildings, equipment, and vehicles). The School Board uses these assets (e.g., schools, buses) for elementary and secondary educational purposes; consequently, these assets are not available for future spending.

An additional portion of the School Board's net position represents resources that are subject to external restrictions on their use. The $436,616,175 unrestricted deficit reflects the effects of accounting principles generally accepted in the United States of America requirements for reporting pensions and OPEB activity. At June 30, 2025 the net pension liability is $462,420,828 and the net OPEB liability is $144,267,445.

CHANGES IN NET POSITION

The School Board's revenues of $1,102,652,491 exceeded expenses of $1,057,532,955 by $45,119,536 for Fiscal Year 2025. Beginning Net Position was reduced by $72,473,003 for Fiscal Year 2025 as a result of implementing GASB Statement No. 101, Compensated Absences. Changes in Net Position (with comparative amounts for the year ended June 30, 2024), is illustrated as follows:

Change in Net Position

	2025	2024	Variance
Revenues			
Program Revenues:			
Charges for Services	$ 14,240,821	$ 14,112,785	$ 128,036
Operating Grants	266,190,416	291,860,087	(25,669,671)
General Revenues:			
Local Government	466,036,878	484,102,134	(18,065,256)
State Basic Aid	231,430,357	204,051,071	27,379,286
State Sales Tax	91,643,485	90,678,103	965,382
Federal Impact Aid	14,616,783	19,680,896	(5,064,113)
Interest Earnings	3,717,772	2,021,944	1,695,828
Miscellaneous	7,653,791	9,421,827	(1,768,036)
Sale of Capital Assets	7,122,188	283,637	6,838,551
Total Revenues	$ 1,102,652,491	$ 1,116,212,484	$ (13,559,993)
Expenses			
Instruction	$ 726,222,904	$ 695,976,251	$ 30,246,653
Admin, Attendance, & Health	45,616,715	42,118,861	3,497,854
Pupil Transportation	56,742,646	52,727,075	4,015,571
Operations and Maintenance	129,895,020	136,709,778	(6,814,758)
Cafeterias	42,623,348	42,107,415	515,933
Technology	56,432,322	50,471,278	5,961,044
Total Expenses	$ 1,057,532,955	$ 1,020,110,658	$ 37,422,297
Change in Net Position	45,119,536	96,101,826	(50,982,290)
Net Position (Deficit) - July 1	283,498,724	187,396,898	96,101,826
Restatement of July 1 Net Position (Note 1P)	(72,473,003)		(72,473,003)
Net Position (Deficit) - June 30	$ 256,145,257	283,498,724	(27,353,467)

Total revenue decreased by $13,559,993 (-1.2%). This is a net result of:

- An decrease in local government revenue source of $18,065,256 mainly due to the City not selling bonds for capital projects; and
- Increase in State Basic Aid revenue of $27,379,286; and
- Increase in Sale of Capital Assets (land) of $6,838,551; and
- Decrease in Operating Grants of $25,669,671 due spend down of American Rescue Plan Act (ARPA ESSER III) funds.

Total expenses increased by $37,422,297 (3.7%). This is a net result of:

- An increase in Instruction of $30,246,653 due to a 4% average increase in salaries, and an increase in pension expenses and the net book value increase of the school buildings transferred back to the schools from the City under the "tenancy in common" (Note 4B); and
- Increase in Admin, Attendance and Health of $3,497,854 due to a 4% average increase in salaries; and
- Increase in Pupil Transportation expenses of $4,015,571 due to increase in pension expenses and purchase of capital equipment; and
- Decrease in Operations and Maintenance of $6,814,758 due to fewer building improvements; and
- Increase in Technology of $5,961,044 due to purchase of computers funded by technology grants.

Governmental Activities

The following illustration presents the cost of the governmental activities: Instruction; Administration, Attendance and Health; Pupil Transportation; Operations and Maintenance; Cafeterias; and Technology during Fiscal Years 2025 and 2024. The illustration also shows each activity's net cost (total cost less charges for services, operating grants, and capital grants). The net cost shows the financial impact that is placed on the School Board's general revenue sources (local government, federal and state aid, interest earnings, and other nonspecific revenue sources).

Total and Net Cost of Governmental Activities				
	Total Cost of Services 2025	Net Cost of Services 2025	Total Cost of Services 2024	Net Cost of Services 2024
Expenses				
Instruction	$726,222,904	$510,225,367	$695,976,251	$480,696,747
Admin, Atendance, & Health	45,616,715	40,746,362	42,118,861	11,755,864
Pupil Transportation	56,742,646	56,112,817	52,727,075	51,673,913
Operations and Maintenance	129,895,020	125,535,444	136,709,778	128,101,482
Cafeterias	42,623,348	4,080,795	42,107,415	4,289,886
Technology	56,432,322	40,400,933	50,471,278	37,619,894
Total Expenses	$1,057,532,955	$777,101,718	$1,020,110,658	$714,137,786

FINANCIAL ANALYSIS OF THE SCHOOL BOARD'S FUNDS

As noted earlier, the School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

GOVERNMENTAL FUNDS

The focus of the School Board's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School Board's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the School Board's net resources available for spending at the end of the fiscal year.

As of June 30, 2025, the School Board's governmental funds reported combined fund balances of $163,951,104 a decrease of $6,056,823 in comparison with the prior fiscal year balance. Of the total amount of the combined fund balances, $1,659,992 is nonspendable (i.e., inventories and prepaid items), $34,228,645 is restricted (e.g., federal and state grantor agencies, cafeterias, textbook adoptions, school activities), $118,344,883 is committed (e.g., capital projects, communication towers/technology, vending, equipment replacement), and $9,717,584 is assigned (e.g., instructional technology, athletics, instruction, administration, attendance, and health, pupil transportation, operations and maintenance, technology). The fund balance decreased 3.6% due to a reduction of General Fund carry-forward encumbrances and a decrease in School Cafeterias Fund, where they are expanding the scratch cooking initiative with additional personnel and equipment.

General Fund

The General Fund is the general operating fund of the School Board that is used to account for all of the financial resources, except those required to be accounted for in another fund. At June 30,

2025, the fund balance of the General Fund was $10,710,412. Of this amount, $992,828 is nonspendable (i.e., prepaid items) and $9,717,584 is assigned (e.g., instructional technology, athletics, instruction, administration, attendance, and health, pupil transportation, operations and maintenance, technology). The General Fund balance decreased $1,662,288 due to a decrease in encumbrances that were previously carried from Fiscal Year 2024.

General Fund Budget Amendment

Amount	Purpose
$ 16,152,511	There was a supplemental budget amendment, other than for encumbrances, during Fiscal Year 2025. The General Fund budget amendment to provide 3% compensation increase for all employees was funded through an increase in revenue from the state.

General Fund Original Budget to Final Budget Difference Reconciliation

General Fund:

$ 9,977,503 – FY 2024 Outstanding Encumbrances Appropriated
16,152,511 – Budget Amendment (See above)
$ 26,130,014 – Original Budget to Final Budget Difference (including the Other Financing Uses budget)

General Fund Final Budget to Actual Expenditures Variance Reconciliation

The following table presents a summary comparison of the General Fund's final budget compared to actual expenditures by type. The variance includes $5,821,253 of outstanding encumbrances at June 30, 2025.

	Final Budget	Actual	Variance from Final Budget	%
Expenditures				
Salaries and Benefits	$832,135,638	$815,659,954	$16,475,684	1.98%
Purchased Services	59,863,087	54,520,285	5,342,802	8.93%
Other	31,355,208	30,090,643	1,264,565	4.03%
Materials and Supplies	41,593,322	36,316,754	5,276,568	12.69%
Capital Outlay	5,286,181	4,515,259	770,922	14.58%
Total Expendiutures	970,233,436	941,102,895	29,130,541	3.00%

The remaining available balances, which is not expected to affect future services, are as follows:

- Lower than expected expenditures for salaries and benefits due to vacancies and lapsed salaries;
- Lower than expected expenditures for purchased services due to reduced contractual services; the variance has been committed in carryforward balances for necessary building maintenance
- Lower than expected expenditures of materials and supplies due to a reduction of $1.0 million in instructional supplies; $2.9 million in technology supplies; $1.0 million in vehicle fuel; variance includes $2.1 million in carryover and other commitments;
- Capital Outlay variance includes $770,000 in carryover and other commitments for school bus and vehicle replacements.

Transfers:

$ 5,630,631 – Final Budget to Actual Expenditures Variance

Transfers are budgeted and presented separately as required for reporting purposes. The budget is mainly for the local match requirements of federal and state grants budgeted in the Grants Special Revenue Fund.

Special Revenue Funds

The Special Revenue funds are used to account for the proceeds of specific revenue sources (other than capital projects), which are legally restricted or committed to be expended for specified

purposes. These funds are used to finance designated programs and are generally not available for other purposes. The School Board's Special Revenue funds are as follows:

Major Funds:

School Grants – accounts for certain private, Commonwealth of Virginia, and Federal grants (with matching local funds, if required).

School Cafeterias – accounts for the revenues (e.g., Commonwealth of Virginia, Federal Government) and expenditures associated with the food services operations of the school division.

Nonmajor Funds:

School Textbooks – accounts for the financing (e.g., Commonwealth of Virginia) and acquisitions of textbooks and related materials used in the school division.

School Communication Towers/Technology – accounts for the rent receipts (long-term contracts with telecommunication companies) relating to the communication towers constructed on School Board property and technology related expenditures.

School Vending Operations – accounts for receipts (long-term exclusive contract with a vending company) relating to the bottled drinks vending operations of the school division and expenditures (including school-level allocations).

School Equipment Replacement – accounts for the financing (e.g., local government) and acquisition of various replacement equipment.

School Activity – accounts for the receipts and expenditures relating to activities conducted at individual school sites in connection with student athletics, classes, clubs, and various fundraising and private donor activities.

School Grants Fund: During Fiscal Year 2025, revenues and other financing sources totaled $77,782,016 and expenditures totaled $77,096.987. This resulted in an increase in the fund balance of $685,029 due to revenue received in a prior year and expenditures taking place in current fiscal year. The significant difference for this was the Virginia Preschool Initiative award from the state. The remaining fund balances will be used for the required local match of Commonwealth of Virginia and Federal approved Fiscal Year 2025 grant proceeds to be disbursed in Fiscal Year 2026.

School Cafeterias Fund: During Fiscal Year 2025, revenues totaled $39,297,889 and expenditures totaled $44,324,685. This resulted in a decrease in the fund balance of $5,026,796. As compared to Fiscal Year 2024, there was a significant increase in personnel services and other purchased services due to additional staff added and services to expand the scratch initiative program.

Nonmajor Special Revenue Funds: During Fiscal Year 2025, revenues totaled $14,867,557 and expenditures totaled $10,742,837. This resulted in a combined increase in the fund balances of all nonmajor Special Revenue funds of $4,124,720. The School Textbook fund, Communication Towers/Technology, School Vending Operations, and School Activity funds had an increase in fund balance while the School Equipment Replacement fund incurred an expected decrease in fund balance. The remaining fund balances of these nonmajor Special Revenue funds will be used in the future for technology purposes, equipment replacements and other appropriate needs.

Proprietary Funds – Internal Service Funds

The Internal Service funds are used to account for the financing of goods and/or services provided by one department or agency to other departments or agencies of the governmental unit (and to other governmental units), on a cost-reimbursement basis. The School Board operates Internal Service funds for the school division's Risk Management and Self-Insured Health Care Benefits programs.

During Fiscal Year 2025, total revenues including nonoperating revenues amounted to $186,746,736 and expenses totaled $199,087,517. This resulted in a decrease in net position of $12,340,781 due to less than budgeted charges in the Risk Management Fund for unexpected claims and the increase in health claims in the Health Insurance Fund.

Capital Projects Fund (Major Fund)

During Fiscal Year 2025, revenues including other financing sources totaled $31,264,421 and expenditures totaled $35,441,909. This resulted in a decrease in the fund balance of $4,177,488 due to the fact that the city did not sell any bonds this year.

Proceeds from public improvement charter bond issues, State Literary Fund Loans, Virginia Public School Authority financing, local funding sources, and construction grants (including lottery proceeds) from the Commonwealth of Virginia are accounted for in the Capital Projects Fund until improvement projects are completed. The City provides the aforementioned sources of revenues (classified as From Local Government in the financial statements, except interest earnings and Commonwealth of Virginia revenues).

When capital projects are completed, the costs of the improvements (meeting the capitalization threshold) are transferred from construction in progress to the appropriate capital asset account. The various significant active capital projects for the current fiscal year are presented below.

Renovations/Replacements-HVAC Systems
Renovations/Replacements-Reroofing
Phone System Replacement
Renovations/Replacements-Grounds
Renovations/Replacements-Various
Elementary Playground Equipment Replacement

CAPITAL ASSETS

Section 15.2-1800.1 of the Code of Virginia, as amended, affects the reporting of local School Board capital assets and related debt for financial reporting purposes. Under this legislation, the City has a "tenancy in common" with the School Board whenever the City incurs "on-behalf of" debt for any school property which is payable over more than one year. For financial reporting purposes, the City will report the Net Book Value of School Board property equal to the total outstanding principal balance of the applicable "on-behalf of" debt at June 30, 2025. The below illustration reflects capital assets remaining with the School Board (net of those that have been transferred between the School Board and the City as the outstanding principal balance changes).

The School Board's investment in capital assets for its governmental activities as of June 30, 2025 amounts to $666,168,217 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, machinery/equipment and vehicles, subscription lease for software and equipment lease for copiers/printers. The total increase in the School Board's investment in capital assets for the current fiscal year was 4.27%, as follows:

Capital Assets
(net of accumulated depreciation)
As of June 30, 2025

	2025	2024	Percentage Change
Land	$ 38,951,043	$ 38,967,870	-0.04%
Construction in Progress	14,831,573	14,768,654	0.43%
Buildings and Improvements	550,839,387	523,096,289	5.30%
Machinery/Equipment and Vehicles	59,468,326	61,268,452	-2.94%
Right-to-Use Subscription Asset	342,787	792,616	-56.75%
Right-to-Use Equipment Asset	1,735,101	-	0.00%
Total Capital Assets (net)	$ 666,168,217	$ 638,893,881	4.27%

The slight increase in Construction in Progress is due to the engineering of future school replacements. The increase in Buildings and Improvements is due to adding back building net book values that the city transferred back to us based on the decrease of principal balance of the "on-behalf of" debt value. The decrease in subscription lease is due to the expiration of a lease.

Additional information on the School Board's capital assets is presented in Note 4 of this report.

LONG-TERM OBLIGATIONS

As of June 30, 2025, the School Board has reported a total of $751,301,703 long-term obligations with $44,719,789 due within one year. Below is a breakdown of what makes up those obligations compared to Fiscal Year 2024:

Long-Term Obligations
As of June 30, 2025

	2025	2024
Compensated Absences	$ 124,843,998	$ 49,065,484
Estimated Claims and Judgements	17,672,935	16,791,979
Net Pension Liabilities	462,420,828	484,716,006
Net OPEB Liabilities	144,267,445	152,262,481
Subscription Lease Liability	333,572	778,559
Equipment Lease Liability	1,762,925	-
Total Long-Term Obligations	$ 751,301,703	$ 703,614,509

The School Board implemented GASB Statement No. 101, Compensated Absences. As a result, the Compensated Absences Liability increased in FY25.

Additional detailed information regarding the long-term obligations, including the current year's activity can be found in Note 5A of this report.

ECONOMIC FACTORS

The unemployment rate for the City continues to be below the Metropolitan Statistical Area (MSA) and U.S. rates and is also below the Commonwealth of Virginia (state) rate. Average annual unemployment rates for 2024 were 2.8% for Virginia Beach, 3.1% for the MSA, 2.9% for Virginia, and 4.0% for the U.S. Unemployment rates are consistent in 2024 compared with 2023 for the

City, region and State, and there is a slight increase in the Nation. (U.S. Department of Labor, Bureau of Labor Statistics).

Based on the most recent data available, the per capita personal income for 2023 was $72,091 for Virginia Beach, $62,575 for the MSA, $73,841 for Virginia, and $69,810 for the U.S. Over the 5-year period from 2019 to 2024, the per capita personal income for Virginia Beach has increased an average of 5.6% per year (*Source: U.S. Bureau of Economic Analysis (BEA)*). Based on the latest data available, the median household income continues to increase for Virginia Beach in 2024 to $94,579 compared with $91,141 in 2023. Median household income for the City has increased an average of 3.7% per year since 2019. Virginia Beach's median household income has continued to exceed that of the MSA ($82,402 in 2024), Virginia ($92,090 in 2024) and the U.S. ($81,604 in 2024) *(Source: US Census Bureau).*

Factors Influencing Future Budgets

- Employee compensation and competitiveness
- Employee and retiree healthcare costs
- Declining enrollment
- Unfunded state and federal mandates
- Rising cost of operating expenses and services (e.g., fuel and utilities)
- Changes with the Virginia Retirement System (VRS)
- Increasing debt service
- Maintenance of facilities and future capital improvement program needs
- Uncertainty surrounding future federal K–12 education funding and potential reforms
- Global and national economic conditions

REQUESTS FOR INFORMATION

This Annual Comprehensive Financial Report is designed to provide a general overview of the School Board's finances and to demonstrate the School Board's commitment to financial accountability, stewardship, and transparency. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Business Services, Virginia Beach City Public Schools, 2512 George Mason Drive, P.O. Box 6038, Virginia Beach, Virginia 23456-0038.

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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BASIC FINANCIAL STATEMENTS

EXHIBIT A-1

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Investments (Notes 1L1 and 6)	$ 345,773,873
Accounts Receivable	734,844
Due from Commonwealth (Note 2A)	13,782,880
Due from Federal Government (Note 2B)	15,454,171
Lease Receivable (Note 2C)	529,904
Inventories (Note 1G)	659,483
Prepaid Items (Note 1L5)	1,368,082
Total Current Assets	$ 378,303,237
Noncurrent Assets:	
Net OPEB Asset (Note 8)	$ 324,924
Lease Receivable, Non-Current (Note 2C)	447,812
Capital Assets (Note 4):	
Land	38,951,043
Buildings, Improvements, Machinery, Equipment, and Vehicles (net of accumulated depreciation)	610,307,713
Construction in Progress	14,831,573
Subscription Asset (net of accumulated amortization)	342,787
Equipment Lease Asset (net of accumulated amortization)	1,735,101
Total Noncurrent Assets	$ 666,940,953
TOTAL ASSETS	$ 1,045,244,190
DEFERRED OUTFLOWS OF RESOURCES (Note 8)	
Deferred Outflows from Pensions	$ 176,761,151
Deferred Outflows from OPEB	39,267,236
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ 216,028,387
LIABILITIES	
Current Liabilities:	
Salaries Payable and Withholding (Note 7C)	$ 93,862,580
Vouchers and Accounts Payable	17,504,469
Accrued Interest Payable	18,105
Deposits Payable	65,000
Due to Commonwealth	12,264
Due to Federal Government	89,443
Unearned Revenues (Note 3)	26,028,776
Long-term Liabilities (Note 5A)	44,719,789
Total Current Liabilities	$ 182,300,426
Noncurrent Liabilities:	
Net Pension Liability (Notes 5A and 8)	462,420,828
Net OPEB Liability (Notes 5A and 8)	144,267,445
Other Long-term Liabilities (Notes 1I, 5A and 9)	99,893,641
Total Noncurrent Liabilities	$ 706,581,914
TOTAL LIABILITIES	$ 888,882,340
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows from Pensions (Note 8)	$ 90,500,550
Deferred Inflows from OPEB (Note 8)	24,805,711
Deferred Inflows from Leases (Note 2C)	938,719
TOTAL DEFERRED INFLOWS OF RESOURCES	$ 116,244,980
NET POSITION (DEFICIT) (Note 1K)	
Net Investment in Capital Assets	$ 658,207,863
Restricted for: (Note 10D)	
Grants	5,480,640
Cafeterias	12,070,827
Textbooks	10,902,881
School Activities	5,774,297
Net OPEB Asset	324,924
Unrestricted (Deficit)	(436,616,175)
TOTAL NET POSITION	$ 256,145,257

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-2

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

		Program Revenues		Net (Expenses) Revenues and Change In Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
GOVERNMENTAL ACTIVITIES				
Instruction	$ 726,222,904	$ 2,884,486	$ 213,113,051	$ (510,225,367)
Administration, Attendance, & Health	45,616,715	382	4,869,971	(40,746,362)
Pupil Transportation	56,742,646	629,829	-	(56,112,817)
Operations and Maintenance	129,895,020	306,281	4,053,295	(125,535,444)
Cafeterias	42,623,348	9,009,213	29,533,340	(4,080,795)
Technology	56,432,322	1,410,630	14,620,759	(40,400,933)
Total Governmental Activities	$ 1,057,532,955	$ 14,240,821	$ 266,190,416	$ (777,101,718)

General Revenues:	
Local Sources:	
Local Government	$ 466,036,878
Miscellaneous	7,653,791
Sale of Capital Assets	7,122,188
Federal and State Aid not Restricted to Specific Purposes:	
State Basic Aid	231,430,357
State Sales Tax	91,643,485
Federal Impact Aid	14,616,783
Interest Earnings	3,717,772
Total General Revenues	$ 822,221,254
Change in Net Position	$ 45,119,536
Total Net Position - July 1, as previously reported	283,498,724
Restatement - Change in Accounting Priciple (Note 1P)	(72,473,003)
Total Net Position - July 1, as restated	211,025,721
Total Net Position - June 30	$ 256,145,257

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-3

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General	School Grants	School Cafeterias	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Investments (Notes 1L1 and 6)	$ 93,066,330	$ 10,639,617	$ 10,392,727	$ 116,665,870	$ 24,381,802	$ 255,146,346
Accounts Receivable	636,160	75,571	20,323	-	-	732,054
Due from Commonwealth (Note 2A)	10,438,528	3,320,815	23,537	-	-	13,782,880
Due from Federal Government (Note 2B)	108,411	11,112,255	4,233,505	-	-	15,454,171
Lease Receivable (Note 2C)	-	-	-	-	977,716	977,716
Inventories (Note 1G)	-	-	659,483	-	-	659,483
Prepaid Items (Note 1L5)	992,828	-	5,681	-	2,000	1,000,509
TOTAL ASSETS	$ 105,242,257	$ 25,148,258	$ 15,335,256	$ 116,665,870	$ 25,361,518	$ 287,753,159
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES						
Liabilities:						
Salaries Payable and Withholding (Note 7C)	$ 88,123,602	$ 4,121,845	$ 1,572,179	$ 42,469	$ 1,127	$ 93,861,222
Vouchers and Accounts Payable	5,845,843	823,061	394,221	5,863,857	4,241	12,931,223
Deposits Payable	-	-	-	-	65,000	65,000
Due to Commonwealth	12,189	75	-	-	-	12,264
Due to Federal Government	1,529	-	-	87,914	-	89,443
Unearned Revenue (Note 3)	548,682	14,722,637	632,865	-	-	15,904,184
TOTAL LIABILITIES	$ 94,531,845	$ 19,667,618	$ 2,599,265	$ 5,994,240	$ 70,368	$ 122,863,336
Deferred Inflows of Resources:						
Leases (Note 2C)	$ -	$ -	$ -	$ -	$ 938,719	$ 938,719
Fund Balances: (Notes 1J and 10D)						
Nonspendable	$ 992,828	$ -	$ 665,164	$ -	$ 2,000	$ 1,659,992
Restricted	-	5,480,640	12,070,827	-	16,677,178	34,228,645
Committed	-	-	-	110,671,630	7,673,253	118,344,883
Assigned	9,717,584	-	-	-	-	9,717,584
TOTAL FUND BALANCES	$ 10,710,412	$ 5,480,640	$ 12,735,991	$ 110,671,630	$ 24,352,431	$ 163,951,104
TOTAL LIABILITIES AND FUND BALANCES	$ 105,242,257	$ 25,148,258	$ 15,335,256	$ 116,665,870	$ 25,361,518	$ 287,753,159

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-3

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

Amounts reported for governmental activities in the Statement of Net Position in Exhibit A-1 are different from amounts reported for governmental funds in this exhibit because:		
Total Fund Balances - Governmental Funds (this exhibit)		$ 163,951,104
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Cost of Capital Assets	$ 1,282,343,833	
less: Accumulated Depreciation/Amortization	616,175,616	666,168,217
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of the following:		
Compensated Absences	$ (124,843,998)	
Subscription and Equipment Lease	(2,096,497)	
Accrued Interest on long-term debt	(18,105)	(126,958,600)
Internal Service Funds are used to account for the risk management and health insurance programs and related charges to the various governmental funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.		
Total Assets	$ 90,997,890	
less: Total Liabilities	32,372,131	
Total Net Position		58,625,759
Per GAAP, pension activity is not reported in the governmental funds (Note 8).		
Net Pension Liability	$ (462,420,828)	
Deferred Outflows of Resources	176,761,151	
Deferred Inflows of Resources	(90,500,550)	(376,160,227)
Per GAAP, OPEB activity is not reported in the governmental funds (Note 8).		
Net OPEB Liability	$ (144,267,445)	
Net OPEB Asset	324,924	
Deferred Outflows of Resources	39,267,236	
Deferred Inflows of Resources	(24,805,711)	(129,480,996)
Total Net Position of Governmental Activities in the Statement of Net Position (Exhibit A-1)		$ 256,145,257

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-4

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General	School Grants	School Cafeterias	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
From Use of Money and Property	$ 365,117	$ -	$ 776,761	$ 192,165	$ 1,612,198	$ 2,946,241
Charges for Services	1,120,957	-	8,314,815	-	198,568	9,634,340
Miscellaneous	5,123,219	1,946,940	731,179		7,177,404	14,978,742
From Local Government	442,005,354	-	-	24,031,524	-	466,036,878
From Commonwealth	479,581,219	20,398,050	1,403,675	-	5,879,387	507,262,331
From Federal Government	17,257,339	49,342,972	28,071,459	-	-	94,671,770
Total Revenues	$ 945,453,205	$ 71,687,962	$ 39,297,889	$ 24,223,689	$ 14,867,557	$ 1,095,530,302
EXPENDITURES						
Current:						
Instruction	$ 687,258,784	$ 61,307,951	$ -	$ 68,491	$ 7,750,474	$ 756,385,700
Administration, Attendance, & Health	43,829,089	1,813,096	-	-	-	45,642,185
Pupil Transportation	52,122,304	146,051	-	-	-	52,268,355
Operations and Maintenance	113,231,445	5,425,672	-	9,594,340	-	128,251,457
Cafeterias	-	66,707	44,085,611	-	-	44,152,318
Technology	44,084,971	8,337,510	239,074	33,246	2,818,293	55,513,094
Capital Outlay	1,971,342	-	-	25,745,832	-	27,717,174
Debt Service:						
Principal	493,629	-	-	-	159,774	653,403
Interest	82,673	-	-	-	14,296	96,969
Total Expenditures	$ 943,074,237	$ 77,096,987	$ 44,324,685	$ 35,441,909	$ 10,742,837	$ 1,110,680,655
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ 2,378,968	$ (5,409,025)	$ (5,026,796)	$ (11,218,220)	$ 4,124,720	$ (15,150,353)
OTHER FINANCING SOURCES (USES)						
Transfers In (Note 10A)	$ -	$ 6,094,054	$ -	$ -	$ -	$ 6,094,054
Transfers Out (Note 10A)	(6,094,054)	-	-	-	-	(6,094,054)
Sale of Capital Assets	81,456	-	-	7,040,732	-	7,122,188
Lease Asset	1,971,342	-	-	-	-	1,971,342
Total Other Financing Sources (Uses), net	$ (4,041,256)	$ 6,094,054	$ -	$ 7,040,732	$ -	$ 9,093,530
NET CHANGES IN FUND BALANCES	$ (1,662,288)	$ 685,029	$ (5,026,796)	$ (4,177,488)	$ 4,124,720	$ (6,056,823)
FUND BALANCES - JULY 1	12,372,700	4,795,611	17,762,787	114,849,118	20,227,711	170,007,927
FUND BALANCES - JUNE 30	$ 10,710,412	$ 5,480,640	$ 12,735,991	$ 110,671,630	$ 24,352,431	$ 163,951,104

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-4

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Amounts reported for governmental activities in the Statement of Activities in Exhibit A-2 are different from amounts reported for governmental funds in this exhibit because:			
Net Changes in Fund Balances - Governmental Funds (this exhibit)			$ (6,056,823)
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation/amortization expenses in the Statement of Activities. This is the amount by which capital outlay exceeded depreciation/amortization expense (including other transactions (e.g., loss on disposals)) for the fiscal year (Note 10C).			2,995,203
Compensated absences (annual, sick, and personal leave) are reported in governmental funds as expenditures, which are measured by the amount of financial resources used (essentially, the amounts actually paid). However, for governmental activities, those costs are shown and measured by the net of the amounts of leave used and earned for the fiscal year in the Statement of Activities.			(3,305,511)
Internal Service Funds are used to account for the risk management and health insurance programs and related charges to the various governmental funds. The change in net position for the Internal Service Funds for the fiscal year is reported with governmental activities in the Statement of Activities.			
	Risk Management	$ 726,988	
	Health Insurance	(13,067,769)	(12,340,781)
Section 15.2-1800.1 of the Code of Virginia, as amended, affects the reporting of local School Board capital assets and related debt for financial reporting purposes. Under this legislation, the City has a "tenancy in common" with the School Board whenever the City incurs "on-behalf of" debt for any school property owned by the School Board which is payable over more than one year. For financial reporting purposes, the City will report the Net Book Value of School Board property (the School Board incurs the depreciation expense) equal to the total outstanding principal balance of the applicable "on-behalf of" debt at June 30, 2025. This amount is the applicable net book value change and depreciation expense for the fiscal year.			24,279,133
Principal and interest on equipment and subscription leases are reported as expenditures in governmental funds. However, the principal payments reduce the liabilities in the Statement of Net Position and does not result in expenses in the Statement of Activities and Interest is expensed as it accrues in the Statement of Activities.			
	Subscription Lease	$ 457,491	
	Equipment Lease	166,382	623,873
Other financing sources recorded at the inception of equipment leases increase fund balance of the governmental funds. In government-wide statements, new debt increases non-current liabilities in the Statement of Net Position and does not affect the Statement of Activities			(1,938,563)
Per GAAP, this amount is the Pension Expense, Deferred Outflows and Deferred Inflows for the fiscal year (Note 8).			
	Pension Expense	$ 22,295,179	
	Deferred Inflows	(16,153,769)	
	Deferred Outflows	27,989,560	34,130,970
Per GAAP, this amount is the OPEB Expense, Deferred Outflows and Deferred Inflows for the fiscal year (Note 8).			
	OPEB Expense	$ 8,245,672	
	Deferred Inflows	5,729,366	
	Deferred Outflows	(7,243,003)	6,732,035
Change in Net Position of governmental activities in the Statement of Activities (Exhibit A-2)			$ 45,119,536

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-5

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Governmental Activities: Internal Service Funds
ASSETS	
Current Assets:	
Cash and Investments (Notes 1L1 and 6)	$ 90,627,527
Accounts Receivable	2,790
Prepaid Items (Note 1L5)	367,573
Total Current Assets	$ 90,997,890
TOTAL ASSETS	$ 90,997,890
LIABILITIES	
Current Liabilities:	
Salaries Payable	$ 1,358
Vouchers and Accounts Payables	4,573,246
Unearned Revenues (Note 3)	10,124,592
Estimated Claims and Judgments (due within one year) (Notes 5A and 9)	13,254,701
Total Current Liabilities	$ 27,953,897
Noncurrent Liabilities:	
Estimated Claims and Judgments (due in more than one year) (Notes 5A and 9)	4,418,234
Total Noncurrent Liabilities	$ 4,418,234
TOTAL LIABILITIES	$ 32,372,131
NET POSITION	
Unrestricted	$ 58,625,759
TOTAL NET POSITION	$ 58,625,759

EXHIBIT A-6

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Governmental Activities: Internal Service Funds
OPERATING REVENUES	
Charges for Services	$ 182,049,367
Miscellaneous Revenue	21,047
Total Operating Revenues	$ 182,070,414
OPERATING EXPENSES	
Personnel Services	$ 1,053,990
Fringe Benefits	376,795
Purchased Services	2,446,834
Other Charges (Note 1L2)	195,209,898
Total Operating Expenses	$ 199,087,517
OPERATING LOSS	$ (17,017,103)
NONOPERATING REVENUES	
Interest Income	$ 4,676,322
Total Nonoperating Revenues	$ 4,676,322
CHANGES IN NET POSITION	$ (12,340,781)
TOTAL NET POSITION - JULY 1	70,966,540
TOTAL NET POSITION - JUNE 30	$ 58,625,759

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-7

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Governmental Activities: Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Users	$ 188,556,165
Payments to Vendors for Goods/Services	(200,719,262)
Payments to Employees for Services	(1,431,852)
Net Cash Used In Operating Activities	$ (13,594,949)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest Received on Investments	4,676,322
NET DECREASE IN CASH AND INVESTMENTS	$ (8,918,627)
CASH AND INVESTMENTS, BEGINNING OF YEAR	99,546,154
CASH AND INVESTMENTS, END OF YEAR	$ 90,627,527
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES:	
Operating Loss	$ (17,017,103)
Adjustments to Reconcile Operating Loss to Net Cash Used In Operating Activities	
(Increase) Decrease in Assets	
Accounts Receivable	$ 5,308,092
Prepaid Items	(80,430)
Increase (Decrease) in Liabilities	
Salaries Payable	(1,067)
Vouchers and Accounts Payable	(3,863,056)
Unearned Revenue	1,177,659
Estimated Claims and Judgments	880,956
Total Adjustments	$ 3,422,154
Net Cash Used In Operating Activities	$ (13,594,949)

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-8

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2025

	Other Postemployment Benefits Trust Fund
ASSETS	
Fixed Income	$ 10,184,009
Stocks	24,950,822
Real Estate	7,638,007
Alternative Investments	8,147,208
TOTAL ASSETS	$ 50,920,046
NET POSITION	
Net Position Restricted for Postemployment Benefits Other than Pensions	$ 50,920,046

The accompanying notes are an integral part of the basic financial statements.

EXHIBIT A-9

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025

	Other Postemployment Benefits Trust Fund
ADDITIONS	
Contributions:	
Employer	$ 8,445,375
Investment Earnings:	
Increase in the Fair Value of Investments	$ 4,138,117
Total Additions	$ 12,583,492
DEDUCTIONS	
Benefits	$ 8,445,375
Administrative Expenses	28,909
Total Deductions	$ 8,474,284
Change in Net Position	$ 4,109,208
Net Position at Beginning of Year	46,810,838
Net Position at End of Year	$ 50,920,046

The accompanying notes are an integral part of the basic financial statements.

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The present City of Virginia Beach, Virginia (City) was formed on January 1, 1963 by the merger of Princess Anne County and the former smaller City of Virginia Beach. The elected eleven-member School Board of the City of Virginia Beach, Virginia (the School Board), vested with the legislative powers, appoints the Superintendent who is the executive and administrative head of the public school division.

The accounting policies of the School Board conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies of the School Board:

A. Government-Wide and Fund Financial Statements

The accounts of the School Board are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts, which comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses, as appropriate.

The basic financial statements and required supplementary information include both the government-wide (based upon the School Board as a whole) financial statements (i.e., Statement of Net Position and Statement of Activities) and fund financial statements.

In the government-wide Statement of Net Position, the governmental activities column is presented on a full accrual and economic resources basis. This basis incorporates long-term assets and receivables, and long-term debt and obligations.

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of an activity are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific activity. Program revenues are those that are directly associated with the specific activity (e.g., Instruction, Pupil Transportation, Cafeterias). Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given activity and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular activity. Taxes and other items not properly included among program revenues are reported as general revenues. The School Board does not allocate indirect expenses. The operating grants include operating-specific and discretional (either operating or capital) grants while the capital grants column reflects capital-specific grants.

Fund financial statements are provided for governmental funds, proprietary funds (i.e., internal service funds), and fiduciary funds (i.e., custodial funds). By definition, the assets of the fiduciary funds are being held for the benefit of a third party and cannot be used to address activities or obligations of the government; therefore, these funds are excluded from the government-wide

financial statements. Furthermore, the internal service funds have been incorporated into the governmental activities column in the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The School Board reports the following major governmental funds:

General Fund - is the general operating fund of the School Board which is used to account for all financial resources, except those required to be accounted for in another fund. Revenues are derived primarily from the Federal Government (including impact aid and awards), Commonwealth of Virginia (including basic aid, awards, and sales tax), and the City.

School Grants Special Revenue Fund - accounts for certain private, Commonwealth of Virginia and Federal grants (with matching local funds, if applicable).

School Cafeterias Special Revenue Fund - accounts for sales and proceeds from the school cafeterias.

Capital Projects Fund - is used to account for the financial resources for the acquisition or construction of major capital facilities.

Additionally, the School Board reports the following fund types:

Special Revenue Funds - are used to account for the proceeds of specific revenue sources, other than for the above special revenue funds, which are restricted or committed to be expended for specified purposes. The Textbook Fund accounts for the financing (e.g., Commonwealth of Virginia) and acquisitions of textbooks and related materials used in the school division. The Communication Towers/Technology Fund accounts for rent receipts relating to the communication towers constructed on School Board property. The Vending Operations Fund accounts for receipts and expenditures relating to soft drink vending operations. The Equipment Replacement Fund accounts for financial resources provided for equipment replacement cycle for selected capital equipment for schools and central offices. The School Activity Fund accounts for receipts and expenditures relating to activities conducted at individual school sites in connection with student athletics, classes, clubs, and various fundraising and private donor activities.

Proprietary Funds/Internal Service Funds - are used to account for the financing of goods and/or services provided by one department or agency to other departments or agencies of the governmental unit (and to other governmental units), on a cost-reimbursement basis. The School Board has established Internal Service Funds for the Risk Management and Health Insurance programs.

Fiduciary Fund - is used to account for assets held by the School Board in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The Fiduciary Fund is the Other Postemployment Benefit (OPEB) Trust Fund for Retiree Health Benefits. The OPEB Trust Fund accounts for assets in essentially the same manner as a Proprietary Fund using the economic resources measurement focus.

B. Financial Reporting Entity

The School Board is responsible for elementary and secondary education within the City. Members of the School Board are elected by the voters and serve staggered terms on the School Board. The City Council approves the School Board's operating budget, levies the necessary taxes to finance the operations, and approves the borrowing of money and issuance of bonds when necessary. The City Council is prohibited from exercising any control over specific appropriations within the operating budget of the School Board. However, City Council may exercise control in total by major categories (e.g., Instruction; Administration, Attendance, and Health; Pupil Transportation; Operations and Maintenance; Technology) as prescribed by the *Code of Virginia*, as amended.

The School Board is considered a component unit of the City and, accordingly, the financial position and results of operations of the School Board are also presented in the City's Annual Comprehensive Financial Report (ACFR).

The School Board uses the following criteria in determining reportable component units (legally, separate organizations): 1) significance of their operational or financial relationship with the School Board, 2) for which the School Board is financially accountable, and 3) whose relationship with the School Board is such that exclusion would cause the School Board's financial statements to be misleading or incomplete. The School Board has no component units.

C. Capital Assets

Capital assets, which include land, buildings (e.g., schools, portables), improvements other than buildings (e.g., parking lots, curbs and gutters, sidewalks, drainage systems, fences), machinery and equipment, vehicles (including school buses), and equipment leased (copiers) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the School Board as assets with an initial, individual cost of $5,000 or more. Subscription-based information technology arrangements ("SBITA") are defined as an intangible asset with an initial, individual cost of $300,000 or more. Capital assets are recorded as expenditures in the governmental funds and as assets in the government-wide financial statements. Depreciation is recorded on the capital assets on a government-wide basis using the straight-line method with the following estimated useful lives:

Buildings	25 - 50 years
Improvements other than Buildings	20 years
Machinery, Equipment and Vehicles	5 – 20 years

All capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at acquisition value in the year donated.

D. Subscription Based Information Technology Arrangements

The School Board has recorded Subscription-Based Information Technology Arrangement ("SBITA") assets and liabilities as a result of implementing GASB 96. The SBITA assets are initially measured at an amount equal to the initial measurement of the related SBITA liability plus any SBITA payments made prior to the subscription term, less SBITA incentives, and plus any ancillary charges necessary to place the SBITA into service. The SBITA assets are amortized on a straight-line basis over the life of the related contract. SBITAs which are based on variable payments (or user seats) are not recorded as subscription assets or liabilities and are expenses as incurred.

E. Basis of Accounting and Measurement Focus

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. The effects of interfund activity have been eliminated from the government-wide financial statements; however, interfund services (e.g., risk management, health insurance) provided and used are not eliminated (elimination of these charges would distort the reported function expenses and program revenues).

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the Balance Sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All Proprietary Funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net position.

The modified accrual basis of accounting is used by all governmental fund types and the full accrual basis of accounting is used by the custodial funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (for the most part, revenues are considered available, if they are collected within 90 days of the end of the fiscal year). Expenditures are recorded when the related fund liability is incurred, if measurable.

The following is a list of the major revenue sources, which meet the "susceptible to accrual" criteria:

- Commonwealth of Virginia
- State Sales Taxes
- Federal Government

All Proprietary Funds are reported under the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues of the Internal Service Funds are charges for services. Operating expenses for the Internal Service Funds include administrative expenses, insurance premiums, and claims payments. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for the same purpose, restricted resources are used first, where practicable and permitted.

The School Board reports unearned revenues on its government-wide financial statements when revenues are received prior to the period in which all eligibility requirements have been met. Unearned revenue at the fund level arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for unearned revenue is removed from the Balance Sheet and revenue is recognized.

F. Encumbrances

Encumbrance accounting, in which purchase orders, contracts, and other commitments for the expenditure of monies are recorded (reduces the applicable available appropriation), is followed

in the General, Special Revenue, and Capital Projects Funds. Encumbrances outstanding do not constitute expenditures until expended or accrued as liabilities.

G. Inventories

All inventories are reported using the weighted average cost inventory method. Reported inventories are accounted for under the consumption method (i.e., recorded as expenditures when used) in the governmental funds.

The School Cafeteria Fund's inventory includes United States Department of Agriculture (USDA) commodities under the Donated Commodity Program (operated as an adjunct to the National School Lunch Program). This program provides free agricultural products for use in the preparation of school lunches. The contributions are recorded in the financial statements as revenue upon receipt (title of products pass upon delivery) and expenditures at the time of consumption of the products based on the estimated wholesale market value (provided by the USDA). Other inventories are reported using the weighted average cost inventory method.

H. Deferred Outflows and Inflows of Resources

The School Board recognizes deferred outflows and inflows of resources. A deferred outflow of resources represents a consumption of net assets that applies to future periods. A deferred inflow of resources represents an acquisition of net assets that applies to future periods. The Statement of Net Position reports deferred outflows and inflows of resources related to pensions, OPEB and leases(See A-1 and Note 8).

I. Accrued Compensated Leave

Annual leave, according to a graduated scale based on years of employment, is credited to each employee as it accrues. In general, administrative personnel may accrue a maximum of 50 days. Instructional personnel may accrue a maximum of 8 personal leave days. Upon employment termination, payment is made by the School Board to the respective employee on the unused portion.

School Board employees are granted one sick leave day per month and may accumulate an unlimited number of sick leave days. However, no payment is made by the School Board on the unused portion upon employment termination, except on the condition of retirement. School Board retirees are paid for their unused sick leave.

An accrual has been made in the financial statements for certain accumulated annual, personal, and sick leave days. This estimate includes salary and the related Social Security and Medicare taxes.

The estimated amount of accrued compensated leave for the School Board’s governmental activities is reported in the government-wide financial statements. See Note 5B for the estimated amounts related thereto.

Accrued compensated leave is typically liquidated by the General Fund, or the applicable special revenue (e.g., School Cafeterias) or internal service (e.g., Risk Management) fund.

J. Fund Balance

Fund balance is divided into four classifications based primarily on the extent to which the School Board is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid items.

Restricted - The restricted fund balance classification is used when constraints placed on the use of resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the School Board to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the School Board can be compelled by an external party, such as citizens, public interest groups, or the judiciary, to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed - The committed fund balance classification, includes amounts, if applicable, that can be used only for the specific purposes imposed by a resolution adopted by the School Board. Those committed amounts cannot be used for any other purpose unless the School Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - The assigned fund balance classification represents amounts intended to be used by the School Board for specific purposes. Assigned amounts are established by the School Board (see Note 10D).

The School Board applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Unassigned - The unassigned fund balance classification represents amounts of the General Fund that are not constrained for any particular purpose. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, the unassigned classification is only used to report a deficit fund balance. There were no unassigned fund balances this fiscal year.

K. Net Position

The difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in the government-wide Statement of Net Position must be labeled as net position. In addition, net position must be subdivided into three components: net investment in capital assets; restricted net position; and unrestricted net position, as follows:

Net Investment in Capital Assets - The net investment in capital assets represents the portion of net position related to capital assets (net of accumulated depreciation) reduced by lease liability, subscription liability, contract retainages, and accounts payable associated with acquiring the assets.

Restricted Net Position - The restricted net position component presents the net position that is restricted when constraints placed on the net position use are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - The unrestricted net position component consists of net position that does not meet the "investment in capital assets" or "restricted net position" definition.

L. Miscellaneous

1. **Cash and Investments**

   The School Board's cash and investments are pooled and invested with the City's centralized cash and investment pool (see Note 6). Cash invested at June 30 is included in the various cash accounts reflected in the financial statements. Investments are stated at amortized cost or fair value. Interest earnings on investments are allocated to certain funds based upon the average monthly cash balance of each fund.

2. **Proprietary Funds' Other Charges**

   The Proprietary Funds' Other Charges category mainly consists of premiums and claims payments (including current estimated claims and judgments) in the Risk Management and Health Insurance Internal Service Funds.

3. **Statement of Cash Flows**

   For purposes of the Statement of Cash Flows, all highly liquid debt instruments and certificates of deposit, regardless of maturity date, are grouped into cash and temporary investments. The proprietary funds participate in the City's centralized cash and investment pool (see Note

6); therefore, separate information on cash equivalents (i.e., investments with original maturities of three months or less upon acquisition) for the fund is not available.

4. **Long-Term Obligations**
All long-term liabilities (see Note 5) are reported in the government-wide financial statements.

5. **Prepaid Items**
Prepaid items are certain required/negotiated payments made during the current fiscal year for goods/services to be delivered/rendered (and recorded as an expenditure/expense on a consumption basis, accordingly) during the following fiscal year(s).

6. **Debt Service**
The School Board has debt service payments on debt incurred by the City "on behalf of" the School Board (see Note 4B for related information). However, information on the School Board and City debt service payments and outstanding debt as a whole are presented in the City's ACFR.

M. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and deferred outflows of resources and liabilities and deferred inflows of resources, and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

N. Pensions

In government-wide financial statements, pensions are required to be recognized and disclosed using the accrual basis of accounting (see Note 8 and the Required Supplementary Information (RSI) section), regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

The Virginia Retirement System (VRS) Teacher Retirement Plan is a multiple employer cost-sharing plan. The VRS Political Subdivision Retirement Plan is a multiple employer, agent plan.

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the VRS Teacher Retirement Plan and the Political Subdivision Retirement Plan and the additions to/deductions from these plan's net fiduciary position have been determined on the same basis as they were reported by VRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

O. Other Postemployment Benefits

1. Retiree Health Benefits

For purposes of measuring the net OPEB liability, net OPEB asset, deferred outflows of resources and deferred inflows of resources related to other postemployment benefits, and OPEB expense, information about the fiduciary net position of the Other Post Employment Benefit Trust Fund and the additions to/deductions from the OPEB net fiduciary position have been determined on the same basis as they were reported by the VML/VACo Pooled OPEB Trust. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

2. Teacher Employee and Political Subdivision Health Insurance Credit Program

The VRS Teacher Employee Health Insurance Credit (HIC) Program is a multiple-employer, cost-sharing plan. This program is a defined benefit plan that provides a credit toward the cost of health insurance coverage for retired teachers. The Political Subdivision Health Insurance Credit Program is a multiple-employer, agent defined benefit plan that provides a credit toward the cost of health insurance coverage for retired political subdivision employees of participating employers. These programs were established pursuant to §51.1-1400 et seq. of the *Code of Virginia* as amended, and to provide the authority under which benefit terms are established or may be amended. For purposes of measuring the net Teacher Employee and Political Subdivision Health Insurance Credit Program OPEB liability, deferred outflows and inflows of resources related to the Teacher Employee and Political Subdivision Health Insurance Credit Program OPEB, and the Teacher Employee and Political Subdivision Health Insurance Credit Program OPEB expense, information about the fiduciary net position of the VRS Teacher Employee and Political Subdivision Health Insurance Credit Program; and the additions to/deductions from the VRS Teacher Employee and Political Subdivision Health Insurance Credit Program's net fiduciary position have been determined on the same basis as they were reported by VRS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

3. Group Life Insurance

The VRS Group Life Insurance (GLI) Program is a multiple employer, cost-sharing plan. It provides coverage to state employees, teachers, and employees of participating political subdivisions. The Group Life Insurance Program was established pursuant §51.1-500 et seq. of the *Code of Virginia,* as amended, and which provides the authority under which benefit terms are established or may be amended. The program is a defined benefit plan that provides a basic group life insurance benefit for employees or participating employers. For purposes of measuring the net Group Life Insurance Program OPEB liability, deferred outflows and inflows of resources related to the Group Life Insurance Program OPEB, and Group Life Insurance Program OPEB expense, information

about the fiduciary net position of the VRS Group Life Insurance program OPEB and the additions to/deductions from the VRS Group Life Insurance Program OPEB's net fiduciary position have been determined on the same basis as they were reported by VRS. In addition, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

4. Teacher Employee and Political Subdivision Employee Virginia Local Disability Program

The VRS Teacher Employee and Political Subdivision Employee Virginia Local Disability Program (VLDP) is a multiple-employer, cost-sharing plan. For purposes of measuring the net Teacher Employee and Political Subdivision Employee VLDP OPEB liability, asset, deferred outflows of resources and deferred inflows of resources related to the Teacher Employee and Political Subdivision Employee VLDP OPEB, and the Teacher Employee and Political Subdivision Employee OPEB expense, information about the fiduciary net position of the VRS Teacher Employee and Political Subdivision Employee VLDP; and the additions to/deductions from the VRS Teacher Employee and Political Subdivision Employee VLDP's net fiduciary position have been determined on the same basis as they were reported by VRS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

P. Implementation of New Accounting Pronouncements

The School Board implemented GASB Statement No. 101, Compensated Absences. The requirements of this Statement establishes standards for accounting and financial reporting by updating the recognition and measurement guidance for compensated absences. The statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash. This statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability. The financial reporting impact from the implementation of Statement No. 101 resulted in a restatement of the Statement of Net Position for fiscal year ended June 30, 2024 which resulted in a reduction to the beginning net position of $72.5 million.

The School Board implemented GASB Statement No. 102, Certain Risk Disclosures. This Statement establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints.

Q. Pronouncements Issued but not Yet Effective

The GASB has issued the following pronouncements, not yet effective, that may affect future financial position, results of operations, cash flows or the financial presentation of the School Board upon implementation. Management is evaluating these new standards.

GASB STATEMENT NO.	GASB ACCOUNTING STANDARD	EFFECTIVE FISCAL YEAR
103	Financial Reporting Model Improvements	2026
104	Disclosure of Certain Capital Assets	2026

2. RECEIVABLES

A. Due from Commonwealth

The following revenues were due from the Commonwealth of Virginia at June 30, 2025:

State Share Sales Tax	$ 8,092,733
Special Education – Regional Program	2,345,795
Technology Initiative	2,734,762
Juvenile Detention Center	412,768
Other Grants, Entitlements, and Shared Revenues	196,822
Total Due From Commonwealth (Exhibit A-3 and A-1)	$ 13,782,880

B. Due from Federal Government

The following revenues were due from various Federal agencies at June 30, 2025:

Adult Basic Education	79,150
Carl Perkins	799,146
CSLFRF	1,810,127
DODEA Spanish Immersion	45,888
DODEA WLARP	74,627
McKinney Homeless	37,377
NJROTC	108,411
PERKINS CTE SECONDARY RESERVE FUNDS	10,478
Preschool Incentive	87,757
National School Lunch Program	2,937,577
School Breakfast Program	1,200,989
Summer Feeding Program	5,646
Child and Adult Care Program	89,293
Title I	5,701,305
Title II	466,168
Title III	55,843
Title IV	326,479
Title VI-B	1,617,725
Other Grants, Entitlements, and Shared Revenues	185
Total Due From Federal Gvt (Exhibit A-3 and A-1)	15,454,171

C. Lease Receivable

The School Board leases cell towers to various third parties under multiple leases. The leases are for periods ending at various dates through December 2030 and the School Board receives monthly lease payments ranging from $72 to $6,565. The School Board recognized $526,058 in lease revenue and $16,884 in interest revenue during the current fiscal year related to these leases. As of June 30, 2025, the School Board's receivable for lease payments was $977,716. Also, the School Board has deferred inflows of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2025, the balance of the deferred inflow of resources was $938,719.

3. UNEARNED REVENUES

Unearned revenues represent amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Unearned revenues consist of the following as of June 30, 2025:

General Fund – Summer School Tuition, Regular School Tuition	$	548,682
School Grants Fund – Early Reading Intervention, Algebra Readiness, VA Preschool Initiative, and other grants		14,722,637
School Cafeterias - Charges for Service		632,865
Total Unearned Revenue – Governmental Funds (Exhibit A-3)	$	15,904,184
School Health Insurance Internal Service Fund – Prepayment of July health insurance premiums (Exhibit A-5)		10,124,592
Total Unearned Revenue – Governmental Activities (Exhibit A-1)	$	26,028,776

4. CAPITAL ASSETS

A. Summary of Changes in Capital Assets

Governmental Activities:	Balance July 1, 2024	Increases	Decreases	Balance June 30, 2025
Capital Assets Not Being Depreciated:				
Land	$ 38,967,870	$ -	$ 16,827	$ 38,951,043
Construction in Progress	14,768,654	2,538,063	2,475,144	14,831,573
Total Capital Assets Not Being Depreciated	$ 53,736,524	$ 2,538,063	$ 2,491,971	$ 53,782,616
Capital Assets Being Depreciated / Amortized:				
Buildings	$ 923,692,230	$ 55,744,242	$ 1,479,473	$ 977,956,999
Improvements Other Than Buildings	86,677,054	2,263,487	-	88,940,541
Machinery/Equipment and Vehicles	159,414,248	7,752,408	8,297,011	158,869,645
Right-to-Use Subscription Asset	1,678,562	-	855,872	822,690
Right-to-Use Equipment Asset	-	1,971,342	-	1,971,342
Total Capital Assets Being Depreciated / Amortized	$ 1,171,462,094	$ 67,731,479	$ 10,632,356	$1,228,561,217
Less Accumulated Depreciation / Amortization for:				
Buildings	$ 428,261,741	$ 27,514,458	$ 1,479,473	$ 454,296,726
Improvements Other Than Buildings	59,011,254	2,750,173	-	61,761,427
Machinery/Equipment and Vehicles	98,145,796	9,481,406	8,225,883	99,401,319
Right-to-Use Subscription Asset	885,946	449,829	855,872	479,903
Right-to-Use Equipment Asset	-	236,241	-	236,241
Total Accumulated Depreciation / Amortization	$ 586,304,737	$ 40,432,107	$ 10,561,228	$ 616,175,616
Total Capital Assets Being Depreciated / Amortized, Net	$ 585,157,357	$ 27,299,372	$ 71,128	$ 612,385,601
Governmental Activities Capital Assets, Net	$ 638,893,881	$ 29,837,435	$ 2,563,099	$ 666,168,217

B. Tenancy in Common with the City on Certain School Buildings

Section 15.2-1800.1 of the *Code of Virginia*, as amended, affects the reporting of local School Board capital assets and related debt for financial reporting purposes. Under this legislation, the City has a "tenancy in common" with the School Board whenever the City incurs "on behalf of" debt for any school property owned by the School Board, which is payable over more than one year. For financial reporting purposes, the City will report the Net Book Value of School Board property (the School Board incurs the depreciation expense) equal to the total outstanding principal balance of the applicable "on behalf of" debt at June 30, 2025, as follows:

School Buildings reported by the City	$ 351,587,165
Less: Accumulated Depreciation	67,264,394
Net Book Value reported by the City	$ 284,322,771

C. Depreciation / Amortization Expense on Capital Assets

Depreciation / Amortization expense was charged to governmental activities, as follows:

Instruction	$ 29,066,054
Admin, Attendance, & Health	377,517
Pupil Transportation	7,048,489
Operations and Maintenance	853,162
Cafeterias	594,732
Technology	2,090,716
Total Depreciation Expense	$ 40,030,670

Note: Approximately $8.0 million of the depreciation expense is on buildings owned by the School Board and reported by the City, and the net accumulated depreciation change/ transfer on buildings owned by the School Board and previously reported by the City as a result of the Tenancy in Common provisions disclosed in Note 4B.

The School Board also reported $401,437 increase to accumulated depreciation in Note 4A as a result of the transfer of buildings previously reported by the City and transferred to the School Board in the current year as a result of the Tenancy in Common provision disclosed in Note 4B.

5. LONG-TERM LIABILITIES

A. Summary of Changes in Long-Term Liabilities

The School Board has entered into equipment leases for the use of copiers for a period of 5 to 6 years and an incremental borrowing rate of 6.30 percent. An initial lease liability was recorded in the amount ranging from $106,952 to $1,361,500. The School Board is required to make annual fixed payments ranging from $1,808 to $23,021. The copiers' estimated useful life was 60 months as of the contract commencement. These equipment leases are recorded at present value of their future minimum lease payments as of the inception date and expire at various times though fiscal year 2031.

Equipment lease debt service requirements to maturity are as follows:

Fiscal Year Ended June 30	Principal	Interest	Total Payments
2026	290,574	102,769	393,343
2027	309,419	83,925	393,344
2028	329,485	63,859	393,344
2029	350,852	42,491	393,343
2030	373,605	19,738	393,343
2031	108,990	1,530	110,520
Total Equipment Payments	$ 1,762,925	$ 314,312	$ 2,077,237

The School Board has entered into SBITAs for finance, reporting, and learning software for a period of 2 to 4 years and an incremental borrowing rate of 2.86 percent. The SBITAs have been recorded at the present value of the future contract payments as of the date of their inception or, for SBITAs existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2022.

Software lease debt service requirements to maturity are as follows:

Fiscal Year Ended June 30	Principal	Interest	Total Payments
2026	164,404	9,666	174,070
2027	169,168	4,902	174,070
Total SBITA Payments	$ 333,572	$ 14,568	$ 348,140

For the year ended June 30, 2025, the School Board has software leases with variable payments that were based on user seats which were expensed as incurred in the amount of $6,248,904.

For the year ended June 30, 2025, the School Board had no other payments, such as termination penalties, not previously included in the measurement of the software liability.

For the year ended June 30, 2025, the School Board had no commitments under software leases before the commencement of the subscription term or any losses associated with the impairment.

Equipment lease liabilities and SBITA liabilities are included in long-term liabilities as follows at June 30, 2025:

Governmental Activities:	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Amounts Due Within One Year
Accrued Compensated Leave (Note 5B) *	$ 121,538,487	$ 3,305,511	$ -	$ 124,843,998	$ 31,010,110
Estimated Claims and Judgments (Notes 9A and 9C)	16,791,979	195,209,898	194,328,942	17,672,935	13,254,701
Net Pension Liability (Note 8A)	484,716,006	238,150,132	260,445,310	462,420,828	-
Net OPEB Liability (Note 8B-F)	152,262,481	61,471,716	69,466,752	144,267,445	-
Subscription Liability	778,559	-	444,987	333,572	164,404
Equipment Lease	-	1,938,563	175,638	1,762,925	290,574
Long-Term Liabilities	$ 776,087,512	$ 500,075,820	$ 524,861,629	$ 751,301,703	$ 44,719,789

* The change in compensated absences liability is presented as a net change and July 1, 2024 balance has been restated to reflect implementation of GASB No. 101, Compensated Absences

Note: Long-term liabilities are typically liquidated either by the General Fund or the applicable special revenue (e.g., School Cafeterias) or internal service (e.g., Risk Management) fund.

B. Accrued Compensated Leave

The accrued compensated leave is as follows at June 30, 2025:

Compensated Leave	
Annual	$ 16,757,380
Sick	100,354,229
Personal	7,732,389
Total	$ 124,843,998

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6. DEPOSITS AND INVESTMENTS

The Constitution of Virginia and the *Code of Virginia*, as amended, require the election of a City Treasurer. The City's Charter provides that the City Treasurer is the custodian of City cash and has powers and duties prescribed by general law. Cash and temporary investments pertaining to the School Board's funds (except school activity account funds) are pooled and invested with the cash and temporary investments of the City. The bank balance of the City's deposits, which includes the School Board's cash pooled with the City, is covered by Federal Depository Insurance or collateralized in accordance with the Virginia Security for Public Deposits Act. Information to categorize investments for the School Board only, by the level of risk assumed, is unavailable for disclosure. However, information on the pooled deposits and investments (including the investments stated at amortized cost and the investments stated at fair value) for the School Board and City as a whole is presented in the City's ACFR, and below, as follows:

A. Deposits

Custodial credit risk for deposits policy – All cash of the City including the School Board Component Unit (excluding the School Board's School Activity Accounts) is maintained in accounts collateralized in accordance with the Virginia Security for Public Deposits Act, Section 2.2-4400 et. seq. of the *Code of Virginia* or covered by Federal Depository Insurance.

The City has compensating balance arrangements with one financial institution. Bank of America provides services to the City while a $8.0 million balance is maintained in a non-interest bearing certificate of deposit. A fluctuating checking account balance based on monthly investment services is a requirement of Branch Banking & Trust (BB&T).

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs (the City does not value any of its investments using level 3 inputs).

As of June 30, 2025, the City had the following recurring investments. Except for the investments in the State Non-Arbitrage Program (SNAP), Virginia Investment Pool (VIP), and Local Government Investment Pool (LGIP), all investments are in an internal investment pool.

	June 30, 2025	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)
Investments at Fair Value:				
Money Market Funds	$ 11,234,308	$ -	$ 11,234,308	$ -
Negotiable Certificates of Deposits	40,014,875	-	40,014,875	-
Commercial Paper	73,657,149	-	73,657,149	-
U.S. Government Securities	304,987,180	-	304,987,180	-
Treasury Coupon Securities	27,721,049		27,721,049	
Municipal Bonds	5,021,307	-	5,021,307	-
Miscellaneous Coupon Securities	398,669,860	-	398,669,860	-
	$ 861,305,728	$ -	$ 861,305,728	$ -

Investments Measured at Amortized Cost:	
Certificates of Deposits	$ 75,000,000
State Non Arbitrage Program (SNAP)	121,902,701
State Treasurer's Local Government Pool (LGIP)	227,000,000
Virginia Investment Pool (VIP)	11,845,594
Virginia Investment Pool (VIP) - Liquidity Pool	248,152,204
Total Fair Value	$ 683,900,499
Total Investments	$ 1,545,206,227
Portfolio Weighted Average Maturity	

Reconciliation of total deposits and investments at June 30, 2025:

	Primary Government	School Board Component Unit	Total
Cash and Investments	$ 1,099,739,739	$ 345,773,873	$ 1,445,513,612
Restricted Cash and Cash Equivalents	319,579,586	-	319,579,586
Fiduciary Funds	69,048,267	50,920,046	119,968,313
Total	$ 1,488,367,592	$ 396,693,919	$ 1,885,061,511
Less: Cash on Deposit			(339,855,284)
Total Fair Value of Investments at June 30, 2025			$ 1,545,206,227

The City has investments in U.S. Government securities valued at $305.0 million (Level 2 inputs). These investments are classified in Level 2 at the fair value hierarchy and are valued using matrix pricing techniques maintained by various pricing vendors. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Fair value is defined as the

quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by the City's custodian bank.

Investments in Money Market Funds (Level 2 inputs) and Commercial Paper (Level 2 inputs) are classified in Level 2 of the fair value hierarchy and are valued in accordance with pricing sources by the City's custodian bank.

The remaining investments are measured in accordance with existing GAAP standards at amortized costs totaled $683.9 million at June 30, 2025. Investments within the SNAP Investment Pool are held there to meet the debt service reserve requirements of the bond covenants and therefore cannot be withdrawn for any other purpose. Investments within the LGIP have no restrictions on withdrawals and can be obtained upon demand. Investments in the VIP fall within two primary funds, 1-3 Year High Quality Bond Fund and Stable NAV Liquidity Pool. The 1-3 High Quality Bond Fund redemptions are available twice a month and participants are required to provide 5 days' notice. Redemptions greater than $5 million are requested to be submitted 60 days in advance and if the redemption is greater than 10% of the portfolio's net asset value without the 60 days' notice, the redemption can be executed over time. The Stable NAV Liquidity Pool has no restrictions on withdrawals and funds are available the same day.

B. Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits maximum final stated maturities of investments to five years. In addition, the City will structure the investment portfolio so that securities mature to meet cash requirements and by investing operating funds primarily in shorter-term securities.

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements. Reverse and escrow funds may be invested in securities exceeding five years to maturity if the maturities of such investments are made to coincide as nearly as practicable with the expected use of the funds.

The City assumes all investments will be held until maturity or until called at their par value. However, an investment may be sold at an earlier date to meet certain obligations or if the investment's credit quality drops. This makes the City's investments sensitive to market rate fluctuations. To mitigate the impact of market rate fluctuations, the City maintains enough liquidity to meet its short-term needs with a smaller portion invested in long-term government-sponsored organizations and high-quality corporate notes.

C. Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. At the present time, there are no specific foreign currency guidelines for

equities or active fixed income investments because the VBCPS does not hold foreign currency invetments.

D. Credit Risk

Credit risk is the risk an investor is subject to as a result of the credit quality of investments in debt securities. Statutes, as well as the City's investment policy, authorize the City to invest in; obligations of the United States or agencies thereof; the Commonwealth of Virginia or political subdivisions thereof; obligations of the International Bank for Reconstruction and Development (World Bank); the Asian Development Bank; the African Development Bank; commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record; bankers' acceptance instruments; repurchase agreements which are collateralized with securities approved for direct investment; State Treasurer's LGIP; and corporate notes with at least a rating of Aa by Moody's or AA by Standard and Poor's.

The LGIP is an externally managed investment pool that is not registered with the Securities Exchange Commission but is managed as a "2a-7 like pool". Pursuant to the *Code of Virginia*, the Treasury Board of the Commonwealth sponsors the LGIP and has delegated certain functions to the State Treasurer. The LGIP reports to the Treasury Board at their regularly scheduled monthly meetings. The LGIP values portfolio securities by the amortized cost method and on a monthly basis this valuation is compared to current market to monitor any variance. The fair value of the City's position in the pool is the same as the value of the pool shares.

Custodial credit risk for investments policy: For an investment, this is the risk that, in the event of a failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City requires that all investments be clearly marked as to ownership and to the extent possible, be registered in the name of the City. In addition, the City pre-qualifies the financial institutions, brokers/dealers, intermediaries and advisors with which the City will do business.

The City's rated debt investments as of June 30, 2025 were rated by Standard & Poor's and Moody's and/or an equivalent national rating organization and the ratings are presented below using the respective rating scale from both agencies.

	AAA	A1/P1/F1+
LGIP	$ 227,000,000	$ -
U. S. Government Securities	304,987,180	-
SNAP	121,902,701	-
Commercial Paper	-	73,657,149

Concentration of Credit Risk: Concentration of credit risk represents the risk of investments in any one issue that represents 5% or more of investments. The City's investment policy limits the amount it can invest in commercial paper and bankers' acceptance instruments. By policy, investments in commercial paper are limited to 35% of the total available for investment and not more than 5% of the total available for investment, or $15,000,000, whichever is less, can be invested in any one issuing corporation. Bankers' acceptance instruments shall not exceed 50% of the total investment portfolio's book value on the date of acquisition.

All City and School Board Funds participate in a centralized cash and investment pool. Interest earnings on investments are allocated to the appropriate funds based upon the average monthly cash balance of each fund.

7. COMMITMENTS AND CONTINGENCIES

A. Litigation

The School Board, as of June 30, 2025, is a named defendant in various lawsuits. The School Board is vigorously defending all cases and expects no losses will be incurred, which would have a material effect on the School Board's financial position.

B. Intergovernmental Grants, Entitlements, and Shared Revenues

The School Board participates in a number of Federal and state grants, entitlements, and shared revenue programs. These programs are subject to program compliance audits by the applicable federal or state agency or their representatives. The "Single Audit Act Amendments of 1996" and Office of Management and Budget Uniform Grant Guidance requires most governmental recipients of Federal assistance to have an annual independent organization wide financial and compliance audit. The results thereof are incorporated in the City's Annual Comprehensive Financial Report. The amounts, if any, of expenditures that may be disallowed by these audits cannot be determined at this time, although the School Board expects such amounts, if any, to be immaterial.

C. Salaries Payable

The outstanding Salaries Payable amount represents salaries due (in July and August 2025) to school employees (e.g., teachers) who have opted to be paid over a twelve-month period; and salaries that are due (e.g., for services rendered in June 2025 and not paid until July 2025) to substitutes, part-time employees, and other school personnel.

D. Construction Projects

The School Board has active construction projects and related contractual commitments as of June 30, 2025, as follows:

Construction in Progress	Commitments
$14,831,573	$36,049,486

E. Encumbrances

The School Board has encumbrances such as purchase orders, contracts, and other commitments for the expenditure of monies for goods and/or services not received as of June 30, 2025. These outstanding encumbrances (listed below) do not constitute expenditures until expended or accrued as liabilities and, therefore, are not reflected in the accompanying financial statements.

Fund	Amount of Encumbrances
General	$ 5,821,253
Capital Projects	36,049,486
Other Governmental	5,236,588
Total	$ 47,107,327

8. RETIREMENT AND OTHER POSTEMPLOYMENT BENEFITS

A. Virginia Retirement System

1. Plan Description

All full-time, salaried permanent (professional) employees of the School Board are automatically covered by the VRS Teacher Retirement Plan, upon employment. All full-time, salaried permanent (non-professional) employees of the School Board are automatically covered by the VRS Political Subdivision Retirement Plan, upon employment. These plans are administered by the Virginia Retirement System (the System or VRS) along with plans for other employer groups in the Commonwealth of Virginia. Members earn one month of service credit for each month they are employed and for which they and their employer pay contributions to VRS. Members are eligible to purchase prior service, based on specific criteria as defined in the *Code of Virginia*, as amended. Eligible prior service that may be purchased includes prior public service, active military service, certain periods of leave, and previously refunded service.

The System administers three different benefit structures for covered employees in the VRS Teacher Retirement Plan and VRS Political Subdivision Retirement Plan – Plan 1, Plan 2, and Hybrid. Each of these benefit structures has different eligibility criteria. The specific information for each plan and the eligibility for covered groups within each plan are set out in the table below:

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
Plan 1 Plan 1 is a defined benefit plan. The retirement benefit is based on a member's age, service credit, and average final compensation at retirement using a formula.	**Plan 2** Plan 2 is a defined benefit plan. The retirement benefit is based on a member's age, service credit, and average final compensation at retirement using a formula.	**Hybrid Retirement Plan** The Hybrid Retirement Plan combines the features of a defined benefit plan and a defined contribution plan. • The defined benefit is based on a member's age, service credit, and average final compensation at retirement using a formula. • The benefit from the defined contribution component of the plan depends on the member and employer contributions made to the plan and the investment performance of those contributions. • In addition to the monthly benefit payment payable from the defined benefit plan at retirement, a member may start receiving distributions from the balance in the defined contribution account, reflecting the contributions, investment gains or losses, and any required fees.
Eligible Members Employees are in Plan 1 if their membership date is before July 1, 2010, and they were vested as of	**Eligible Members** Employees are in Plan 2 if their membership date is on or after July 1, 2010, or their membership	**Eligible Members** Employees are in the Hybrid Retirement Plan if their

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
January 1, 2013, and they have not taken a refund **Hybrid Opt-In Election** VRS non-hazardous duty covered Plan 1 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 1 members who opted in was July 1, 2014. If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan. Members who were eligible for an optional retirement plan (ORP) and had prior service under Plan 1 were not eligible to elect the Hybrid Retirement Plan and remain as Plan 1 or ORP.	date is before July 1, 2010, and they were not vested as of January 1, 2013. **Hybrid Opt-In Election** Eligible Plan 2 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 2 members who opted in was July 1, 2014. If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan. Members who were eligible for an optional retirement plan (ORP) and have prior service under Plan 2 were not eligible to elect the Hybrid Retirement Plan and remain as Plan 2 or ORP.	membership date is on or after January 1, 2014. This includes: • School division employees • Political subdivision employees* • Members in Plan 1 or Plan 2 who elected to opt into the plan during the election window held January 1-April 30, 2014; the plan's effective date for opt-in members was July 1, 2014 ***Non-Eligible Members** Some employees are not eligible to participate in the Hybrid Retirement Plan. They include: • Political subdivision employees who are covered by enhanced benefits for hazardous duty employees Those employees eligible for an optional retirement plan (ORP) must elect the ORP plan or the Hybrid Retirement Plan. If these members have prior service under Plan 1 or Plan 2, they are not eligible to elect the Hybrid Retirement Plan and must select Plan 1 or Plan 2 (as applicable) or ORP.
Retirement Contributions Employees contribute 5% of their compensation each month to their member contribution account through a pre-tax salary reduction. Member contributions are tax-deferred until they are withdrawn as part of a retirement benefit or as a refund. The	**Retirement Contributions** Same as Plan 1.	**Retirement Contributions** A member's retirement benefit is funded through mandatory and voluntary contributions made by the member and the employer to both the defined benefit and the defined contribution components of the plan. Mandatory contributions are based on a

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
employer makes a separate actuarially determined contribution to VRS for all covered employees. VRS invests both member and employer contributions to provide funding for the future benefit payment.		percentage of the employee's creditable compensation and are required from both the member and the employer. Additionally, members may choose to make voluntary contributions to the defined contribution component of the plan, and the employer is required to match those voluntary contributions according to specified percentages.
Service Credit Service Credit includes active service. Members earn service credit for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional service credit the member was granted. A member's total service credit is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the employer offers the health insurance credit.	**Service Credit** Same as Plan 1.	**Service Credit** **Defined Benefit Component**: Under the defined benefit component of the plan, service credit includes active service. Members earn service credit for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional service credit the member was granted. A member's total service credit is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the employer offers the health insurance credit. **Defined Contribution Component:** Under the defined contribution component, service credit is used to determine vesting for the employer contribution portion of the plan.

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
Vesting Vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members become vested when they have at least five years (60 months) of service credit. Vesting means members are eligible to qualify for retirement if they meet the age and service requirements for their plan. Members also must be vested to receive a full refund of their member contribution account balance if they leave employment and request a refund. Members are always 100% vested in the contributions that they make.	**Vesting** Same as Plan 1.	**Vesting** **Defined Benefit Component:** Defined benefit vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members are vested under the defined benefit component of the Hybrid Retirement Plan when they reach five years (60 months) of service credit. Plan 1 or Plan 2 members with at least five years (60 months) of service credit service who opted into the Hybrid Retirement Plan remain vested in the defined benefit component. **Defined Contribution Component:** Defined contribution vesting refers to the minimum length of service a member needs to be eligible to withdraw the employer contributions from the defined contribution component of the plan. Members are always 100% vested in the contributions that they make. Upon retirement or leaving covered employment, a member is eligible to withdraw a percentage of employer contributions to the defined contribution component of the plan, based on service. • After two years, a member is 50 % vested and may withdraw 50 % of employer

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
		contributions. • After three years, a member is 75 % vested and may withdraw 75 % of employer contributions. • After four or more years, a member is 100 % vested and may withdraw 100 % of employer contributions. Distributions not required, except as governed by law.
Calculating the Benefit The basic benefit is calculated based on a formula using the member's average final compensation, a plan multiplier, and total service credit at retirement. An early retirement reduction factor is applied to the basic benefit if the member retires with a reduced retirement benefit. In cases where the member has elected an optional form of retirement payment, an option factor specific to the option chosen is then applied.	**Calculating the Benefit** See definition under Plan 1.	**Calculating the Benefit** **Defined Benefit Component:** See definition under Plan 1 **Defined Contribution Component:** The benefit is based on contributions made by the member and any matching contributions made by the employer, plus net investment earnings on those contributions.
Average Final Compensation A member's average final compensation is the average of the 36 consecutive months of highest compensation as a covered employee.	**Average Final Compensation** A member's average final compensation is the average of their 60 consecutive months of highest compensation as a covered employee.	**Average Final Compensation** Same as Plan 2. It is used in the retirement formula for the defined benefit component of the plan.
Service Retirement Multiplier The retirement multiplier is a	**Service Retirement Multiplier** Same as Plan1 for service	**Service Retirement Multiplier** **Defined Benefit Component:**

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
factor used in the formula to determine a final retirement benefit. The retirement multiplier for non-hazardous duty members is 1.70%.	earned, purchased, or granted prior to January 1, 2013. The retirement multiplier is 1.65% for service credit earned, purchased, or granted on or after January 1, 2013. For non-hazardous duty members the retirement multiplier is 1.65% for service credit earned, purchased, or granted on or after January 1, 2013.	The retirement multiplier for the defined benefit component is 1.00%. For members who opted into the Hybrid Retirement Plan from Plan 1 or Plan 2, the applicable multipliers for those plans will be used to calculate the retirement benefit for service credited in those plans. **Defined Contribution Component:** Not applicable.
Normal Retirement Age Age 65	**Normal Retirement Age** Normal Social Security retirement age.	**Normal Retirement Age** **Defined Benefit Component**: Same as Plan 2. **Defined Contribution Component:** Members are eligible to receive distributions upon leaving employment, subject to restrictions.
Earliest Unreduced Retirement Eligibility Members who are not in hazardous duty positions are eligible for an unreduced retirement benefit at age 65 with at least five years (60 months) of service credit or at age 50 with at least 30 years of service credit.	**Earliest Unreduced Retirement Eligibility** Members who are not in hazardous duty positions are eligible for an unreduced retirement benefit when they reach normal Social Security retirement age and have at least five years (60 months) of service credit or when their age and service equal 90.	**Earliest Unreduced Retirement Eligibility** **Defined Benefit Component:** Members are eligible for an unreduced retirement benefit when they reach normal Social Security retirement age and have at least five years (60 months) of service credit or when their age and service equal 90.

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
		Defined Contribution Component: Members are eligible to receive distributions upon leaving employment, subject to restrictions.
Earliest Reduced Retirement Eligibility Members who are not in hazardous duty positions may retire with a reduced benefit as early as age 55 with at least five years (60 months) of service credit or age 50 with at least 10 years of service credit.	**Earliest Reduced Retirement Eligibility** Members who are not in hazardous duty positions may retire with a reduced benefit as early as age 60 with at least five years (60 months) of service credit.	**Earliest Reduced Retirement Eligibility** **Defined Benefit Component:** Members who are not in hazardous duty positions may retire with a reduced benefit as early as age 60 with at least five years (60 months) of service credit. **Defined Contribution Component:** Members are eligible to receive distributions upon leaving employment, subject to restrictions.
Cost-of-Living Adjustment (COLA) in Retirement The Cost-of-Living Adjustment (COLA) matches the first 3% increase in the Consumer Price Index for all Urban Consumers (CPI-U) and half of any additional increase (up to 4 %) up to a maximum COLA of 5 %. **Eligibility:** For members who retire with an unreduced benefit or with a reduced benefit with at least 20 years of service credit, the COLA will go into effect on July 1 after one full calendar year from the retirement date.	**Cost-of-Living Adjustment (COLA) in Retirement** The Cost-of-Living Adjustment (COLA) matches the first 2% increase in the CPI-U and half of any additional increase (up to 2%), for a maximum COLA of 3%. **Eligibility:** Same as Plan 1.	**Cost-of-Living Adjustment (COLA) in Retirement** **Defined Benefit Component:** Same as Plan 2. **Defined Contribution Component:** Not applicable. **Eligibility:** Same as Plan 1 and Plan 2.

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
For members who retire with a reduced benefit and who have less than 20 years of service credit, the COLA will go into effect on July 1 after one calendar year following the unreduced retirement eligibility date.		
Exceptions to COLA Effective Dates: The COLA is effective July 1 following one full calendar year (January 1 to December 31) under any of the following circumstances: • The member is within five years of qualifying for an unreduced retirement benefit as of January 1, 2013. • The member retires on disability. • The member retires directly from short-term or long-term disability. • The member is involuntarily separated from employment for causes other than job performance or misconduct and is eligible to retire under the Workforce Transition Act or the Transitional Benefits Program. • The member dies in service and the member's survivor or beneficiary is eligible for a monthly death-in-service benefit. The COLA will go into effect on July 1 following one full calendar	**Exceptions to COLA Effective Dates:** Same as Plan 1.	**Exceptions to COLA Effective Dates:** Same as Plan 1 and Plan 2.

PLAN 1 Retirement Plan Provisions	PLAN 2 Retirement Plan Provisions	HYBRID Retirement Plan Provisions
year (January 1 to December 31) from the date the monthly benefit begins.		
Disability Coverage Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.70% on all service, regardless of when it was earned, purchased, or granted.	**Disability Coverage** Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.65% on all service, regardless of when it was earned, purchased, or granted. .	**Disability Coverage** Employees of school divisions (including Plan 1 and Plan2 opt-ins) participate in the Virginia Local Disability Program (VLDP) unless their local governing body provides an employer-paid comparable program for its members. Hybrid members (including Plan 1 and Plan 2 opt-ins) covered under VLDP are subject to a one-year waiting period before becoming eligible for non-work-related disability benefits.
Purchase of Prior Service Members may be eligible to purchase service from previous public employment, active duty military service, an eligible period of leave, or VRS refunded service as service credit in their plan. Prior service credit counts toward vesting, eligibility for retirement and the health insurance credit. Only active members are eligible to purchase prior service. Members also may be eligible to purchase periods of leave without pay.	**Purchase of Prior Service** Same as Plan 1.	**Purchase of Prior Service** **Defined Benefit Component:** Same as Plan 1, with the following exceptions: • Hybrid Retirement Plan members are ineligible for ported service. **Defined Contribution Component:** Not applicable.

2. Employees Covered by Benefit Terms

As of the June 30, 2023 actuarial valuation, the following nonprofessional employees (non-teacher) were covered by the benefit terms of the pension plan:

Nonprofessional Employees (non-teacher):	
Inactive Members or Their Beneficiaries	
Currently Receiving Benefits	1,908
Inactive Members:	
Vested Inactive Members	441
Non-Vested Inactive Members	1,352
LTD	12
Active Elsewhere in VRS	431
Total Inactive Members	2,236
Active Members	1,853
Total Covered Employees	5,997

3. Contributions

The contribution requirement for active employees is governed by §51.1-145 of the *Code of Virginia*, as amended, but may be impacted as a result of funding options provided to school divisions by the Virginia General Assembly. Employees are required to contribute 5.00% of their compensation toward their retirement. For the Professional Plan (Teacher Retirement Plan), each school division's contractually required contribution rate for the year ended June 30, 2025 was 14.21% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contribution to the pension plan from the School Board of the City of Virginia Beach, Virginia were $72,263,417 and $80,073,655 for the years ended June 30, 2025 and June 30, 2024, respectively.

For the Nonprofessional (non-teacher) employees. The School Board contractually required employer contribution rate for the year ended June 30, 2025 was 8.28% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. When combined with employee contributions, this rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the School Board were $5,241,489 and $4,494,351 for the years ended June 30, 2025 and June 30, 2024, respectively.

4. Net Pension Liability

At June 30, 2025, the School Board reported a net pension liability of $447,637,568 for its proportionate share of the net pension liability of the Teacher Retirement Plan (Professional). The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed June 30, 2023 and rolled forward to the measurement date of June 30, 2024. The School Board's proportion of the net pension liability was based on the School Board's actuarially determined employer contributions to the pension plan for the year ended June 30, 2024, relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2024, the School Board's proportion was 4.76873% as compared to 4.66432% at June 30, 2023.

The net pension liability is calculated separately for each system and represents that particular employer's total pension liability determined in accordance with GAAP, less that employer's fiduciary net position. As of June 30, 2024, net pension liability amounts for the VRS Teacher Employee Retirement Plan are as follows (amounts expressed in thousands):

	Teacher Employee Retirement Plan
Total Pension Liability	$ 60,622,260
Plan Fiduciary Net Position	51,235,326
Employers' Net Pension Liability	$ 9,386,934
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.52%

The total pension liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The net pension liability is disclosed in accordance with the requirements of GAAP in the System's notes to the financial statements and required supplementary information.

For the School Board's Nonprofessional (non-teacher) Retirement Plan, the net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2023 rolled forward to the measurement date of June 30, 2024. At June 30, 2025, the school division reported a net pension liability of $14,783,260 for the Nonprofessional (non-teacher) Retirement Plan.

5. Pension Expense

For the year ended June 30, 2025, the School Board recognized pension expense of $38,104,565 for the Teacher Retirement Plan (Professional). Since there was a change in proportionate share between measurement dates, a portion of the pension expense was related to deferred amounts

from changes in proportion and from differences between employer contributions and the proportionate share of employer contributions.

In addition, for the year ended June 30, 2025, the School Board recognized pension expense of $5,574,926 for the Nonprofessional (non-teacher) Retirement Plan.

6. Deferred Outflows/Inflows of Resources

At June 30, 2025, for the Teacher Retirement Plan (Professional), the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 77,658,806	$ 9,217,169
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	61,617,584
Change in Assumptions	8,125,220	-
Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions	8,086,722	12,254,445
Employer Contributions Subsequent to the Measurement Date	72,263,417	-
Total	$ 166,134,165	$ 83,089,198

$72,263,417 reported as deferred outflows of resources related to pensions resulting from the School Board's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30	Deferred Amounts
2026	$ (31,718,137)
2027	37,025,430
2028	9,636,527
2029	(4,162,270)
	$ 10,781,550

In addition, at June 30, 2025, for the Nonprofessional (non-teacher) Retirement Plan, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 5,385,497	$ -
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	7,411,352
Employer Contributions Subsequent to the Measurement Date	5,241,489	-
Total	$ 10,626,986	$ 7,411,352

$5,241,489 reported as deferred outflows of resources related to pensions resulting from the School Board's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30	Deferred Amounts
2026	$ (1,480,099)
2027	2,405,799
2028	(1,406,900)
2029	(1,544,655)
	$ (2,025,855)

7. Actuarial Assumptions

Professional/Teacher Retirement Plan

The total pension liability for the VRS Teacher Retirement Plan was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.50%
Salary increases, including Inflation	3.5% - 5.95%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation

Mortality rates:

Pre-Retirement:

Pub-2010 Amount Weighted Teachers Employee Rates projected generationally; 110% of rates for males

Post-Retirement:

Pub-2010 Amount Weighted Teachers Healthy Retiree Rates projected generationally; males set forward 1 year; 105% of rates for females

Post-Disablement:

Pub-2010 Amount Weighted Teachers Disabled Rates projected generationally; 110% of rates for males and females

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected generationally

Mortality Improvement:

Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study are as follows:

- Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with modified Mortality Improvement Scale MP-2020
- Adjusted rates to better fit experience for Pan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all
- Adjusted rates to better fit experience at each year age and service through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

Nonprofessional (non-teacher) Retirement Plan

The total pension liability for Nonprofessional Retirement Plan (non-teacher) was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the

following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.50%
Salary increases, including Inflation	3.5% - 5.35%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation

Mortality rates:

Largest 10 – Non-Hazardous Duty: 20% of deaths assumed to be service related

Pre-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% rates for females set forward 2 years

Post-Retirement:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years

Post-Disablement:

Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally; 110% of rates for males and females set forward 2 years

Mortality Improvement:

Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

All Others (Non 10 Largest) – Non-Hazardous Duty: 15% of deaths are assumed to be service related

Pre-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% rates for females set forward 2 years

Post-Retirement:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years

Post-Disablement:

Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally; 110% of rates for males and females set forward 2 years

Mortality Improvement:

Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study are as follows:

- Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with modified Mortality Improvement Scale MP-2020
- Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age
- Adjusted rates to better fit experience at each year age and service through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

8. Long-Term Expected Rate of Return

The long-term expected rate of return on pension system investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return*
Public Equity	32.00%	6.70%	2.14%
Fixed Income	16.00%	5.40%	0.86%
Credit Strategies	16.00%	8.10%	1.30%
Real Assets	15.00%	7.20%	1.08%
Private Equity	15.00%	8.70%	1.31%
PIP Private Investment Partnership	1.00%	8.00%	0.08%
Diversifying Strategies	6.00%	5.80%	0.35%
Cash	2.00%	3.00%	0.06%
Leverage	-3.00%	3.50%	-0.11%
Total	100.00%		7.07%
*Expected arithmetic nominal return			7.07%

**The above allocation provides a one-year return of 7.07%(includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.10%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of 6.75% which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.*

9. Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made per the VRS Statutes and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ending June 30, 2024, the rate contributed by the school division for the VRS Professional/Teacher Retirement Plan will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly which was 112% of the actuarially determined contribution rate. From July 1, 2024 on, school divisions are assumed to contribute 100% of the actuarially determined contribution rates.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

10. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the School Board's proportionate share of the net pension liability for the Professional/Teacher Retirement Plan using the discount rate of 6.75%, as well as what the School Board's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
School Division's Proportionate Share of the Net Pension Liability for the VRS Teacher Retirement Plan	$ 831,622,860	$ 447,637,568	$ 133,165,831

In addition, the following presents the School Board's net pension liability for the Nonprofessional (non-teacher) Retirement Plan using the discount rate of 6.75%, as well as what the net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
School Division's Net Pension Liability (Asset) for the NonProfessional (non-teacher) Retirement Plan	$ 47,725,932	$ 14,783,260	$ (12,800,466)

11. Combining Pension Liabilities, Assets, Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Statement of Net Position

	Virginia Retirement System		
	Professional Plan	Nonprofessional Plan	Combined Totals
Net Pension Liability	$ 447,637,568	$ 14,783,260	$ 462,420,828
Pension Expense	$ 38,104,565	$ 5,574,926	$ 43,679,491
Deferred Outflows of Resources:			
Differences in Expected and Actual Experience	$ 77,658,806	$ 5,385,497	$ 83,044,303
Change in Assumptions	8,125,220	-	8,125,220
Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions	8,086,722	-	8,086,722
Employer Contributions Subsequent to the Measurement Date	72,263,417	5,241,489	77,504,906
Total Deferred Outflows of Resources	$ 166,134,165	$ 10,626,986	$ 176,761,151
Deferred Inflows of Resources:			
Differences in Expected and Actual Experience	$ 9,217,169	$ -	$ 9,217,169
Net Difference between Projected and Actual Earnings on Pension Plan Investments	61,617,584	7,411,352	69,028,936
Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions	12,254,445	-	12,254,445
Total Deferred Inflows of Resources	$ 83,089,198	$ 7,411,352	$ 90,500,550

12. Changes in Net Pension Liability – Nonprofessional (non-teacher) Retirement Plan

	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance - July 1, 2023	$ 277,358,002	$ 264,074,370	$ 13,283,632
Changes for the fiscal year:			
Service Cost	$ 5,109,779	$ -	$ 5,109,779
Interest	18,488,637	-	18,488,637
Diff between Expected/Actual Experience	10,224,638	-	10,224,638
Contribution - Employer	-	4,443,511	(4,443,511)
Contribution - Employee	-	2,843,835	(2,843,835)
Net Investment Income	-	25,210,417	(25,210,417)
Benefit Payments	(16,765,210)	(16,765,210)	-
Refunds of contributions	(358,891)	(358,891)	-
Administrative Expenses	-	(174,408)	174,408
Other Changes	-	71	(71)
Net Changes	$ 16,698,953	$ 15,199,325	$ 1,499,628
Balance - June 30, 2024	$ 294,056,955	$ 279,273,695	$ 14,783,260

13. Pension Plan Fiduciary Net Position – Teacher Retirement Plan

Detailed information about the VRS Teacher Retirement Plan's Fiduciary Net Position or the VRS Political Subdivision Retirement Plan is available in the separately issued VRS 2023 Annual Comprehensive Financial Report (Annual Report). A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at varetire.org/media/shared/pdf/publications/2024-annual-report.pdf, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

B. Other Postemployment Benefits – Retiree Health Benefits

1. Plan Description

The City and School Board OPEB Plans are each a single-employer, defined benefit plan, administered by the City and School Board in accordance with State and City statutes. Section 15.2-1500 of the Virginia State Code provides that every locality shall provide for the governmental functions of the locality, including employment of the officers and other

employees. In connection with this employment, the School Board has established certain plans to provide post-employment benefits other than pensions as defined in Section 15.2-1545 of the Virginia Code to retirees and their spouses and eligible dependents.

In accordance with Article 8, Chapter 15, Subtitled II of Title 15.2 of the Virginia Code, the City and School Board have elected to establish a trust for the purpose of accumulating and investing assets to fund OPEB. The School Board, in accordance with this election, has joined the Virginia Pooled OPEB Trust Fund (Trust) established by the Virginia Municipal League and the Virginia Association of Counties in 2008 for the purpose of accumulating and investing assets to fund post-employment benefits other than pensions for counties, cities, towns, school divisions, and other authorized political subdivisions of the Commonwealth of Virginia.

The Trust's Board of Trustees has fiduciary responsibility for the investment of monies and administration of the Trust pursuant to the Trust Agreement. The Board of Trustees is composed of nine members. Trustees are members of Local Finance Boards of participating employers and are elected for staggered three-year terms by the participants in the Trust. In accordance with Section 15.2-1547 of the Virginia Code, City Council appointed the City's Deferred Compensation Board Trust as the OPEB's Local finance Board to serve as the trustee of the City and School Board with respect to the OPEB trust. The board includes City employees, an appointee from City Council, a member of the Sheriff's Office, a member of the School Board, and the Schools' Chief Financial Officer. The trust does not administer the retiree health benefits of each participating employer. Deposits to the trust are irrevocable and held solely for the payment of OPEB benefits for the City and School Board.

2. Plan Membership

The membership as of January 1, 2024 includes:

Active Plan Members	10,284
Retirees and Surviving Spouses currently receiving benefits	571
Spouse of Current Retirees currently receiving benefits	71
	10,926

3. Benefits Provided

The School Board provides health insurance benefits for their retirees. These benefits are provided through a self-insured program. Employees that retire under VRS guidelines with at least 25 years of service with the City and/or School Board as well as those who retire on a work-related disability compensable under the Workers' Compensation Act before age 65 are eligible for health insurance coverage. This benefit is payable until the retiree becomes eligible for Medicare.

4. Contributions

Contribution requirements of the City, School Board, and plan members are established and may be amended by the respective legislative bodies. The required contributions were actuarially determined and are based upon projected pay as you go financing requirements with an additional amount to prefund benefits. For the period ending June 30, 2025, the School Board's OPEB cost of $8,445,375 exceeded its actuarially determined employer contribution of $7,838,400 by $606,975. For the period ending June 30, 2024, the School Board's OPEB cost was $8,143,732. Plan members from School Board contributed $1,753 and $832 for the POS and Consumer Driven Health plans respectively, annually for retiree-only point of service coverage. The School Board retirees with coverage for their spouses contributed $5,862 and $3,716 for the POS and Consumer Driven Health plans, respectively, annually until Medicare eligibility. The School Board has determined that all current employees and retirees shall contribute to the cost of their health care coverage and no level of benefit shall be provided free of charge. Rates are calculated by an actuary with the City and School Board health care consultant and finalized by the Benefits Executive Committee, comprised of City and School executive leadership.

5. Investments Policy, Target Allocation, Rate of Return

The OPEB plan's policy in regard to the allocation of invested assets is established and may be amended by the Virginia Pooled OPEB Trust Fund Board of Trustees. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the OPEB plan.

The best estimate range for the long-term expected rate of return is determined by taking the annual average long-term future inflation and real return components including the anticipated effects of return volatility and correlation among various asset classes. The data used in the assessment of reasonability were Milliman's investment consulting practice June 30, 2025 capital market assumptions.

Asset Class	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
Core Fixed Income	20.00%	2.35%	2.20%
Large Cap US Equities	21.00%	5.39%	3.78%
Small Cap US Equities	10.00%	6.80%	4.22%
Foreign Developed Equities	13.00%	6.61%	4.79%
Emerging Market Equities	5.00%	8.78%	5.73%
Private Real Estate Property	15.00%	5.99%	4.57%
Private Equities	10.00%	10.43%	6.22%
Hedge FOF Strategic	6.00%	2.49%	1.95%
Total	100.00%		
Assumed Inflation Mean		2.28%	2.28%
Assumed Inflation Standard Deviation		1.47%	1.47%
Portfolio Real Mean Return		5.67%	4.74%
Portfolio Nominal Mean Return		7.95%	7.13%
Portfolio Standard Deviation			13.32%
Long-Term Expected Rate of Return			**6.50%**

For the year ended June 30, 2025, the annual money-weighted rate of return on investments, net of investment expense, was 8.84%. The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of plan investments by the proportion of time they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

6. Net OPEB Liability

The components of the net OPEB liability of the School Board at June 30, 2025 and 2024, were as follows:

Net OPEB Liability	June 30, 2024	June 30, 2025
Total OPEB Liability	$ 113,392,703	$ 113,769,561
Fiduciary Net Position	(46,810,838)	(50,920,046)
Net OPEB Liability	$ 66,581,865	$ 62,849,515
Fiduciary Net Position as a % of Total OPEB Liability	41.28%	44.76%
Covered Employee Payroll	$ 563,813,011	$ 563,813,011
Net OPEB Liability as a % of Covered Payroll	11.81%	11.15%

7. Actuarial Methods and Assumptions

The Total OPEB Liability was determined by an actuarial valuation as of January 1, 2024, calculated based on the discount rate and actuarial assumptions below, and projected forward to the measurement date of June 30, 2025. There have been no significant changes between the valuation and measurement date.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Inflation	2.50%
Salary Increases	5.35% up to 2 years of service, 4.75% 3 years of service, 4.45% 4-6 years of service, 4.35% 7 years of service, 4.25% 8 years of service, 4% 9-10 years of service, 3.65% 11-19 years of service, 3.50% for 20 or more years of service, including inflation
Long-Term Expected Rate of Return	6.50%
Healthcare Cost Trend Rates	Rates consistent with information from the Getzen Trend Model; 7.50% in 2024, 6.60% in 2025, 5.60% in 2026, then grading to an ultimate rate of 3.90%in 2074
Acturial Cost Method	Projected unit credit
Mortality	Pre-Retirement: Pub-2010 Amount Weighted General Employee Rates, projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years. 20% of deaths are assumed to be servcie-related. Post-Retirement: Pub-2010 Amount Weighted General Healthy Retiree Rates, projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year. Post- Disablement: Pub-2010 Amount Weighted General Disabled Rates, projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years. Beneficiary: Pub-2010 Amount Weighted General Contingent Annutiy Rates, projected generationally. Mortality Improvement: Mortality rates are projected generationally using 75% of the Society of Actuaries' Scale MP-2020 mortality improvement scale.

8. Discount Rate

The discount rate used to measure the total OPEB liability was 6.50%.

	June 30, 2024	June 30, 2025
Discount Rate	6.50%	6.50%
Long-Term Expected Rate of Return, Net of Investment Expense	6.50%	6.50%

The plan’s Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the long-term expected rate of return.

9. Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at June 30,2024	$ 113,392,703	$ 46,810,838	$ 66,581,865
Changes for the year:			
Service Cost	$ 1,616,771		$ 1,616,771
Interest on Total OPEB Liability	7,205,462		7,205,462
Employer Contributions	-	$ 8,445,375	(8,445,375)
Net Investment Income	-	4,138,117	(4,138,117)
Benefit Payments	(8,445,375)	(8,445,375)	-
Administrative Expenses	-	(28,909)	28,909
Net Changes in Total OPEB Liability	$ 376,858	$ 4,109,208	$ (3,732,350)
Balance at June 30, 2025	$ 113,769,561	$ 50,920,046	$ 62,849,515

10. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the years ended June 30, 2024 and June 30, 2025, the School Board recognized OPEB expense of $11,082,055 and $8,435,282 respectively.

OPEB Expense	June 30, 2024	June 30, 2025
Service Cost	$ 1,399,597	$ 1,616,771
Interest on Total OPEB Liability	6,870,091	7,205,462
Administrative Expenses	28,130	28,909
Expected Investment Return net of Investment Expenses	(2,780,074)	(3,041,780)
Recognition of Deferred Inflows/Outflows of Resources		
Recognition of Economic/Demographic Gains or Losses	2,311,453	2,177,182
Recognition of Assumption Changes or Inputs	3,588,390	1,223,359
Recognition of Investment Gains or Losses	(335,532)	(774,621)
OPEB Expense	$ 11,082,055	$ 8,435,282

At June 30, 2025, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	$ 8,916,834	$ 7,524,138
Changes in Assumptions	12,347,595	4,502,983
Net Difference between Projected and Actual Earnings	-	441,464
Total	$ 21,264,429	$ 12,468,585

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30:	
2026	$ 3,145,101
2027	3,414,364
2028	1,628,169
2029	608,210
	$ 8,795,844

*Note that additional future deferred inflows and outflows of resources may impact these numbers.

11. Sensitivity Analysis

The following presents the Net OPEB liability of the School Board, calculated using the discount rate of 6.50%, as well as what the School Board's Net OPEB Liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate.

	1.00% Decrease 5.50%	Discount Rate 6.50%	1.00% Increase 7.50%
Total OPEB Liability	$ 121,345,957	$ 113,769,561	$ 106,701,826
Fiduciary Net Position	(50,920,046)	(50,920,046)	(50,920,046)
Net OPEB Liability	$ 70,425,911	$ 62,849,515	$ 55,781,780

The following presents the Net OPEB Liability of the School Board, calculated using the current healthcare cost trend rates, as well as what the School Board's Net OPEB Liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current rates.

	1.00% Decrease	Current Trend Rate	1.00% Increase
Total OPEB Liability	$ 104,043,392	$ 113,769,561	$ 124,715,150
Fiduciary Net Position	(50,920,046)	(50,920,046)	(50,920,046)
Net OPEB Liability	$ 53,123,346	$ 62,849,515	$ 73,795,104

C. Other Postemployment Benefits – Health Insurance Credit Program

1. Plan Description

All full-time, salaried permanent (professional) employees of public school divisions are automatically covered by the VRS Teacher Employee Health Insurance Credit Program and all full-time, salaried permanent employees of participating political subdivisions are automatically covered by the Political Subdivision Health Insurance Credit Program upon employment. These plans are administered by the VRS, along with pension and other OPEB plans, for public employer groups in the Commonwealth of Virginia. Members earn one month of service credit toward the benefit for each month they are employed and for which their employer pays contributions to VRS. The health insurance credit is a tax-free reimbursement in an amount set by the General Assembly for each year of service credit against qualified health insurance premiums retirees pay for single coverage, excluding any portion covering the spouse or dependents. The credit cannot exceed the amount of the premiums and ends upon the retiree's death.

The specific information for the Health Insurance Credit Program OPEB, including eligibility, coverage, and benefits is set out in the table below:

TEACHER EMPLOYEE HEALTH INSURANCE CREDIT PROGRAM (HIC) PLAN PROVISIONS
Eligible Employees The Teacher Employee Retiree Health Insurance Credit Program was established July 1, 1993 for retired Teacher Employees covered under VRS who retire with at least 15 years of service credit. Eligible employees are enrolled automatically upon employment. They include:

- Full-time permanent (professional) salaried employees of public school divisions covered under VRS.

Benefit Amounts

The Teacher Employee Retiree Health Insurance Credit Program provides the following benefits for eligible employees:

- **At Retirement** – For Teacher and other professional school employees who retire with at least 15 years of service, the monthly benefit is $4.00 per year of service per month with no cap on the benefit amount.
- **Disability Retirement** – For Teacher and other professional school employees who retire on disability or go on long-term disability under the Virginia Local Disability Program (VLDP), the monthly benefit is either:
  - $4.00 per month, multiplied by twice the amount of service credit, or
  - $4.00 per month, multiplied by the amount of service earned had the employee been active until age 60, whichever is lower.

Health Insurance Credit Program Notes:

- The monthly Health Insurance Credit benefit cannot exceed the individual premium amount.
- Employees who retire after being on long-term disability under VLDP must have at least 15 year of service credit to qualify for the health insurance credit as a retiree.

POLITICAL SUBDIVISION HEALTH INSURANCE CREDIT PROGRAM (HIC) PLAN PROVISIONS

Eligible Employees

The Political Subdivision Retiree Health Insurance Credit Program was established July 1, 1993 for retired political subdivision employees who elect the benefit and who retire with at least 15 years of service credit.

Eligible employees are enrolled automatically upon employment. They include:

- Full-time permanent salaried employees of the participating political subdivision who are covered under VRS pension plan.

Benefit Amounts

The political subdivision Retiree Health Insurance Credit Program provides the following benefits for eligible employees:

- **At Retirement** – For employees who retire with at least 15 years of service, the monthly benefit is $1.50 per year of service per month with a maximum benefit of $45.00 per month.
- **Disability Retirement** – For employees who retire on disability or go on long-term disability under the Virginia Local Disability Program (VLDP), the monthly benefit is $45.00 per month.

Health Insurance Credit Program Notes:

- The monthly Health Insurance Credit benefit cannot exceed the individual premium amount.
- No Health Insurance Credit for premiums paid and qualified under LODA; however, the employee may receive the credit for premiums paid for other qualified health plans.
- Employees who retire after being on long-term disability under VLDP must have at least 15 years of service credit to qualify for the Health Insurance Credit as a retiree.

2. Plan Membership

The Political Subdivision membership as of June 30, 2024 includes:

Active Plan Members	37,917
Inactive Members or their Beneficiaries currently receiving benefits	11,474
Inactive Members entitled to but not yet receiving benefits	9,701
	59,092

3. Contributions

The contribution requirement for active employees is governed by §51.1-1401(E) of the *Code of Virginia*, as amended, but may be impacted as a result of funding provided to school divisions and political subdivisions by the Virginia General Assembly. Each school division's and political subdivision's contractually required employer contribution rate for the year ended June 30, 2025 was 1.21% and 1.02%, respectively, of covered employee compensation for employees in the VRS Teacher Employee Health Insurance Credit Program or Political Subdivision Health Insurance Credit Program, respectively. These rates were based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions from the School Board to the VRS Teacher Employee Health Insurance Credit Program were $6,271,703 and $6,150,231 for the years ended June 30, 2025 and June 30, 2024, respectively. Contributions from the School Board to the Political

Subdivision HIC Program were $684,852 and $650,062 for the years ended June 30, 2025 and June 30, 2024, respectively.

4. Teacher Employee Health Insurance Credit Program OPEB Liabilities, Teacher Employee Health Insurance Credit Program OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Teacher Employee Health Insurance Credit Program OPEB

At June 30, 2025, the School Board reported a liability of $54,760,265 for its proportionate share of the VRS Teacher Employee Health Insurance Credit Program Net OPEB Liability. The Net VRS Teacher Employee Health Insurance Credit Program OPEB Liability was measured as of June 30, 2024 and the total VRS Teacher Employee Health Insurance Credit Program OPEB liability used to calculate the Net VRS Teacher Employee Health Insurance Credit Program OPEB Liability was determined by an actuarial valuation performed as of June 30, 2023 and rolled forward to the measurement date of June 30, 2024. The School Board's proportion of the Net VRS Teacher Employee Health Insurance Credit Program OPEB Liability was based on the School Board's actuarially determined employer contributions to the VRS Teacher Employee Health Insurance Credit Program OPEB plan for the year ended June 30, 2024 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2024, the School Board's proportion of the VRS Teacher Employee Health Insurance Credit Program was 4.73849% as compared to 4.64345% at June 30, 2023.

For the year ended June 30, 2024, the school division recognized VRS Teacher Employee Health Insurance Credit Program OPEB expense of $3,526,477. Since there was a change in proportionate share between measurement dates a portion of the VRS Teacher Employee Health Insurance Credit Program Net OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2025, the School Board reported deferred outflows of resources and deferred inflows of resources related to the VRS Teacher Employee Health Insurance Credit Program OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 2,594,411
Net difference between projected and actual earnings on Teacher HIC OPEB plan investments	-	194,784
Change in assumptions	943,361	-
Changes in proportionate share	1,004,518	2,405,354
Employer contributions subsequent to the measurement date	6,271,703	-
Total	$ 8,219,582	$ 5,194,549

$6,271,703 reported as deferred outflows of resources related to the Teacher Employee HIC OPEB resulting from the school division's contributions subsequent to the measurement date will be recognized as a reduction of the Net Teacher Employee HIC OPEB Liability in the Fiscal Year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Teacher Employee HIC OPEB will be recognized in the Teacher Employee HIC OPEB expense in future reporting periods as follows:

Year ended June 30	
FY 2026	$ (990,710)
FY 2027	(729,621)
FY 2028	(757,315)
FY 2029	(603,571)
FY 2030	(213,949)
Thereafter	48,496
	$ (3,246,670)

5. Changes in the Net Political Subdivision HIC OPEB Liability

	Increase (Decrease)		
	Total HIC OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net HIC OPEB Liability (a) - (b)
Balance at June 30,2023	$ 3,886,479	$ 1,176,278	$ 2,710,201
Changes for the year:			
Service Cost	$ 42,486	$ -	$ 42,486
Interest on Total OPEB Liability	259,201	-	259,201
Differences between expected and actual experiences	(495,619)	-	(495,619)
Contributions - Employer	-	650,062	(650,062)
Net investment income	-	134,998	(134,998)
Benefit Payments	(177,890)	(177,890)	-
Administrative Expenses	-	(2,114)	2,114
Net Change in Total OPEB Liability	$ (371,822)	$ 605,056	$ (976,878)
Balance at June 30, 2024	$ 3,514,657	$ 1,781,334	$ 1,733,323

6. Political Subdivision Health Insurance Credit Program OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Political Subdivision Health Insurance Credit Program OPEB

For the year ended June 30, 2025, the School Board of the City of Virginia Beach, Virginia recognized Political Subdivision Health Insurance Credit Program OPEB recovery of ($455,733).

At June 30, 2025, the School Board of the City of Virginia Beach, Virginia reported deferred outflows of resources and deferred inflows of resources related to the Political Subdivision Health Insurance Credit Program OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 1,939,422
Net difference between projected and actual earnings on HIC OPEB plan investments	-	21,329
Change in assumptions	148,680	-
Employer contributions subsequent to the measurement date	684,852	-
Total	$ 833,532	$ 1,960,751

$684,852 reported as deferred outflows of resources related to the Political Subdivision HIC OPEB resulting from the school division's contributions subsequent to the measurement date will be recognized as a reduction of the Net Political Subdivision HIC OPEB Liability in the Fiscal Year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Political Subdivision HIC OPEB will be recognized in the Political Subdivision HIC OPEB expense in future reporting periods as follows:

Year ended June 30	
FY 2026	$ (685,879)
FY 2027	(750,542)
FY 2028	(315,592)
FY 2029	(60,058)
	$ (1,812,071)

7. Actuarial Assumptions

The total Teacher Employee HIC OPEB liability for the VRS Teacher Employee Health Insurance Credit Program and Political Subdivision HIC OPEB liability for the Political Subdivision Health Insurance Credit Program was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.5 percent
Salary increases, including inflation –	
Teacher Employees	3.5 percent – 5.95 percent
Political Subdivision Employees	3.5 percent – 5.35 percent
Investment rate of return	6.75 percent, net of plan investment expenses, including inflation
Healthcare Cost Trend Rate	N/A

Mortality rates – Teachers

Pre-Retirement:
Pub-2010 Amount Weighted Teachers Healthy Rates projected generationally; 110% of rates for males.

Post-Retirement:
Pub-2010 Amount Weighted Teachers Healthy Retiree Rates projected generationally; males set forward 1 year; 105% of rates for females.

Post-Disablement:
Pub-2010 Amount Weighted Teachers Disabled Rates projected generationally; 110% of rates for males and females.

Beneficiaries and Survivors:
Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected generationally.

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.

Mortality rates – Political Subdivision

Pre-Retirement:
Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years.

Post-Retirement:
Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.

Post-Disablement:
Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years.

Beneficiaries and Survivors:
Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally; 110% of rates for males and females set forward 2 years.

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled)	Updated to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change

8. Net HIC OPEB Liability

The net OPEB liability (NOL) for the Teacher Employee Health Insurance Credit Program represents the program's total OPEB liability determined in accordance with GAAP, less the associated fiduciary net position. As of June 30, 2024, NOL amounts for the VRS Teacher Employee Health Insurance Credit Program is as follows (amounts expressed in thousands):

	Teacher Employee HIC OPEB Plan
Total Teacher Employee HIC OPEB Liability	$ 1,478,105
Plan Fiduciary Net Position	322,457
Teacher Employee net HIC OPEB Liability	$ 1,155,648
Plan Fiduciary Net Position as a Percentage of the Total Teacher Employee HIC OPEB Liability	21.82%

The total Teacher Employee HIC OPEB liability is calculated by the System's actuary, and the plan's fiduciary net position is reported in the System's financial statements. The net Teacher Employee HIC OPEB liability is disclosed in accordance with the requirements of GAAP in the System's notes to the financial statements and required supplementary information.

The School Board Net Political Subdivision Health Insurance Credit OPEB liability was measured as of June 30, 2024. The total Political Subdivision Health Insurance Credit OPEB liability was determined by an actuarial valuation performed as of June 30, 2023, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

9. Long-Term Expected Rate of Return

The long-term expected rate of return on VRS System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of VRS System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

AssetClass (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return*
Public Equity	32.00%	6.70%	2.14%
Fixed Income	16.00%	5.40%	0.86%
Credit Strategies	16.00%	8.10%	1.30%
Real Assets	15.00%	7.20%	1.08%
Private Equity	15.00%	8.70%	1.31%
PIP - Private Investment Partnership	1.00%	8.00%	0.08%
Diversifying Stategies	6.00%	5.80%	0.35%
Cash	2.00%	3.00%	0.06%
Leverage	-3.00%	3.50%	-0.11%
Total	**100.00%**		**7.07%**
*Expected arithmetic nominal return			**7.07%**

* The above allocation provides a one-year return of 7.07% (includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 7.10%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of 6.75% which is roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

10. Discount Rate

The discount rate used to measure the total Teacher Employee HIC OPEB and Political Subdivision HIC OPEB was 6.75%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made in accordance with the VRS funding policy and at rates equal to the actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ending June 30, 2024, the rate contributed by each school division and entity for the HIC OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rates. From July 1, 2024 on, all agencies are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the HIC OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of eligible current active and inactive employees. Therefore, the long-term expected rate of

return was applied to all periods of projected benefit payments to determine the total HIC OPEB liability.

11. Sensitivity Analysis

The following presents the School Board's proportionate share of the VRS Teacher Employee Health Insurance Credit Program net HIC OPEB liability using the discount rate of 6.75%, as well as what the School Board's proportionate share of the net HIC OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
School division's proportionate share of the VRS Teacher Employee HIC OPEB Plan Net HIC OPEB Liability	$ 62,276,082	$ 54,760,265	$ 48,389,923

The following presents the Political Subdivision Health Insurance Credit Program net HIC OPEB liability using the discount rate of 6.75%, as well as what the liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
Political Subdivision's Net HIC OPEB Liability	$ 2,103,512	$ 1,733,323	$ 1,417,873

12. Teacher Employee HIC OPEB Fiduciary Net Position

Detailed information about the VRS Teacher Employee Health Insurance Credit Program's Fiduciary Net Position and Political Subdivision Health Insurance Credit Program is available in the separately issued VRS 2024 Annual Report. A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at varetire.org/Pdf/Publications/2024-annual-report.pdf, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

D. Other Postemployment Benefits – Group Life Insurance

1. Plan Description

All full-time, salaried permanent employees of the state agencies, teachers and employees of participating political subdivisions are automatically covered by the VRS Group Life Insurance Program upon employment. This plan is administered by the Virginia Retirement System (the System), along with pensions and other OPEB plans, for public employer groups in the Commonwealth of Virginia.

In addition to the Basic Group Life Insurance benefit, members are also eligible to elect additional coverage for themselves as well as a spouse or dependent children through the Optional Group Life Insurance Program. For members who elect the optional group life insurance coverage, the insurer bills employers directly for the premiums. Employers deduct these premiums from members' paychecks and pay the premiums to the insurer. Since this is a separate and fully insured program, it is not included as part of the Group Life Insurance Program OPEB.

The specific information for Group Life Insurance Program OPEB, including eligibility, coverage and benefits is set out in the table below:

GROUP LIFE INSURANCE PROGRAM PLAN PROVISIONS
Eligible Employees The Group Life Insurance Program was established July 1, 1960, for state employees, teachers and employees of political subdivisions that elect the program, including the following employers that do not participate in VRS for retirement: • City of Richmond • City of Portsmouth • City of Roanoke • City of Norfolk • Roanoke City Schools Board Basic group life insurance coverage is automatic upon employment. Coverage ends for employees who leave their position before retirement eligibility or who take a refund of their accumulated retirement member contributions and accrued interest.
Benefit Amounts The benefits payable under the Group Life Insurance Program have several components. • **Natural Death Benefit** – The natural death benefit is equal to the employee's covered compensation rounded to the next highest thousand and then doubled.

- **Accidental Death Benefit** – The accidental death benefit is double the natural death benefit.
- **Other Benefit Provisions** – In addition to the basic natural and accidental death benefits, the program provides additional benefits provided under specific circumstances. These include:
  - Accidental dismemberment benefit
  - Safety belt benefit
  - Repatriation benefit
  - Felonious assault benefit
  - Accelerated death benefit option

Reduction in benefit Amounts
The benefit amounts provided to members covered under the Group Life Insurance Program are subject to a reduction factor. The benefit amount reduces by 25% on January 1 following one calendar year of separation. The benefit amount reduces by an additional 25% on each subsequent January 1 until it reaches 25% of its original value.

Minimum Benefit Amount and Cost-of-Living Adjustment (COLA)
For covered members with at least 30 years of service credit, there is a minimum benefit payable under the Group Life Insurance Program. The minimum benefit was set at $8,000 by statute in 2015. This amount will be increased annually based on the VRS Plan 2 cost-of-living adjustment calculation. The minimum benefit adjusted for the COLA was $9,532 as of June 30, 2025.

2. Contributions

The contribution requirements for the Group Life Insurance Program are governed by §51.1-506 and §51.1-508 of the *Code of Virginia*, as amended, but may be impacted as a result of funding provided to state agencies and school divisions by the Virginia General Assembly. The total rate for the Group Life Insurance Program was 1.18% of covered employee compensation. This was allocated into an employee and an employer component using a 60/40 split. The employee component was 0.71% (1.18% X 60%) and the employer component was 0.47% (1.18% X 40%). Employers may elect to pay all or part of the employee contribution, however, the employer must pay all of the employer contribution. Each employer's contractually required employer contribution rate for the year ended June 30, 2025 was 0.47% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate, when combined with employee contributions, was expected to finance the costs of benefits payable during the year, with an additional amount to finance any unfunded accrued liability. Contribution to the Group Life

Insurance Program from the entity for Professionals (Teachers) was $2,443,560 and $2,752,572 for the years ended June 30, 2025 and June 30, 2024, respectively. Contribution to the Group Life Insurance Program from the entity for Nonprofessionals was $309,417 and $347,170 for the years ended June 30, 2025 and June 30, 2024, respectively.

3. GLI OPEB Liabilities, GLI OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Group Life Insurance Program OPEB

At June 30, 2025, the entities reported a liability for Professionals (Teachers) of $22,130,185 and for Nonprofessionals of $2,794,157 for its proportionate share of the Net GLI OPEB Liability. The Net GLI OPEB Liability was measured as of June 30, 2024 and the total GLI OPEB liability used to calculate the Net GLI OPEB Liability was determined by an actuarial valuation as of June 30, 2023 and rolled forward to the measurement date of June 30, 2024. The covered employer's proportion of the Net GLI OPEB Liability was based on the covered employer's actuarially determined employer contributions to the Group Life Insurance Program for the year ended June 30, 2024 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2024, the participating employer's proportion for Professionals (Teachers) was 1.98313% and for Nonprofessionals .25039% as compared to 1.97218% for Professionals (Teachers) and .24585% for Nonprofessionals at June 30, 2023.

For the year ended June 30, 2025, the participating employer recognized GLI OPEB expense of $120,577 for Professionals (Teachers) and $92,002 for Nonprofessionals. Since there was a change in proportionate share between measurement dates, a portion of the GLI OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2025, the employer reported deferred outflows of resources and deferred inflows of resources related to the Professional (Teacher) GLI OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 3,490,439	$ 540,566
Net difference between projected and actual earnings on Teacher GLI OPEB plan investments	-	1,865,343
Change in assumptions	126,142	1,096,726
Changes in proportionate share	110,976	1,037,672
Employer contributions subsequent to the measurement date	2,443,560	-
Total	$ 6,171,117	$ 4,540,307

At June 30, 2025, the employer reported deferred outflows of resources and deferred inflows of resources related to the Nonprofessional GLI OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 440,703	$ 68,252
Net difference between projected and actual earnings on GLI OPEB plan investments	-	235,518
Change in assumptions	15,927	138,473
Changes in proportionate share	218,566	48,738
Employer contributions subsequent to the measurement date	309,417	-
Total	$ 984,613	$ 490,981

$2,443,560 and $309,417 reported as deferred outflows of resources related to the Professional (Teacher) and Nonprofessional GLI OPEB, respectively, resulting from the employer's contributions subsequent to the measurement date will be recognized as a reduction of the Net GLI OPEB Liability in the Fiscal Year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Professional (Teacher) and Nonprofessional GLI OPEB will be recognized in the GLI OPEB expense in future reporting periods as follows:

Year ended June 30 - Professional (Teacher)		Year ended June 30 - Nonprofessional	
FY 2026	$ (1,336,125)	FY 2026	$ (93,161)
FY 2027	145,993	FY 2027	87,318
FY 2028	(124,544)	FY 2028	62,766
FY 2029	138,366	FY 2029	75,672
FY 2030	363,560	FY 2030	51,620
	$ (812,750)		$ 184,215

4. Actuarial Assumptions

The total GLI OPEB liability was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.5 percent
Salary increases, including inflation –	
Teachers	3.5 percent – 5.95 percent
Locality – General employees	3.5 percent – 5.35 percent
Investment rate of return	6.75 Percent, net of investment expenses, including inflation
Healthcare Cost Trend Rate	N/A

Mortality rates – Teachers

Pre-Retirement:
Pub-2010 Amount Weighted Teachers Employee Rates projected generationally; 110% of rates for males

Post-Retirement:
Pub-2010 Amount Weighted Teachers Healthy Retiree Rates projected generationally; males set forward 1 year; 105% of rates for females

Post-Disablement:
Pub-2010 Amount Weighted Teachers Disabled Rates projected generationally; 110% of rates for males and females

Beneficiaries and Survivors:
Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected generationally

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled)	Updated to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan2/Hybrid; changed final retirement age from 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Discount Rate	No change

Mortality rates – Largest Ten Locality Employers - General Employees

Pre-Retirement:
Pub-2010 Amount Weighted Safety Employee Rates projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years

Post-Retirement:
Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 95% of rates for males set forward 2 years; 95% of females set forward 1 year

Post-Disablement:
Pub-2010 Amount Weighted General Disabled Rates projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years

Beneficiaries and Survivors:
Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled)	Updated to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan2/Hybrid; changed final retirement age from 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Discount Rate	No change

Mortality rates – Non-Largest Ten Locality Employers - General Employees

Pre-Retirement:
Pub-2010 Amount Weighted Safety Employee Rates projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years

Post-Retirement:
Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year

Post-Disablement:
Pub-2010 Amount Weighted General Disabled Rates projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years

Beneficiaries and Survivors:
Pub-2010 Amount Weighted Safety Contingent Annuitant Rates projected generationally

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled)	Updated to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan2/Hybrid; changed final retirement age from 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Discount Rate	No change

5. Net GLI OPEB Liability

The net OPEB liability (NOL) for the Group Life Insurance Program represents the program's total OPEB liability determined in accordance with GAAP, less the associated fiduciary net position. As of the measurement date of June 30, 2024, NOL amounts for the Group Life Insurance Program is as follows (amounts expressed in thousands):

	Group Life Insurance OPEB Program
Total GLI OPEB Liability	$ 4,196,055
Plan Fiduciary Net Position	3,080,133
Employers' Net GLI OPEB Liability	$ 1,115,922
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	73.41%

The total GLI OPEB liability is calculated by the System's actuary, and each plan's fiduciary net position is reported in the System's financial statements. The net GLI OPEB liability is disclosed in accordance with the requirements of GAAP in the System's notes to the financial statements and required supplementary information.

6. Long-Term Expected Rate of Return

The long-term expected rate of return on the System's investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of System's investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

AssetClass (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return*
Public Equity	32.00%	6.70%	2.14%
Fixed Income	16.00%	5.40%	0.86%
Credit Strategies	16.00%	8.10%	1.30%
Real Assets	15.00%	7.20%	1.08%
Private Equity	15.00%	8.70%	1.31%
PIP - Private Investment Partnership	1.00%	8.00%	0.08%
Diversifying Strategies	6.00%	5.80%	0.35%
Cash	2.00%	3.00%	0.06%
Leverage	-3.00%	3.50%	-0.11%
Total	**100.00%**		**7.07%**
*Expected arithmetic nominal return			7.07%

* The above allocation provides a one-year return of 7.07% (includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 7.10%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of 6.75% which is roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.5%.

7. Discount Rate

The discount rate used to measure the total GLI OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made per the VRS guidance and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ending June 30, 2024, the rate contributed by the entity for the GLI OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly which was 113% of the actuarially determined contribution rate. From July 1, 2024 on, employers are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the GLI OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of eligible employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total GLI OPEB liability.

8. Sensitivity of the Employer's Proportionate Share of the Net GLI OPEB Liability to Changes in the Discount Rate

The following presents the employer's proportionate share of the net Professional (Teacher) and Nonprofessional GLI OPEB liability using the discount rate of 6.75%, as well as what the employer's proportionate share of the net GLI OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
Employer's proportionate share of the Professional (Teacher) Group Life Insurance Program Net OPEB Liability	$ 34,415,312	$ 22,130,185	$ 12,205,418
Employer's proportionate share of the Nonprofessional Group Life Insurance Program Net OPEB Liability	$ 4,345,277	$ 2,794,157	$ 1,541,056

9. Group Life Insurance Program Fiduciary Net Position

Detailed information about the Group Life Insurance Program's Fiduciary Net Position is available in the separately issued VRS 2024 Annual Report. A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at varetire.org/Pdf/Publications/2024-annual-report.pdf, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

E. Other Postemployment Benefits – Virginia Local Disability Program

1. Plan Description

All full-time, salaried permanent (professional) employees of public school divisions and full-time, salaried general employees of political subdivisions who are in the VRS Hybrid Retirement Plan benefit structure and whose employer has not elected to opt out of the VRS-sponsored program are automatically covered by the VRS Teacher Employee Virginia Local Disability Program or the VRS Political Subdivision Employee Virginia Local Disability Program respectively. These plans are administered by the Virginia Retirement System (the System), along with pension and other OPEB plans, for eligible public employer groups in the Commonwealth of Virginia. School divisions are required by Title 51.1 of the *Code of Virginia*, as amended to provide short-term and long-term disability benefits for their Hybrid employees either through a local plan or through the VLDP.

The specific information for each plan and the eligibility for covered groups within each plan are set out in the table below:

TEACHER EMPLOYEE AND POLITICAL SUBDIVISION EMPLOYEE VLDP PLAN PROVISIONS
Eligible Employees The Teacher Employee and Political Subdivision Employee Virginia Local Disability Program was implemented January 1, 2014 to provide short-term and long-term disability benefits for non-work-related and work-related disabilities for employees with Hybrid retirement benefits Eligible employees are enrolled automatically upon employment, unless their employer has elected to provide comparable coverage. They include: • Teachers and other full-time permanent (professional) salaried employees of public school divisions covered under VRS. • Full-time general employees; including local law enforcement officers, firefighters, or emergency medical technicians who do not have enhanced hazardous duty benefits; of public political subdivisions covered under VRS.

Benefit Amounts
The Teacher Employee and Political Subdivision Employee VLDP provides the following benefits for eligible employees:

Short-Term Disability –

- The program provides a short-term disability benefit beginning after a seven-calendar-day waiting period from the first day of disability. Employees become eligible for non-work-related short-term disability coverage after one year of continuous participation in VLDP with their current employer.
- During the first five years of continuous participation in VLDP with their current employer, employees are eligible for 60% of their pre-disability income if they go out on non-work-related or work-related disability.
- Once the eligibility period is satisfied, employees are eligible for higher income replacement levels

Long-Term Disability –

- The VLDP program provides a long-term disability benefit beginning after 125 workdays of short-term disability. Members are eligible if they are unable to work at all or are working fewer than 20 hours per week.
- Members approved for long-term disability will receive 60% of their pre-disability income. If approved for work-related long-term disability, the VLDP benefit will be offset by the workers' compensation benefit. Members will not receive a VLDP benefit if their workers' compensation benefit is greater than the VLDP benefit.

Virginia Local Disability Program Notes:

- Members approved for short-term or long-term disability at age 60 or older will be eligible for a benefit, provided they remain medically eligible.
- VLDP Long-Term Care Plan is a self-funded program that assists with the cost of covered long-term care services.

2. Contributions

The contribution requirement for active Hybrid employees is governed by §51.1-1178(C) of the *Code of Virginia*, as amended, but may be impacted as a result of funding provided to school divisions and political subdivisions by the Virginia General Assembly. Each school division's and political subdivision's contractually required employer contribution rate for the year ended June 30, 2025 was 0.45% and 0.74%, respectively, of covered employee compensation for employees

in the VRS Teacher Employee Virginia Local Disability Program or the VRS Political Subdivision Employee Virginia Local, respectively. These rates were based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions from the school division to the VRS Teacher Employee VLDP were $943,502 and $913,923 for the years ended June 30, 2025 and June 30, 2024, respectively. Contributions from the political subdivision to the VRS Political Subdivision Employee VLDP were $290,871 and $298,601 for the years ended June 30, 2025 and June 30, 2024, respectively.

3. Teacher Employee and Political Subdivision VLDP OPEB Assets, Teacher Employee and Political Subdivision VLDP OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Teacher Employee and Political Subdivision VLDP OPEB

At June 30, 2025, the school division reported an asset of $161,076 for its proportionate share of the VRS Teacher Employee VLDP Net OPEB Asset. The Net VRS Teacher Employee VLDP OPEB Asset was measured as of June 30, 2024 and the total VRS Teacher Employee VLDP OPEB Asset used to calculate the Net VRS Teacher Employee VLDP OPEB Asset was determined by an actuarial valuation as of June 30, 2023, and rolled forward to the measurement date of June 30, 2024. The school division's proportion of the Net VRS Teacher Employee VLDP OPEB Asset was based on the school division's actuarially determined employer contributions to the VRS Teacher Employee VLDP OPEB plan for the year ended June 30, 2024 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2024, the school division's proportion of the VRS Teacher Employee VLDP was 17.97891% as compared to 17.73122% at June 30, 2023.

For the year ended June 30, 2025, the school division recognized VRS Teacher Employee VLDP OPEB expense of $705,652. Since there was a change in proportionate share between measurement dates, a portion of the VRS Teacher Employee VLDP Net OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2025, the school division reported deferred outflows of resources and deferred inflows of resources related to the VRS Teacher Employee VLDP OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 492,814	$ 43,320
Net difference between projected and actual earnings on Teacher VLDP OPEB plan investments	-	27,214
Change in assumptions	43,500	-
Changes in proportion	2,683	21,861
Employer contributions subsequent to the measurement date	943,502	-
Total	$ 1,482,499	$ 92,395

$943,502 reported as deferred outflows of resources related to the Teacher Employee VLDP OPEB resulting from the school division's contributions subsequent to the measurement date will be recognized as a reduction of the Net Teacher Employee VLDP OPEB Liability in the Fiscal Year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Teacher Employee VLDP OPEB will be recognized in the Teacher Employee VLDP OPEB expense in future reporting periods as follows:

Year ended June 30	
FY 2026	$ 35,028
FY 2027	63,051
FY 2028	45,332
FY 2029	45,372
FY 2030	54,570
Thereafter	203,249
	$ 446,602

In addition, at June 30, 2025, the political subdivision reported an asset of $163,848 for its proportionate share of the VRS Political Subdivision Employee VLDP Net OPEB Asset. The Net VRS Political Subdivision Employee VLDP OPEB Asset was measured as of June 30, 2024 and the total VRS Political Subdivision Employee VLDP OPEB asset used to calculate the Net VRS Political Subdivision Employee VLDP OPEB Asset was determined by an actuarial valuation as June 30,

2023, and rolled forward to the measurement date of June 30, 2024. The political subdivision's proportion of the Net VRS Political Subdivision Employee VLDP OPEB Asset was based on the political subdivision's actuarially determined employer contributions to the VRS Political Subdivision Employee VLDP OPEB plan for the year ended June 30, 2024 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2024, the political subdivision's proportion of the VRS Political Subdivision Employee VLDP was 4.54194% as compared to 4.61706% at June 30, 2023.

For the year ended June 30, 2025, the political subdivision recognized VRS Political Subdivision Employee VLDP OPEB expense of $220,678. Since there was a change in proportionate share between measurement dates a portion of the VRS Political Subdivision Employee VLDP Net OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2025, the political subdivision reported deferred outflows of resources and deferred inflows of resources related to the VRS Political Subdivision Employee VLDP OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 19,468	$ 34,525
Net difference between projected and actual earnings on Teacher VLDP OPEB plan investments	-	14,820
Change in assumptions	-	3,805
Changes in proportion	1,125	4,993
Employer contributions subsequent to the measurement date	290,871	-
Total	$ 311,464	$ 58,143

$290,871 reported as deferred outflows of resources related to the Political Subdivision Employee VLDP OPEB resulting from the political subdivision's contributions subsequent to the measurement date will be recognized as a reduction of the Net Political Subdivision Employee VLDP OPEB Liability in the Fiscal Year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Political Subdivision

Employee VLDP OPEB will be recognized in the Political Subdivision Employee VLDP OPEB expense in future reporting periods as follows:

Year ended June 30	
FY 2026	$ (16,320)
FY 2027	(2,060)
FY 2028	(5,261)
FY 2029	(8,516)
FY 2030	(5,404)
Thereafter	11
	$ (37,550)

4. Actuarial Assumptions

Teacher Employee Virginia Local Disability Program

The total Teacher Employee VLDP OPEB liability for the VRS Teacher Employee VLDP was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.5 percent
Salary increases, including inflation – Teacher Employees	3.5 percent – 5.95 percent
Investment rate of return	6.75 percent, net of plan investment expenses, including inflation
Healthcare Cost Trend Rate	N/A

Mortality rates – Teachers

Pre-Retirement:

Pub-2010 Amount Weighted Teachers Employee Rates projected generationally; 110% of rates for males

Post-Retirement:

Pub-2010 Amount Weighted Teachers Healthy Retiree Rates projected generationally; males set forward 1 year; 105% of rates for females

Post-Disablement:

Pub-2010 Amount Weighted Teachers Disabled Rates projected generationally; 110% of rates for males and females

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected generationally

Mortality Improvement Scale:

Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled	Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age form 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Discount Rate	No change

Political Subdivision Employee Virginia Local Disability Program

The total Political Subdivision Employee VLDP OPEB liability for the VRS Political Subdivision Employee VLDP was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.5 percent
Salary increases, including inflation – Political Subdivision Employees	3.5 percent – 5.35 percent
Investment rate of return	6.75 percent, net of plan investment expenses, including inflation
Healthcare Cost Trend Rate	N/A

Mortality rates – General State Employees

Pre-Retirement:
Pub-2010 Amount Weighted General Employee Rates projected generationally; females set forward 2 years

Post-Retirement:
Pub-2010 Amount Weighted General Healthy Retiree Rates projected generationally; 110% of rates for females

Post-Disablement:
Pub-2010 Amount Weighted General Disabled Rates projected generationally; males and females set forward 3 years

Beneficiaries and Survivors:
Pub-2010 Amount Weighted General Contingent Annuitant Rates projected generationally; 110% of rates for males and females

Mortality Improvement Scale:
Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Mortality Rates (Pre-retirement, post-retirement healthy, and disabled	Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age form 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Discount Rate	No change

5. Net VLDP OPEB Liability(Asset)

Teacher Employee Virginia Local Disability Program

The net OPEB liability (NOL) for the Teacher Employee VLDP represents the program's total OPEB liability determined in accordance with GAAP, less the associated fiduciary net position. As of June 30, 2024, NOL amounts for the VRS Teacher Employee VLDP is as follows (amounts expressed in thousands):

	Teacher Employee VLDP OPEB Plan
Total Teacher Employee VLDP OPEB Liability	$ 12,741
Plan Fiduciary Net Position	13,637
Teacher Employee net VLDP OPEB Liability(Asset)	$ (896)
Plan Fiduciary Net Position as a Percentage of the Total Teacher Employee VLDP OPEB Liability	107.03%

The total Teacher Employee VLDP OPEB asset is calculated by the System's actuary, and the plan's fiduciary net position is reported in the System's financial statements. The net Teacher Employee VLDP OPEB asset is disclosed in accordance with the requirements of GAAP in the System's notes to the financial statements and required supplementary information.

Political Subdivision Employee Virginia Local Disability Program

The net OPEB liability (NOL) for the Political Subdivision Employee VLDP represents the program's total OPEB liability determined in accordance with GAAP, less the associated fiduciary net position. As of June 30, 2024, NOL amounts for the VRS Political Subdivision Employee Virginia Local Disability Program is as follows (amounts expressed in thousands):

	Political Subdivision Employee VLDP OPEB Plan
Total Political Subdivision VLDP OPEB Liability	$ 12,230
Plan Fiduciary Net Position	15,837
Political Subdivision net VLDP OPEB Liability(Asset)	$ (3,607)
Plan Fiduciary Net Position as a Percentage of the Total Political Subdivision VLDP OPEB Liability	129.49%

The total Political Subdivision Employee VLDP OPEB asset is calculated by the System's actuary, and the plan's fiduciary net position is reported in the System's financial statements. The net Political Subdivision Employee VLDP OPEB asset is disclosed in accordance with the requirements of GAAP in the System's notes to the financial statements and required supplementary information.

6. Long-Term Expected Rate of Return

The long-term expected rate of return on VRS System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of VRS System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

AssetClass (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return*
Public Equity	32.00%	6.70%	2.14%
Fixed Income	16.00%	5.40%	0.86%
Credit Strategies	16.00%	8.10%	1.30%
Real Assets	15.00%	7.20%	1.08%
Private Equity	15.00%	8.70%	1.31%
PIP - Private Investment Partnership	1.00%	8.00%	0.08%
Diversifying Strategies	6.00%	5.80%	0.35%
Cash	2.00%	3.00%	0.06%
Leverage	-3.00%	3.50%	-0.11%
Total	**100.00%**		**7.07%**
*Expected arithmetic nominal return			7.07%

* The above allocation provides a one-year return of 7.07% (includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. The results provide a range of returns over various time periods that ultimately provide a median return of 7.10%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of 6.75% which is roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14% including expected inflation of 2.50%.

7. Discount Rate

The discount rate used to measure the total Teacher Employee VLDP OPEB and the Political Subdivision Employee VLDP OPEB was 6.75%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made in accordance with the VRS funding policy at rates equal to the actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ending June 30, 2024, the rate contributed by the school division for the VRS Teacher Employee Virginia Local Disability Program will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly, which was 100% of the actuarially determined contribution rate. From July 1, 2024 on, all agencies are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the Teacher Employee VLDP OPEB and the Political Subdivision Employee VLDP OPEB plans' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total Teacher Employee VLDP OPEB liability and the total Political Subdivision Employee VLDP OPEB liability.

8. Sensitivity of the School Division's Proportionate Share of the Teacher and Political Subdivision Employee VLDP Net OPEB Liability/(Asset) to Changes in the Discount Rate

The following tables presents the school division's proportionate share of the VRS Teacher Employee Virginia Local Disability Program net VLDP OPEB asset and the VRS Political Subdivision Employee Virginia Local Disability Program net VLDP OPEB asset using the discount rate of 6.75%, as well as what the school division's/political subdivision's proportionate share of the net VLDP OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1.00% Decrease 5.75%	Current Discount 6.75%	1.00% Increase 7.75%
School division's proportionate share of the VRS Teacher Employee VLDP OPEB Plan Net VLDP OPEB Liability(Asset)	$ 97,901	$ (161,076)	$ (386,952)
Political Subdivision's proportionate share of the VRS Political Subdivision VLDP OPEB Plan Net VLDP OPEB Liability(Asset)	$ (119,150)	$ (163,848)	$ (203,184)

9. VLDP OPEB Fiduciary Net Position

Detailed information about the VRS Teacher Employee VLDP's Fiduciary Net Position and the VRS Political Subdivision Employee VLDP's Fiduciary Net Position is available in the separately issued VRS 2024 Annual Report. A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at varetire.org/Pdf/Publications/2024-annual-report.pdf, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

F. Combining Net OPEB Liabilities, Assets, Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Statement of Net Position

	OPEB Trust	Virginia Retirement System			
	Retiree Health	Health Insurance Credit	Group Life Insurance	Virginia Local Disability Program	Combined Totals
Net OPEB Liability	$ 62,849,515	$ 56,493,588	$ 24,924,342	$ -	$ 144,267,445
Net OPEB Asset	$ -	$ -	$ -	$ 324,924	$ 324,924
OPEB Expense	$ 8,435,282	$ 3,070,744	$ 212,579	$ 926,330	$ 12,644,935
Deferred Outflows of Resources:					
Differences in Expected and Actual Experience	$ 8,916,834	$ -	$ 3,931,142	$ 512,282	$ 13,360,258
Change in Assumptions	12,347,595	1,092,041	142,069	43,500	13,625,205
Changes in Proportionate Share	-	1,004,518	329,542	3,808	1,337,868
Employer Contributions Subsequent to the Measurement Date	-	6,956,555	2,752,977	1,234,373	10,943,905
Total Deferred Outflows of Resources	$ 21,264,429	$ 9,053,114	$ 7,155,730	$ 1,793,963	$ 39,267,236
Deferred Inflows of Resources:					
Differences in Expected and Actual Experience	$ 7,524,138	$ 4,533,833	$ 608,818	$ 77,845	$ 12,744,634
Net Difference between Projected and Actual Earnings on Investments	441,464	216,113	2,100,861	42,034	2,800,472
Change in Assumptions	4,502,983	-	1,235,199	3,805	5,741,987
Changes in Proportionate Share	-	2,405,354	1,086,410	26,854	3,518,618
Total Deferred Inflows of Resources	$ 12,468,585	$ 7,155,300	$ 5,031,288	$ 150,538	$ 24,805,711

9. RISK MANAGEMENT AND HEALTH CARE BENEFITS

A. School Self-Insurance Program

The School Board is self-insured for a portion of its risks. The self-insurance coverage for Fire and Property Insurance is $100,000 per occurrence (includes unnamed windstorm and earthquake damage) and 1% of the total insured value of the damaged covered property when such loss or damage results from a named windstorm (minimum deductible – $250,000 per occurrence); Boiler and Machinery Breakdown coverage is $25,000 per occurrence; School Leaders Liability (including general liability and errors and omissions) coverage is $350,000 per occurrence; Crime (Employee Dishonesty) coverage is $250 per occurrence; Environmental Impairment is $25,000 and Cyber Liability coverage has a $50,000 self-insured retention. Automobile Liability retention (engine on) is $400,000 per occurrence; Automobile Physical Damage retention (engine off) is $100,000 per occurrence; and the Excess Workers' Compensation self-insured retention is $750,000 per claim.

Commercial insurance is purchased to cover the amount in excess of the above self-insured levels for specific losses. When economically feasible, commercial insurance is purchased to cover certain exposures completely. The amount of settlements did not exceed insurance coverage for each of the past three fiscal years and the insurance coverage is substantially the same as in recent prior fiscal years.

Claims processing and payments for all insurance claims are made through commercial carriers and third-party administrators. The School Board uses the information provided by the third-party administrators to aid in the determination of self-insurance liabilities. The computed liability as of June 30, 2025 is $9,216,935 (undiscounted), as follows:

Fiscal Year	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2023-24	$ 9,099,286	$8,064,104	$8,017,411	$ 9,145,979
2024-25	$ 9,145,979	$8,481,794	$8,410,838	$ 9,216,935

B. Surety Bonds

All School Board employees are covered by a faithful performance bond in the amount of $100,000 to protect the School Board in the event of fraudulent acts.

C. Self-Insured Health Care Benefits Program

Effective January 1, 2000, the School Board established a self-insured health care benefits program for all School Board and City employees. Certain claims expenses paid on behalf of each employee during a single policy year are covered by excess loss insurance with a specific stop-loss limit of $600,000.

Claims processing and payments for all health care claims are made through third-party administrators. The School Board uses the information provided by the third-party administrators and a health care benefits consultant to aid in the determination of self-insurance liabilities. The computed liability as of June 30, 2025 is $8,456,000 (undiscounted), as follows:

Fiscal Year	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2023-24	$ 8,991,000	$ 177,716,809	$ 179,061,809	$ 7,646,000
2024-25	$ 7,646,000	$ 186,728,104	$ 185,918,104	$ 8,456,000

10. CERTAIN INTERFUND TRANSACTIONS, EXHIBITS A-4 TO A-2 RECONCILIATION FOR CAPITAL OUTLAY AND FUND BALANCE CLASSIFICATIONS

A. Interfund Transfers

The primary purpose for interfund transfers is operational support for PreK, Early Reading Intervention, Technology Initiative, and Algebra Readiness. The following are the School Board's interfund transfers in and transfers out that occurred during fiscal year 2025:

Fund	Interfund Transfers In	Interfund Transfers Out
General Fund	$ -	$ 6,094,054
School Grants - Special Revenue	6,094,054	-
Total per Exhibit A-4 and A-6	$ 6,094,054	$ 6,094,054

B. Interfund Receivables and Payables

There were no interfund receivables and payables as of June 30, 2025.

C. Exhibits A-4 to A-2 Reconciliation for Capital Outlay

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures (Exhibit A-4). However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation / amortization expenses in the Statement of Activities (Exhibit A-2). Below is the amount by which capital outlay exceeded depreciation / amortization expense (including other transactions (e.g., loss on disposals)) for the fiscal year.

Capital Outlay:	
Capital Projects Fund	$ 27,720,648
General Fund	4,561,983
Grants Special Revenue Fund	947,172
School Equipment Replacement Special Revenue Fund	93,680
School Cafeterias Special Revenue Fund	1,857,820
Total Capital Outlay	$ 35,181,303
Less:	
Depreciation/amortization Expense	$(40,030,670)
Depreciation Expense and Accumulated Depreciation change/transfer related to the Tenancy in Common by the City on certain School Buildings (Notes 4B&C)	7,932,525
Loss on Disposals	(87,955)
Total Depreciation/amortization Expense and Other	$(32,186,100)
Total Amount by which Capital Outlay Exceeded Depreciation Expense and Other (Exhibit A-4)	$ 2,995,203

D. Fund Balance Classifications

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned (Note 1J) based primarily on the extent to which the School Board is bound to observe constraints imposed upon the use of the resources in the governmental funds. The constraints placed on the fund balance for the major governmental funds and all of the other governmental funds are presented below.

	General	School Grants	School Cafeterias	Capital Projects	Nonmajor Governmental	Total Governmental Funds
Nonspendable						
Inventories and Prepaid Items	$ 992,828	$ -	$ 665,164	$ -	$ 2,000	$ 1,659,992
Restricted						
Federal And State Grantor Agencies	$ -	$ 5,480,640	$ -	$ -	$ -	$ 5,480,640
Capital Projects						
State DOE/Textbooks	-	-	-	-	10,902,881	10,902,881
School Actvities	-	-	-	-	5,774,297	5,774,297
USDA/Cafeterias Charges	-	-	12,070,827	-	-	12,070,827
Total Restricted	$ -	$ 5,480,640	$ 12,070,827	$ -	$16,677,178	$ 34,228,645
Committed						
Capital Projects Contracts	$ -	$ -	$ -	$ 110,671,630	$ -	$110,671,630
Communication Towers/ Technology	-	-	-	-	6,979,656	6,979,656
Vending Operations/ School Allocations	-	-	-	-	400,012	400,012
Equipment Replacement	-	-	-	-	293,585	293,585
Total Committed	$ -	$ -	$ -	$ 110,671,630	$ 7,673,253	$118,344,883
Assigned						
Instructional Technology	$ 4,018,923	$ -	$ -	$ -	$ -	$ 4,018,923
School Athletics	22,935	-	-	-	-	22,935
Instruction Category	1,116,453	-	-	-	-	1,116,453
Administration, Attendance and Health Category	29,171	-	-	-	-	29,171
Pupil Transportation Category	705,945	-	-	-	-	705,945
Operations and Maintenance Category	3,075,646	-	-	-	-	3,075,646
Technology Category	748,511	-	-	-	-	748,511
Total Assigned	$ 9,717,584	$ -	$ -	$ -	$ -	$ 9,717,584
Total Fund Balances	$ 10,710,412	$ 5,480,640	$ 12,735,991	$ 110,671,630	$24,352,431	$163,951,104

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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REQUIRED SUPPLEMENTARY INFORMATION

RETIREMENT AND OTHER POSTEMPLOYMENT BENEFITS

Schedule of Employer's Share of Net Pension Liability – Professional Employees
Schedule of Changes in the Net Pension Liability and Related Ratios – Nonprofessional Employees
Schedule of Employer Pension Contributions – Professional Employees
Schedule of Employer Pension Contributions – Nonprofessional Employees
Schedule of Changes in Net OPEB Liability and Related Ratios - Retiree Health
Schedule of Annual Contributions - Retiree Health
Schedule of Investment Returns - Retiree Health
Schedule of Changes in Net OPEB Liability and Related Ratios - HIC
Schedule of Employer's Share of Net OBEB Liability – HIC
Schedule of Employer's Share of Net OBEB Liability – GLI
Schedule of Employer's Share of Net OBEB Liability – VLDP
Schedule of Employer Contributions – HIC
Schedule of Employer Contributions – GLI
Schedule of Employer Contributions – VLDP

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

The General Fund is the general operating fund of the School Board which is used to account for all of the financial resources, except those required to be accounted for in another fund.

SCHOOL GRANTS SPECIAL REVENUE FUND

The School Grants Fund accounts for certain private, Commonwealth of Virginia, and Federal grants (with matching local funds, if required).

SCHOOL CAFETERIAS SPECIAL REVENUE FUND

The School Cafeterias Fund accounts for the revenues (e.g., Commonwealth of Virginia, Federal Government) and expenditures associated with the food services operations of the school division.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
FOR THE MEASUREMENT DATES OF JUNE 30, 2015 THROUGH 2024
PROFESSIONAL EMPLOYEES
JUNE 30, 2025

Professional/Teacher Retirement Plan

Date	(a) Employer's Proportion of the Net Pension Liability	(b) Employer's Proportionate Share of the Net Pension Liability	(c) Employer's Covered Payroll	(d) Employer's Proportionate Share of the NPL as a %of its Covered Payroll (b)/(c)	(e) Plan Fiduciary Net Position as a % of the Total Pension Liability
June 30, 2024	4.76873%	$ 447,637,568	$ 481,790,947	92.91%	84.52%
June 30, 2023	4.66432%	$ 471,432,374	$ 440,450,043	107.03%	82.45%
June 30, 2022	4.75530%	$ 452,733,028	$ 422,831,262	107.07%	82.61%
June 30, 2021	4.83003%	$ 374,959,932	$ 409,081,963	91.66%	85.46%
June 30, 2020	4.91132%	$ 714,726,039	$ 414,920,223	172.26%	71.47%
June 30, 2019	4.99839%	$ 657,816,528	$ 406,316,058	161.90%	73.51%
June 30, 2018	5.07577%	$ 596,910,000	$ 400,750,722	148.95%	74.81%
June 30, 2017	5.08685%	$ 625,579,000	$ 393,579,555	158.95%	72.92%
June 30, 2016	5.12286%	$ 717,924,000	$ 387,364,218	185.34%	68.28%
June 30, 2015	5.19364%	$ 653,690,000	$ 385,231,385	169.69%	70.68%

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
NONPROFESSIONAL EMPLOYEES
FOR THE YEAR ENDED JUNE 30, 2025

	2024	2023	2022	2021	2020
Total Pension Liability(Asset)					
Service Cost	$ 5,109,779	$ 4,580,664	$ 3,934,382	$ 3,964,435	$ 3,961,923
Interest	18,488,637	17,751,173	17,604,104	16,427,054	15,856,267
Diff Between Expected and Actual Experience	10,224,638	4,390,987	(4,908,939)	(808,663)	2,409,511
Change in Assumptions	-	-	-	8,249,072	-
Benefit Payments	(16,765,210)	(15,194,069)	(14,113,284)	(13,991,919)	(13,083,421)
Refunds of Contributions	(358,891)	(334,923)	(551,790)	-	(467,858)
Net Change in Total Pension Liability	$ 16,698,953	$ 11,193,832	$ 1,964,473	$ 13,839,979	$ 8,676,422
Total Pension Liability - Beginning	277,358,002	266,164,170	264,199,697	250,359,718	241,683,296
Total Pension Liability - Ending (a)	$294,056,955	$277,358,002	$266,164,170	$264,199,697	$250,359,718
Plan Fiduciary Net Position					
Employer Contributions	$ 4,443,511	$ 4,068,854	$ 3,605,284	$ 3,376,047	$ 2,906,100
Employee Contributions	2,843,835	2,670,800	2,294,774	2,129,012	2,209,656
Net Investment Income	25,210,417	16,335,735	(176,724)	58,169,277	4,171,983
Benefit Payments	(16,765,210)	(15,194,069)	(14,113,284)	(13,991,919)	(13,083,421)
Refunds of Contributions	(358,891)	(334,923)	(551,790)	-	(467,858)
Administrative Expenses	(174,408)	(165,884)	(166,678)	(148,821)	(145,905)
Other Changes	71	2,486	5,868	(312)	(4,932)
Net Change in Fiduciary Net Position	$ 15,199,325	$ 7,382,999	$ (9,102,550)	$ 49,533,284	$ (4,414,377)
Fiduciary Net Position, Beginning	264,074,370	256,691,371	265,793,921	216,260,637	220,675,014
Fiduciary Net Position, Ending (b)	$279,273,695	$264,074,370	$256,691,371	$265,793,921	$216,260,637
Net Pension Liability(Asset)- Nonprofessional Employees (a) - (b)	$ 14,783,260	$ 13,283,632	$ 9,472,799	$ (1,594,224)	$ 34,099,081
Plan Fiduciary Net Position as a % of Total Pension Liability (b)/(a)	94.97%	95.21%	96.44%	100.60%	86.38%
Covered Payroll (c)	$ 56,249,704	$ 51,427,059	$ 45,137,761	$ 42,346,298	$ 43,518,726
Net Pension Liability/(Asset) as a % of Covered Payroll - Nonprofessional	26.28%	25.83%	20.99%	-3.76%	78.35%

(continued)

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
NONPROFESSIONAL EMPLOYEES
FOR THE YEAR ENDED JUNE 30, 2025

(continued)

	2019	2018	2017	2016	2015
Total Pension Liability(Asset)					
Service Cost	$ 3,788,974	$ 3,831,060	$ 4,027,098	$ 4,079,432	$ 4,089,939
Interest	15,432,954	14,994,765	14,519,133	14,020,741	13,574,596
Diff Between Expected and Actual Experience	2,127,992	(114,972)	1,300,649	264,387	(747,303)
Change in Assumptions	6,306,405	-	(1,332,150)	-	-
Benefit Payments	(12,468,334)	(11,553,290)	(11,066,537)	(10,581,181)	(9,558,643)
Refunds of Contributions	(419,254)	(461,154)	(358,994)	(482,631)	(465,012)
Net Change in Total Pension Liability	$ 14,768,737	$ 6,696,409	$ 7,089,199	$ 7,300,748	$ 6,893,577
Total Pension Liability - Beginning	226,914,559	220,218,150	213,128,951	205,828,203	198,934,626
Total Pension Liability - Ending (a)	$241,683,296	$226,914,559	$220,218,150	$213,128,951	$205,828,203
Plan Fiduciary Net Position					
Employer Contributions	$ 2,880,916	$ 2,967,419	$ 2,959,847	$ 3,876,348	$ 3,739,486
Employee Contributions	2,161,296	2,121,653	2,124,981	2,113,676	2,041,468
Net Investment Income	14,049,158	15,092,474	22,825,346	3,214,427	8,507,018
Benefit Payments	(12,468,334)	(11,553,290)	(11,066,537)	(10,581,181)	(9,558,643)
Refunds of Contributions	(419,254)	(461,154)	(358,994)	(482,631)	(465,012)
Administrative Expenses	(143,574)	(133,315)	(135,200)	(120,635)	(118,985)
Other Changes	(8,810)	(13,321)	(20,191)	(1,394)	(1,792)
Net Change in Fiduciary Net Position	$ 6,051,398	$ 8,020,466	$ 16,329,252	$ (1,981,390)	$ 4,143,540
Fiduciary Net Position, Beginning	214,623,616	206,603,150	190,273,898	192,255,288	188,111,748
Fiduciary Net Position, Ending (b)	$220,675,014	$214,623,616	$206,603,150	$190,273,898	$192,255,288
Net Pension Liability(Asset)- Nonprofessional Employees (a) - (b)	$ 21,008,282	$ 12,290,943	$ 13,615,000	$ 22,855,053	$ 13,572,915
Plan Fiduciary Net Position as a % of Total Pension Liability (b)/(a)	91.31%	94.58%	93.82%	89.28%	93.41%
Covered Payroll (c)	$ 42,872,651	$ 42,303,998	$ 42,112,697	$ 42,344,732	$ 40,970,605
Net Pension Liability/(Asset) as a % of Covered Payroll - Nonprofessional	49.00%	29.05%	32.33%	53.97%	33.13%

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS
PROFESSIONAL EMPLOYEES
JUNE 30, 2025

Professional Employees

Date	(a) Contractually Required Contributions	(b) Contributions in Relation to Contractually Required Contributions	(c) Contribution Deficiency (Excess) (a) - (b)	(d) Employer's Covered Payroll	(e) Contributions as a % of Covered Payroll (b) / (d)
June 30, 2025	$ 72,263,417	$ 72,263,417	$ -	$ 508,539,178	14.21%
June 30, 2024	$ 80,073,655	$ 80,073,655	$ -	$ 481,790,947	16.62%
June 30, 2023	$ 73,202,797	$ 73,202,797	$ -	$ 440,450,043	16.62%
June 30, 2022	$ 70,274,556	$ 70,274,556	$ -	$ 422,831,262	16.62%
June 30, 2021	$ 67,989,422	$ 67,989,422	$ -	$ 409,081,963	16.62%
June 30, 2020	$ 65,059,491	$ 65,059,491	$ -	$ 414,920,223	15.68%
June 30, 2019	$ 63,710,358	$ 63,710,358	$ -	$ 406,316,058	15.68%
June 30, 2018	$ 65,402,518	$ 65,402,518	$ -	$ 400,750,722	16.32%
June 30, 2017	$ 57,698,763	$ 57,698,763	$ -	$ 393,579,555	14.66%
June 30, 2016	$ 54,463,409	$ 54,463,409	$ -	$ 387,364,218	14.06%

Changes of benefit terms – There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions – The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS board action are as follows:

- Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all
- Adjusted rates to better fit experience at each year age and service through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS
NONPROFESSIONAL EMPLOYEES
JUNE 30, 2025

Date	(a) Contractually Required Contributions	(b) Contributions in Relation to Contractually Required Contributions	(c) Contribution Deficiency (Excess) (a) - (b)	(d) Employer's Covered Payroll	(e) Contributions as a % of Covered Payroll (b) / (d)
June 30, 2025	$ 5,241,489	$ 5,241,489	$ -	$ 63,303,004	8.28%
June 30, 2024	$ 4,494,351	$ 4,494,351	$ -	$ 56,249,704	7.99%
June 30, 2023	$ 4,109,022	$ 4,109,022	$ -	$ 51,427,059	7.99%
June 30, 2022	$ 3,629,076	$ 3,629,076	$ -	$ 45,137,761	8.04%
June 30, 2021	$ 3,404,642	$ 3,404,642	$ -	$ 42,346,298	8.04%
June 30, 2020	$ 2,928,810	$ 2,928,810	$ -	$ 43,518,726	6.73%
June 30, 2019	$ 2,885,329	$ 2,885,329	$ -	$ 42,872,651	6.73%
June 30, 2018	$ 2,969,741	$ 2,969,741	$ -	$ 42,303,998	7.02%
June 30, 2017	$ 2,956,311	$ 2,956,311	$ -	$ 42,112,697	7.02%
June 30, 2016	$ 3,857,605	$ 3,857,605	$ -	$ 42,344,732	9.11%

Changes of benefit terms – There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions – The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Update to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age
- Adjusted rates to better fit experience at each year age and service through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
OTHER POSTEMPLOYMENT BENEFITS – RETIREE HEALTH
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
JUNE 30, 2025

	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
Total OPEB Liability					
Service Cost	$ 1,616,771	$ 1,399,597	$ 2,072,937	$ 2,049,213	$ 1,934,661
Interest on Total OPEB Liability	7,205,462	6,870,091	5,812,560	5,360,537	5,305,457
Effect of Economic/Demographic Gains or (Losses)	-	(11,286,206)	13,394,219	7,289,849	-
Effect of Assumption Changes or Inputs	-	16,251,080	3,487,727	(584,251)	-
Benefit Payments	(8,445,375)	(8,143,732)	(7,514,976)	(6,864,988)	(6,160,668)
Net Change in Total OPEB Liability	376,858	5,090,830	17,252,467	7,250,360	1,079,450
Total OPEB Liability, Beginning	113,392,703	108,301,873	91,049,406	83,799,046	82,719,596
Total OPEB Liability, Ending (a)	$113,769,561	$113,392,703	$108,301,873	$ 91,049,406	$ 83,799,046
Fiduciary Net Position					
Employer Contributions	$ 8,445,375	$ 8,143,732	$ 7,514,976	$ 6,864,988	$ 6,160,668
Net Investment Income	4,138,117	4,054,762	3,032,165	(4,047,045)	10,143,922
Investment Gains or Losses	-	-	-	-	-
Benefit Payments	(8,445,375)	(8,143,732)	(7,514,976)	(6,864,988)	(6,160,668)
Administrative Expenses	(28,909)	(28,130)	(27,865)	(31,102)	(29,042)
Net Change in Fiduciary Net Position	4,109,208	4,026,632	3,004,300	(4,078,147)	10,114,880
Fiduciary Net Position, Beginning	46,810,838	42,784,206	39,779,906	43,858,053	33,743,173
Fiduciary Net Position, Ending (b)	$ 50,920,046	$ 46,810,838	$ 42,784,206	$ 39,779,906	$ 43,858,053
Net OPEB Liability, Ending (a) - (b)	$ 62,849,515	$ 66,581,865	$ 65,517,667	$ 51,269,500	$ 39,940,993
Fiduciary Net Position as a % of Total OPEB Liability	44.76%	41.28%	39.50%	43.69%	52.34%
Covered Payroll	$563,813,011	$563,813,011	$481,013,873	$481,013,873	$466,464,228
Net OPEB Liability as a % of Covered Payroll	11.15%	11.81%	13.62%	10.66%	8.56%

(continued)

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required and until a 10-year trend is complied, OPEB plans should present information for those years for which information is available.

This schedule is presented using the optional format of combining the required schedules as required by GAAP.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
OTHER POSTEMPLOYMENT BENEFITS – RETIREE HEALTH
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
JUNE 30, 2025

(continued)

	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB Liability				
Service Cost	$ 2,566,620	$ 2,429,766	$ 1,239,627	$ 1,529,672
Interest on Total OPEB Liability	6,616,759	6,508,729	5,027,382	4,928,893
Effect of Economic/Demographic Gains or (Losses)	2,340,909	-	1,400,273	-
Effect of Assumption Changes or Inputs	(22,674,032)	3,705,597	20,370,070	-
Benefit Payments	(5,945,243)	(6,650,666)	(6,679,101)	(5,661,710)
Net Change in Total OPEB Liability	(17,094,987)	5,993,426	21,358,251	796,855
Total OPEB Liability, Beginning	99,814,583	93,821,157	72,462,906	71,666,051
Total OPEB Liability, Ending (a)	$ 82,719,596	$ 99,814,583	$ 93,821,157	$ 72,462,906
Fiduciary Net Position				
Employer Contributions	$ 6,950,743	$ 6,650,666	$ 7,369,401	$ 5,661,710
Net Investment Income	2,096,210	2,126,862	1,922,273	3,098,316
Investment Gains or Losses	(1,099,110)	(729,008)	675,431	-
Benefit Payments	(5,945,243)	(6,650,666)	(6,679,101)	(5,661,710)
Administrative Expenses	(27,508)	(26,592)	(25,409)	(24,357)
Net Change in Fiduciary Net Position	1,975,092	1,371,262	3,262,595	3,073,959
Fiduciary Net Position, Beginning	31,768,081	30,396,819	27,134,224	24,060,265
Fiduciary Net Position, Ending (b)	$ 33,743,173	$ 31,768,081	$ 30,396,819	$ 27,134,224
Net OPEB Liability, Ending (a) - (b)	$ 48,976,423	$ 68,046,502	$ 63,424,338	$ 45,328,682
Fiduciary Net Position as a % of Total OPEB Liability	40.79%	31.83%	32.40%	37.45%
Covered Payroll	$466,464,228	$444,517,100	$444,517,100	$426,884,300
Net OPEB Liability as a % of Covered Payroll	10.50%	15.31%	14.27%	10.62%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required and until a 10-year trend is complied, OPEB plans should present information for those years for which information is available.

This schedule is presented using the optional format of combining the required schedules as required by GAAP.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
OTHER POSTEMPLOYMENT BENEFITS – RETIREE HEALTH
SCHEDULE OF ANNUAL CONTRIBUTIONS
LAST TEN FISCAL YEARS
JUNE 30, 2025

Fiscal Year Ending June 30	Actuarially Determined Contribution	Actual Employer Contribution*	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2016	$4,462,800	$ 5,748,000	$ (1,285,200)	$ 426,884,300	1.35%
2017	$4,542,400	$ 5,661,710	$ (1,119,310)	$ 426,884,300	1.33%
2018	$7,369,400	$ 7,369,400	$ -	$ 444,517,100	1.66%
2019	$7,656,200	$ 6,650,700	$ 1,005,500	$ 444,517,100	1.50%
2020	$5,704,500	$ 6,950,743	$ (1,246,243)	$ 466,464,228	1.49%
2021	$5,835,800	$ 6,160,668	$ (324,868)	$ 466,464,228	1.32%
2022	$5,942,500	$ 6,864,988	$ (922,488)	$ 481,013,873	1.43%
2023	$7,437,500	$ 7,514,976	$ (77,476)	$ 481,013,873	1.56%
2024	$7,627,700	$ 8,143,732	$ (516,032)	$ 563,813,011	1.44%
2025	$7,838,400	$ 8,445,375	$ (606,975)	$ 563,813,011	1.50%

**Employer contributions include trust contributions and explicit subsidy payment directly to retirees from the School Board's own resources. They also include estimate subsidy payments for retirees from the School Board's own resources.*

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
OTHER POSTEMPLOYMENT BENEFITS – RETIREE HEALTH
SCHEDULE OF ANNUAL CONTRIBUTIONS
LAST TEN FISCAL YEARS
JUNE 30, 2025

Valuation Timing:

Actuarial valuations for OPEB funding purposes are performed biennially as of January 1.
The most recent valuation was performed as of January 1, 2024.

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar, Closed
Amortization Period	21 Years Remaining as of January 1, 2025
Asset Valuation Method	Five-year asset smoothing; Actuarial value of assets will equal fair value for applicable year less amounts deferred through the recognition over five years of the annual difference between actual and expected fair value of assets.
Inflation	2.50%
Salary Increases	Inflation rate of 2.50%; productivity component 1.00%; and a variable merit component that is dependent on years of service.
Discount Rate	6.50%
Age Related Claims Costs	Age related medical claims cost assumptions for retirees based on recent retiree claims experience. Based on retiree population size and claim patterns during calendar years 2022 through 2023, assigned one third credibility to calendar year 2022 and remaining two thirds to calendar year 2023 retiree and dependent claims.
Healthcare Cost Trend Rates	Assumption changed from 7.50% in 2024, 6.60% in 2025, 5.60% in 2025, then grading to an to an ultimate rate of 3.90% in 2074. These healthcare trend rates are consistent with information from the Getzen Trend Model, Milliman's Healthe Cost Guidelines and actuarial judgment.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
OTHER POSTEMPLOYMENT BENEFITS – RETIREE HEALTH
SCHEDULE OF INVESTMENT RETURNS
LAST TEN FISCAL YEARS
JUNE 30, 2025

Fiscal Year Ending June 30	Net Money-Weighted Rate of Return
2017	12.89%
2018	9.56%
2019	4.60%
2020	3.04%
2021	30.08%
2022	-9.23%
2023	7.63%
2024	9.48%
2025	8.84%

Notes to Schedule:

This schedule is intended to show information for 10 years. The first year for this presentation is 2017; additional years will be presented as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
HEALTH INSURANCE CREDIT PROGRAM (HIC) – POLITICAL SUBDIVISION
LAST TEN FISCAL YEARS
JUNE 30, 2025

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Total HIC OPEB Liability					
Service Cost	$ 42,486	$ 43,751	$ 58,118	$ 63,751	$ -
Interest on Total OPEB Liability	259,201	429,451	390,927	354,375	-
Changes of Benefit Terms	-	-	-	-	5,249,993
Difference between actual and expected experience	(495,619)	(2,817,220)	(167,281)	-	-
Change in Assumptions	-	-	475,946	149,910	-
Benefit Payments	(177,890)	(175,968)	(169,274)	-	-
Net Change in Total HIC OPEB Liability	(371,822)	(2,519,986)	588,436	568,036	5,249,993
Total HIC OPEB Liability, Beginning	3,886,479	6,406,465	5,818,029	5,249,993	0
Total HIC OPEB Liability, Ending (a)	$ 3,514,657	$ 3,886,479	$ 6,406,465	$ 5,818,029	$ 5,249,993
Fiduciary Net Position					
Employer Contributions	$ 650,062	$ 585,631	$ 430,973	$ 400,904	$ -
Net Investment Income	134,998	62,476	(5,734)	47,594	-
Benefit Payments	(177,890)	(175,968)	(169,274)	-	-
Administrative Expenses	(2,114)	(1,676)	(1,280)	(1,754)	-
Other	-	235	4,151	-	-
Net Change in Fiduciary Net Position	605,056	470,698	258,836	446,744	-
Fiduciary Net Position, Beginning	1,176,278	705,580	446,744	-	-
Fiduciary Net Position, Ending (b)	$ 1,781,334	$ 1,176,278	$ 705,580	$ 446,744	$ -
Net HIC OPEB Liability, Ending (a) - (b)	$ 1,733,323	$ 2,710,201	$ 5,700,885	$ 5,371,285	$ 5,249,993
Fiduciary Net Position as a % of Total OPEB HIC Liability	50.68%	30.27%	11.01%	7.68%	0.00%
Covered Payroll	$ 63,738,321	$ 57,416,545	$ 49,466,229	$ 46,018,028	$ -
Net HIC OPEB Liability as a % of Covered Payroll	2.72%	4.72%	11.52%	11.67%	N/A

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required and until a 10-year trend is complied, OPEB plans should present information for those years for which information is available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
HEALTH INSURANCE CREDIT PROGRAM (HIC)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

Health Insurance Credit Program - Teacher

	2024	2023	2022	2021	2020
Employer's Proportion of the Net HIC OPEB Liability	4.73849%	4.64345%	4.73288%	4.80573%	4.87922%
Employer's Proportionate Share of the Net HIC OPEB Liability	$ 54,760,265	$ 56,251,561	$ 59,115,873	$ 61,684,868	$ 63,650,230
Employer's Covered Payroll	$ 507,674,183	$ 463,002,968	$ 441,111,818	$ 425,016,085	$ 427,749,309
Employer's Proportionate Share of the Net HIC OPEB Liability as a Percentage of its Covered Payroll	10.79%	12.15%	13.40%	14.51%	14.88%
Plan Fiduciary Net Position as a Percentage of the Total HIC OPEB Liability	21.82%	17.09%	15.08%	13.15%	9.95%

(continued)

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
HEALTH INSURANCE CREDIT PROGRAM (HIC)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

(continued)

Health Insurance Credit Program - Teacher	2019	2018	2017
Employer's Proportion of the Net HIC OPEB Liability	4.96761%	5.04954%	5.06312%
Employer's Proportionate Share of the Net HIC OPEB Liability	$ 65,030,846	$ 64,113,000	$ 64,231,000
Employer's Covered Payroll	$ 416,667,852	$ 408,375,692	$399,582,254
Employer's Proportionate Share of the Net HIC OPEB Liability as a Percentage of its Covered Payroll	15.61%	15.70%	16.07%
Plan Fiduciary Net Position as a Percentage of the Total HIC OPEB Liability	8.97%	8.08%	7.04%

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
GROUP LIFE INSURANCE PROGRAM (GLI)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

Group Life Insurance Program - Teachers	2024	2023	2022	2021	2020
Employer's Proportion of the Net GLI OPEB Liability	1.98313%	1.97218%	2.03441%	2.06530%	2.08728%
Employer's Proportionate Share of the Net GLI OPEB Liability	$ 22,130,185	$ 23,652,620	$ 24,496,258	$ 24,045,696	$ 34,833,286
Employer's Covered Payroll	$ 509,198,060	$ 464,553,956	$ 442,535,190	$ 426,407,218	$429,568,184
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	4.35%	5.09%	5.54%	5.64%	8.11%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	73.41%	69.30%	67.21%	67.45%	52.64%
Group Life Insurance Program - Political Subdivision					
Employer's Proportion of the Net GLI OPEB Liability	0.25039%	0.24585%	0.22892%	0.22524%	0.23282%
Employer's Proportionate Share of the Net GLI OPEB Liability	$ 2,794,157	$ 2,948,512	$ 2,756,418	$ 2,622,404	$ 3,885,384
Employer's Covered Payroll	$ 64,290,045	$ 57,910,661	$ 49,796,398	$ 46,503,477	$ 47,915,825
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	4.35%	5.09%	5.54%	5.64%	8.11%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	73.41%	69.30%	67.21%	67.45%	52.64%

(continued)

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
GROUP LIFE INSURANCE PROGRAM (GLI)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

(continued)

Group Life Insurance Program - Teachers	2019	2018	2017
Employer's Proportion of the Net GLI OPEB Liability	2.13333%	2.15565%	2.17633%
Employer's Proportionate Share of the Net GLI OPEB Liability	$ 34,714,957	$ 32,738,000	$ 32,750,000
Employer's Covered Payroll	$418,203,923	$ 409,891,865	$ 401,432,134
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	8.30%	7.99%	8.16%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	52.00%	51.22%	48.86%
Group Life Insurance Program - Political Subdivision			
Employer's Proportion of the Net GLI OPEB Liability	0.23547%	0.23729%	0.24033%
Employer's Proportionate Share of the Net GLI OPEB Liability	$ 3,831,723	$ 3,604,000	$ 3,617,000
Employer's Covered Payroll	$ 46,160,454	$ 45,120,109	$ 44,330,131
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	8.30%	7.99%	8.16%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	52.00%	51.22%	48.86%

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
VIRGINIA LOCAL DISABILITY PROGRAM (VLDP)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

Virginia Local Disability Program - Teachers	2024	2023	2022	2021	2020
Employer's Proportion of the Net VLDP OPEB Liability	17.97891%	17.73122%	17.43607%	17.50814%	17.32958%
Employer's Proportionate Share of the Net VLDP OPEB Liability(Asset)	$ (161,076)	$ 117,722	$ (19,604)	$ (123,258)	$ 139,032
Employer's Covered Payroll	$194,019,780	$165,580,452	$140,335,596	$117,813,537	$102,504,393
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	-0.08%	0.07%	-0.01%	-0.10%	0.14%
Plan Fiduciary Net Position as a Percentage of the Total Teacher VLDP OPEB Liability	107.03%	93.77%	101.57%	114.46%	78.28%
Virginia Local Disability Program - Political Subdivision					
Employer's Proportion of the Net VLDP OPEB Liability	4.54194%	4.61706%	4.44580%	4.35422%	4.54891%
Employer's Proportionate Share of the Net VLDP OPEB Liability(Asset)	$ (163,848)	$ (74,288)	$ (26,139)	$ (44,077)	$ 45,409
Employer's Covered Payroll	$ 35,129,142	$ 28,259,774	$ 20,828,092	$ 17,491,581	$ 16,950,791
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	-0.47%	-0.26%	-0.13%	-0.25%	0.27%
Plan Fiduciary Net Position as a Percentage of the Total Political Subdivision VLDP OPEB Liabili	129.49%	116.89%	107.99%	119.59%	76.84%

(continued)

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY
VIRGINIA LOCAL DISABILITY PROGRAM (VLDP)
FOR THE MEASUREMENT DATES OF JUNE 30, 2017 through 2024

(continued)

Virginia Local Disability Program - Teachers

	2019	2018	2017
Employer's Proportion of the Net VLDP OPEB Liability	16.94127%	16.82241%	16.44512%
Employer's Proportionate Share of the Net VLDP OPEB Liability(Asset)	$ 98,486	$ 127,000	$ 98,000
Employer's Covered Payroll	$ 81,239,317	$ 62,725,531	$ 46,408,200
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	0.12%	0.20%	0.21%
Plan Fiduciary Net Position as a Percentage of the Total Teacher VLDP OPEB Liability	74.12%	46.18%	31.96%

Virginia Local Disability Program - Political Subdivision

Employer's Proportion of the Net VLDP OPEB Liability	4.62460%	4.93874%	5.20662%
Employer's Proportionate Share of the Net VLDP OPEB Liability(Asset)	$ 93,686	$ 38,000	$ 30,000
Employer's Covered Payroll	$ 14,290,947	$ 11,991,585	$ 9,560,850
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	0.66%	0.32%	0.31%
Plan Fiduciary Net Position as a Percentage of the Total Political Subdivision VLDP OPEB Liabili	49.19%	51.39%	38.40%

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2024 is the eighth year for this presentation, there are only eight years available. However, additional years will be included as they become available.

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
LAST TEN FISCAL YEARS
JUNE 30, 2025

Health Insurance Credit Program - Teacher

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$6,271,703	$ 6,271,703	$ -	$ 518,353,185	1.21%
2024	$6,150,231	$ 6,150,231	$ -	$ 507,674,183	1.21%
2023	$5,603,990	$ 5,603,990	$ -	$ 463,002,968	1.21%
2022	$5,398,393	$ 5,398,393	$ -	$ 441,111,818	1.22%
2021	$5,143,628	$ 5,143,628	$ -	$ 425,016,085	1.21%
2020	$5,148,298	$ 5,148,298	$ -	$ 427,749,309	1.20%
2019	$4,996,970	$ 4,996,970	$ -	$ 416,667,852	1.20%
2018	$5,023,021	$ 5,023,021	$ -	$ 408,375,692	1.23%
2017	$4,914,862	$ 4,435,363	$ 479,499	$ 399,582,254	1.11%
2016	$4,609,056	$ 4,140,339	$ 468,717	$ 390,598,006	1.06%

Health Insurance Credit Program - Political Subdivision

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$ 684,852	$ 684,852	$ -	$ 66,168,568	1.04%
2024	$ 650,062	$ 650,062	$ -	$ 63,738,321	1.02%
2023	$ 588,631	$ 588,631	$ -	$ 57,416,545	1.03%
2022	$ 430,973	$ 430,973	$ -	$ 49,466,229	0.87%
2021	$ 400,904	$ 400,904	$ -	$ 46,081,028	0.87%

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
LAST TEN FISCAL YEARS
JUNE 30, 2025

Notes to Schedule:

This schedule is intended to show information for 10 years. Since 2025 is the fifth year the School Board had employees eligible for HIC – Political Subdivision, there are only five years available. However, additional years will be included as they become available.

Changes of benefit terms: There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions: The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Updated Mortality Rates to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted retirement rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all
- Adjusted withdrawal rates to better fit experience at each age and service decrement through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
LAST TEN FISCAL YEARS
JUNE 30, 2025

Group Life Insurance Program - Teacher

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$2,443,560	$ 2,443,560	$ -	$ 519,997,019	0.47%
2024	$2,752,572	$ 2,752,572	$ -	$ 509,198,060	0.54%
2023	$2,509,214	$ 2,509,214	$ -	$ 464,553,956	0.54%
2022	$2,368,914	$ 2,368,914	$ -	$ 442,535,190	0.54%
2021	$2,302,569	$ 2,302,569	$ -	$ 426,407,218	0.54%
2020	$2,257,910	$ 2,257,910	$ -	$ 429,568,184	0.52%
2019	$2,189,610	$ 2,189,610	$ -	$ 418,203,923	0.52%
2018	$2,131,438	$ 2,131,438	$ -	$ 409,891,865	0.52%
2017	$2,087,447	$ 2,087,447	$ -	$ 401,432,134	0.52%
2016	$2,079,432	$ 1,883,259	$ 196,173	$ 392,345,632	0.48%

Group Life Insurance Program - Political Subdivision

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$ 309,417	$ 309,417	$ -	$ 66,721,124	0.46%
2024	$ 347,170	$ 347,170	$ -	$ 64,290,045	0.54%
2023	$ 312,721	$ 312,721	$ -	$ 57,910,661	0.54%
2022	$ 268,726	$ 268,726	$ -	$ 49,796,398	0.54%
2021	$ 251,112	$ 251,112	$ -	$ 46,503,477	0.54%
2020	$ 250,065	$ 250,065	$ -	$ 47,915,825	0.52%
2019	$ 241,899	$ 241,899	$ -	$ 46,160,454	0.52%
2018	$ 234,625	$ 234,625	$ -	$ 45,120,109	0.52%
2017	$ 230,517	$ 230,517	$ -	$ 44,330,131	0.52%
2016	$ 231,831	$ 209,960	$ 21,871	$ 43,741,730	0.48%

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
LAST TEN FISCAL YEARS
JUNE 30, 2025

Notes to Schedule:

Changes of benefit terms: There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions: The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Updated Mortality Rates to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted retirement rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age from 75 to 80 for all
- Adjusted withdrawal rates to better fit experience at each age and service decrement through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
FOR THE YEARS ENDED JUNE 30, 2014 THROUGH
JUNE 30, 2025

Virginia Local Disability Program - Teacher

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$ 943,502	$ 943,502	$ -	$ 210,116,289	0.45%
2024	$ 913,923	$ 913,923	$ -	$ 194,019,780	0.47%
2023	$ 778,254	$ 778,254	$ -	$ 165,580,452	0.47%
2022	$ 659,550	$ 659,550	$ -	$ 140,335,596	0.47%
2021	$ 553,806	$ 553,806	$ -	$ 117,813,537	0.47%
2020	$ 423,008	$ 423,008	$ -	$ 102,504,393	0.41%
2019	$ 333,074	$ 333,074	$ -	$ 81,239,317	0.41%
2018	$ 194,449	$ 194,449	$ -	$ 62,725,531	0.31%
2017	$ 143,865	$ 143,865	$ -	$ 46,408,200	0.31%
2016	$ 80,152	$ 80,152	$ -	$ 27,638,756	0.29%

Virginia Local Disability Program - Political Subdivision

Fiscal Year Ending June 30	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2025	$ 290,871	$ 290,871	$ -	$ 39,349,222	0.74%
2024	$ 298,601	$ 298,601	$ -	$ 35,129,142	0.85%
2023	$ 240,208	$ 240,208	$ -	$ 28,259,774	0.85%
2022	$ 172,623	$ 172,623	$ -	$ 20,828,092	0.83%
2021	$ 145,229	$ 145,229	$ -	$ 17,491,581	0.83%
2020	$ 122,065	$ 122,065	$ -	$ 16,950,791	0.72%
2019	$ 102,908	$ 102,908	$ -	$ 14,290,947	0.72%
2018	$ 71,950	$ 71,950	$ -	$ 11,991,585	0.60%
2017	$ 57,365	$ 57,365	$ -	$ 9,560,850	0.60%
2016	$ 40,146	$ 40,146	$ -	$ 6,691,000	0.60%

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB)
LAST TEN FISCAL YEARS
JUNE 30, 2025

Notes to Schedule:

Changes of benefit terms There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions: The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Updated Mortality Rates to PUB2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
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- Adjusted withdrawal rates to better fit experience at each age and service decrement through 9 years of service
- No change to disability rates
- No change to salary scale
- No change to discount rate

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property					
Rents	$ 300,000	$ 300,000	$ 365,117	$ 65,117	$ 334,400
Charges for Services					
Tuition and Educational Fees	$ 871,000	$ 871,000	$ 1,120,957	$ 249,957	$ 928,150
Miscellaneous Revenues					
Sale of Salvage	$ 75,000	$ 75,000	$ 46,716	$ (28,284)	$ 96,481
Insurance Proceeds	-	-	47,731	47,731	-
Donations	-	-	9,249	9,249	-
Miscellaneous	126,000	126,000	318,004	192,004	222,260
Indirect Costs	600,000	600,000	1,128,332	528,332	1,073,357
Athletics	559,000	559,000	892,823	333,823	724,361
Instructional Technology	-	-	1,660,980	1,660,980	806,937
Lost, Damaged, Stolen Technology	150,000	150,000	421,122	271,122	345,449
SECEP CIP	-	-	-	-	1,500,000
Other Rebates	-	-	400,000	400,000	-
Stop Arm Enforcement	1,200,000	1,200,000	198,262	(1,001,738)	1,053,162
Total Miscellaneous Revenues	$ 2,710,000	$ 2,710,000	$ 5,123,219	$ 2,413,219	$ 5,822,007
From Local Government					
City - General Fund	$ 479,364,396	$ 479,364,396	$ 441,269,816	$ (38,094,580)	$ 435,044,933
City - School Reserve Fund	-	-	-	-	333,591
City for Consolidated Benefits Office	735,538	735,538	735,538	-	735,538
Total From Local Government	$ 480,099,934	$ 480,099,934	$ 442,005,354	$ (38,094,580)	$ 436,114,062
From Commonwealth					
Basic Aid	$ 240,033,963	$ 232,926,033	$ 231,430,357	$ (1,495,676)	$ 204,051,071
Reimbursement-Social Security	12,965,722	12,524,961	12,519,490	(5,471)	11,327,663
Reimbursement-Retirement	27,878,139	26,886,426	26,874,682	(11,744)	26,431,213
Reimbursement-Life Insurance	918,252	771,332	770,995	(337)	785,086
Remedial Education	5,987,005	-	-	-	4,822,668
Remedial Education-Summer School	419,301	419,301	187,623	(231,678)	313,300
Special Education	23,213,417	23,213,417	23,203,277	(10,140)	19,178,518
Special Education-Regional Program	5,827,319	5,827,319	4,980,268	(847,051)	5,312,665
Special Education-Homebound	214,870	214,870	171,473	(43,397)	128,229
Special Education-Foster Children	-	-	413,174	413,174	230,469
Foster Home Children	434,644	434,644	84,049	(350,595)	206,422
Vocational	2,424,186	2,424,186	2,423,127	(1,059)	2,168,331
Vocational-Occupational/Tech.	392,637	392,637	226,240	(166,397)	227,819
Sales Tax	91,663,766	88,878,833	91,643,485	2,764,652	90,678,103
Class Size Initiative	6,265,277	6,263,870	6,165,541	(98,329)	5,380,957
At-Risk Initiative	14,773,381	26,239,445	26,229,435	(10,010)	10,395,848
English as a Second Language	2,622,476	3,015,653	4,257,452	1,241,799	2,148,286
Supplemental Lottery per Pupil Alloc.	14,970,031	16,338,486	16,385,088	46,602	15,137,938
Salary Supplement	2,628,789	8,855,801	8,886,428	30,627	30,049,095
Gifted and Talented Aid	2,313,996	2,313,996	2,312,985	(1,011)	2,056,176
Other State Funds	-	14,158,472	20,416,050	6,257,578	22,803,673
Total From Commonwealth	$ 455,947,171	$ 472,099,682	$ 479,581,219	$ 7,481,537	$ 453,833,530
From Federal Government					
Public Law 874	$ 7,489,766	$ 7,489,766	$ 8,744,086	$ 1,254,320	$ 12,549,925
Public Law 874-Special Education	837,638	837,638	1,130,814	293,176	1,431,369
Dept of the Navy-NJROTC	225,481	225,481	376,136	150,655	326,957
Department of Defense	2,247,062	2,247,062	2,829,509	582,447	3,385,722
Dept of Defense-Special Education	1,771,877	1,771,877	1,912,374	140,497	2,313,880
Medicaid Reimbursement	1,715,818	1,715,818	2,196,116	480,298	1,874,578

(continued)

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

(continued)

	Original Budget	Final Budget	Actual	Variance	2024 Actual
Medicaid Reimbursement-Transportation	$ 212,358	$ 212,358	$ 68,012	$ (144,346)	$ 43,998
Other Federal Funds	-	-	292	292	333
Total From Federal Government	$ 14,500,000	$ 14,500,000	$ 17,257,339	$ 2,757,339	$ 21,926,762
Total Revenues	$ 954,428,105	$ 970,580,616	$ 945,453,205	$ (25,127,411)	$ 918,958,911
EXPENDITURES					
Instruction					
Elementary Classroom	$ 189,656,405	$ 192,896,961	$ 192,166,371	$ 730,590	$ 185,802,596
Middle School Classroom	68,976,499	69,666,611	68,742,854	923,757	69,725,361
Senior High Classroom	92,830,761	94,085,961	93,745,119	340,842	94,488,630
Special Education	116,893,015	118,419,719	114,633,703	3,786,016	111,975,221
Technical and Career Education	21,265,415	21,006,007	20,309,879	696,128	20,463,898
Gifted Education and Academy Programs	18,458,424	18,747,241	18,565,247	181,994	18,175,116
Alternative Education - Renaissance	7,155,444	7,151,480	6,964,957	186,523	6,660,474
Remedial Education	13,423,942	13,213,810	11,849,271	1,364,539	10,067,682
Summer School	1,868,683	1,477,683	1,106,121	371,562	1,202,328
General Adult Education	2,393,936	2,502,344	2,480,577	21,767	2,310,781
Guidance Services	24,613,537	25,021,615	25,004,820	16,795	23,772,295
Student Services	889,056	911,568	899,390	12,178	878,347
Social Work Services	5,507,448	6,294,551	6,049,137	245,414	4,770,458
Homebound Services	284,138	160,158	137,408	22,750	197,432
Teaching and Learning	14,418,940	15,268,423	14,786,234	482,189	14,520,451
Instructional Professional Growth & Innovation	1,552,956	1,329,579	1,165,324	164,255	1,382,165
Opportunity & Achievement	585,432	686,785	676,973	9,812	633,823
Student Leadership	2,296,291	2,211,282	1,947,194	264,088	2,083,560
School Leadership	2,169,276	2,101,371	1,915,085	186,286	2,012,263
Student Activities	4,419,690	4,490,560	4,458,795	31,765	4,228,421
Student Athletics	5,837,224	5,699,164	5,583,986	115,178	5,733,978
Special Education Support	5,716,645	5,464,835	4,946,727	518,108	5,543,498
Technical and Career Ed. Support	1,359,642	1,448,829	1,423,539	25,290	1,245,875
Gifted Educ. & Academy Programs Support	2,921,210	3,005,376	2,686,743	318,633	2,679,471
Alternative Education Support	3,216,670	3,836,930	3,818,492	18,438	2,925,591
Media Services Support	15,806,749	16,004,969	15,659,023	345,946	15,538,931
Office/Principal - Elementary	32,282,467	32,957,114	32,231,475	725,639	31,634,084
Office/Principal - Middle Schools	13,325,276	13,644,659	13,331,947	312,712	13,259,650
Office/Principal - Senior High	14,207,671	15,015,093	14,941,216	73,877	14,281,964
Office/Principal - Tech & Career	808,631	822,794	791,078	31,716	776,615
Green Run Collegiate Public Charter	4,497,286	4,602,286	4,240,099	362,187	4,177,678
Total Instruction	$ 689,638,759	$ 700,145,758	$ 687,258,784	$ 12,886,974	$ 673,148,637
Admin, Attendance, & Health					
Board & Governmental Services	$ 493,523	$ 561,110	$ 525,063	$ 36,047	$ 553,357
Legal Services	1,414,660	1,198,748	1,196,639	2,109	1,212,133
Office of the Superintendent	1,224,350	1,294,696	1,195,613	99,083	1,195,530
Communications & Community Engagement	2,703,127	2,810,696	2,692,139	118,557	2,415,682
Department of Human Resources	5,701,473	7,009,931	6,691,840	318,091	5,490,982
Professional Growth & Innovation	1,149,542	1,115,138	1,088,494	26,644	1,097,908
Consolidated Benefits Office	2,823,546	2,947,827	2,850,091	97,736	2,487,288
Planning Innovation & Accountability	2,711,239	2,381,697	2,153,362	228,335	2,184,950
Department of Budget & Finance	5,867,662	5,990,284	5,733,201	257,083	5,650,072
Risk Management	-	3,499	3,499	-	-
Internal Audit	571,261	580,433	570,566	9,867	555,607
Procurement Services	1,291,408	1,327,951	1,182,258	145,693	1,136,495
Health Services	9,822,626	9,628,531	9,498,572	129,959	9,146,711
Psychological Services	8,749,191	8,645,479	7,894,194	751,285	8,021,983
Audiological Services	552,366	555,629	553,558	2,071	516,790
Total Admin, Attendance, & Health	$ 45,075,974	$ 46,051,649	$ 43,829,089	$ 2,222,560	$ 41,665,488

(continued)

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

(continued)

	Original Budget	Final Budget	Actual	Variance	2024 Actual
Pupil Transportation					
Transportation Management	$ 3,692,773	$ 3,671,288	$ 3,386,740	$ 284,548	$ 3,368,091
Vehicle Operations	27,207,010	32,486,501	31,459,301	1,027,200	31,414,747
Vehicle Operations - Special Education	9,345,372	10,296,460	9,167,634	1,128,826	9,112,230
Monitoring Services - Special Education	4,394,408	3,822,689	3,255,146	567,543	3,129,269
Vehicle Maintenance	4,819,118	4,652,252	4,547,381	104,871	4,181,978
Green Run Collegiate Public Charter	336,578	336,578	306,102	30,476	121,942
Total Pupil Transportation	$ 49,795,259	$ 55,265,768	$ 52,122,304	$ 3,143,464	$ 51,328,257
Operations and Maintenance					
School Division Services	$ 355,627	$ 361,016	$ 359,491	$ 1,525	$ 346,046
Facilities and Maintenance Services	52,208,484	57,086,946	54,026,892	3,060,054	57,006,984
Custodial Services	37,881,940	37,596,635	34,567,912	3,028,723	34,127,543
Grounds Services	5,444,060	5,444,060	5,444,060	-	5,444,060
Vehicle Services	1,763,196	1,623,917	1,175,347	448,570	1,761,005
Security & Emergency Management	12,953,723	13,495,840	13,396,594	99,246	11,937,345
Distribution Services	2,123,890	2,256,394	2,222,531	33,863	2,050,355
Telecommunications	1,389,233	1,251,932	1,177,050	74,882	1,275,692
Student Athletics	530,364	779,364	861,568	(82,204)	215,558
Total Operations & Maintenance	$ 114,650,517	$ 119,896,104	$ 113,231,445	$ 6,664,659	$ 114,164,588
Technology					
Instruction	$ 22,585,699	$ 25,246,896	$ 21,546,723	$ 3,700,173	$ 17,790,887
Admin, Attendance & Health	3,107,963	3,225,838	3,112,108	113,730	3,159,527
Pupil Transportation	478,328	585,469	1,129,451	(543,982)	409,181
Operations and Maintenance	18,990,640	19,776,567	18,831,705	944,862	18,138,997
Green Run Collegiate Public Charter	39,387	39,387	41,286	(1,899)	28,436
Total Technology	$ 45,202,017	$ 48,874,157	$ 44,661,273	$ 4,212,884	$ 39,527,028
Total Expenditures	$ 944,362,526	$ 970,233,436	$ 941,102,895	$ 29,130,541	$ 919,833,998
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ 10,065,579	$ 347,180	$ 4,350,310	$ 4,003,130	$ (875,087)
OTHER FINANCING SOURCES (USES)					
Transfers Out	$ (11,465,579)	$ (11,724,685)	$ (6,094,054)	$ 5,630,631	$ (4,886,769)
Sale of Capital Assets	400,000	400,000	81,456	(318,544)	259,637
Total Other Financing Sources (Uses), net	$ (11,065,579)	$ (11,324,685)	$ (6,012,598)	$ 5,312,087	$ (4,627,132)
NET CHANGE IN FUND BALANCE	$ (1,000,000)	$ (10,977,505)	$ (1,662,288)	$ 9,315,217	$ (5,502,219)
FUND BALANCE - JULY 1	12,372,700	12,372,700	12,372,700	-	17,874,919
FUND BALANCE - JUNE 30	$ 11,372,700	$ 1,395,195	$ 10,710,412	$ 9,315,217	$ 12,372,700

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
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	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
Miscellaneous	$ 5,496,630	$ 6,318,488	$ 1,946,940	$ (4,371,548)	$ 1,671,136
From Commonwealth	40,460,106	35,734,217	20,398,050	(15,336,167)	15,770,067
From Federal Government	74,353,180	68,595,662	49,342,972	(19,252,690)	79,448,660
Contingency	10,000,000	14,608,870	-	(14,608,870)	-
Total Revenues	$ 130,309,916	$ 125,257,237	$ 71,687,962	$ (53,569,275)	$ 96,889,863
EXPENDITURES					
Instruction					
2 Revolutions FY20	$ -	$ 1,421	$ -	$ 1,421	$ -
ACSE-APCS Expansion	-	20,000	-	20,000	-
Adult Education & Family Literacy Act FY23	-	-	-	-	14,142
Adult Education & Family Literacy Act FY24	-	-	-	-	348,543
Adult Education & Family Literacy Act FY25	348,543	361,437	361,437	-	-
Advancing Computer Science Education FY24	-	58,870	55,228	3,642	-
Advancing Computer Science Education FY25	-	75,000	72,667	2,333	-
Algebra Readiness FY21	-	-	-	-	64,227
Algebra Readiness FY22	-	-	-	-	667,219
Algebra Readiness FY23	448,845	698,188	698,188	-	141,507
Algebra Readiness FY24	997,620	966,957	75,150	891,807	-
Algebra Readiness FY25	1,301,651	1,305,956	-	1,305,956	-
AP/IB.CE Exam Fee Reduction Program FY25	-	65,461	65,461	-	-
ARP Before & After School FY22	-	106,116	106,116	-	138,788
ARP Homeless II FY22	50,000	117,980	117,980	-	73,421
ARP Homess I FY22	-	3,555	3,555	-	11,555
ARP Unfinished Learning FY22	-	-	-	-	1,075,608
ARPA ESSER III FY21	5,408,503	3,474,068	3,474,068	-	15,559,576
Asia Society Confucius Classrooms Network FY13	-	-	-	-	991
Bayport Foundation FY23	-	-	-	-	242,943
Bayport Foundation FY24	75,000	83,246	19,640	63,606	7,364
Bayport Foundation FY25	60,000	60,000	-	60,000	-
Blueforge - TCEC Welding Lab FY23	835,000	812,583	725,542	87,041	22,417
Blueforge - TCEC Welding Lab FY24	835,000	-	-	-	-
Blueforge - TCEC Welding Lab FY25	-	779,043	-	779,043	-
C. Perkins Career & Tech. Act FY23	-	-	-	-	86,821
C. Perkins Career & Tech. Act FY24	-	11,898	11,898	-	708,818
C. Perkins Career & Tech. Act FY25	748,604	658,718	658,718	-	-
Career Switcher Progam Mentor FY24	-	-	-	-	5,400
Career Switcher Progam Mentor FY25	13,650	17,185	14,370	2,815	-
Corrections Ed & Other Institutionalized FY24	-	-	-	-	1,098
Corrections Ed & Other Institutionalized FY25	955	1,098	1,098	-	-
CRRSA Act ESSER II FY21	-	-	-	-	(449)
CTE Special State Equip Alloc FY24		-	-	-	1,025
DodEA Spanish Immersion FY23	-	-	-	-	81,568
DodEA Spanish Immersion FY24	45,771	17,942	17,942	-	201,576
DodEA Spanish Immersion FY25	222,328	203,775	189,205	14,570	-
DodEA WLARP FY24	486,140	499,838	93,564	406,274	11,429
Early Reading Intervention FY22	-	-	-	-	1,165,878
Early Reading Intervention FY23	1,448,219	1,733,754	1,733,754	-	936,888
Early Reading Intervention FY24	2,604,286	2,148,397	1,262,459	885,938	-
Early Reading Intervention FY25	2,483,456	3,072,951	-	3,072,951	-
ECSE Teacher Incentive FY24	-	-	-	-	27,554
Flexible Per Pupil Funding FY24	14,637,752	9,604,271	5,304,940	4,299,331	6,336,058
General Adult Education FY24	-	-	-	-	29,877
General Adult Education FY25	29,877	29,877	29,877	-	-
Hampton Roads Community Foundation FY24		-	-	-	47,495
Hampton Roads Community Foundation FY25		47,595	47,595	-	-
Hampton Roads Workforce Council - Stem (OSY) FY24	-	-	-	-	107,103
Hampton Roads Workforce Council - Stem (OSY) FY25	162,060	139,900	113,975	25,925	-
Hampton Roads Workforce Council ALC FY23	-	-	-	-	118,198
Hampton Roads Workforce Council ALC FY25	180,000	158,100	114,402	43,698	-
ISAEP FY24	-	-	-	-	56,843

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(continued)

	Original Budget	Final Budget	Actual	Variance	2024 Actual
ISAEP FY25	54,822	56,517	56,517	-	-
Jail Education Program FY23	-	-	-	-	113,543
Jail Education Program FY24	21,480	120,938	113,365	7,573	39,000
Jail Education Program FY25	110,881	172,602	40,058	132,544	-
Juvenile Detention Center FY23	-	-	-	-	862,328
Juvenile Detention Center FY24	783,420	1,110,108	1,065,939	44,169	327,606
Juvenile Detention Center FY25	335,752	447,299	411,898	35,401	-
McKinney Homeless FY23	-	-	-	-	8,339
McKinney Homeless FY24	22,513	20,881	20,881	-	68,819
McKinney Homeless FY25	89,584	84,703	56,301	28,402	-
Middle School Maritime Exploration FY 24	-	47,175	45,456	1,719	-
Middle School Maritime Exploration FY 25	-	69,789	66,482	3,307	-
MyCAA-ALC Program FY25	2,298	-	-	-	-
MyCAA-LPN Program FY25	1,000	-	-	-	-
National Board Certified Teachers Stipend FY24	-	-	-	-	345,000
National Board Certified Teachers Stipend FY25	345,000	393,960	388,555	5,405	-
National Math & Science Initiative (NMSI) FY24	-	-	-	-	18,824
New Teacher Mentor FY24	-	-	-	-	33,000
New Teacher Mentor FY25	34,768	27,918	27,918	-	-
NJROTC FY24	-	-	-	-	79,253
NJROTC FY25	109,744	94,188	94,188	-	-
NYLF Grief - Senitive Schools FY24	-	37,500	18,556	18,944	-
Post 9-11 GI Bill FY24	-	-	-	-	3,650
Post 9-11 GI Bill FY25	3,650	-	-	-	-
Pre-K - Grade 2 Active Learning FY23	-	-	-	-	1,523
Pre-K - Grade 2 Active Learning FY24	-	114	114	-	43,674
Preschool - IDEA Section 619 FY23	-	-	-	-	465,361
Preschool - IDEA Section 619 FY24	439,151	475,336	472,436	2,900	46,360
Preschool - IDEA Section 619 FY25	534,697	532,081	57,783	474,298	-
Project Graduation FY21	-	-	-	-	750
Project Graduation FY22	-	-	-	-	217
Project Graduation FY23	5,333	-	-	-	3,897
Project Graduation FY24	5,383	14,094	14,094	-	-
Project Graduation FY25	5,383	5,383	-	5,383	-
Project Hope City Wide SCA FY14	-	2,454	2,454	-	-
Race To GED FY24	-	-	-	-	46,539
Race To GED FY25	47,639	46,539	46,539	-	-
Recovery High School FY25	-	327,282	319	326,963	
School - Based Mental Health Services FY24	-	328,235	328,235	-	37,920
Startalk FY22	-	-	-	-	45,136
Startalk FY23	87,570	77,069	56,711	20,358	21,099
Startalk FY24	99,139	-	-	-	-
Startalk FY25	99,139	-	-	-	-
STEM Competition Team Initiative FY24	-	10,000	9,621	379	-
STEM Teacher Recruitment & Retention FY24	-	-	-	-	40,000
STEM Teacher Recruitment & Retention FY25	-	55,000	55,000	-	-
Title I Part A FY22	-	71,132	71,132	-	955,091
Title I Part A FY23	551,624	609,366	609,366	-	1,822,660
Title I Part A FY24	6,028,576	5,814,824	4,170,891	1,643,933	10,044,636
Title I Part A FY25	16,293,431	15,434,958	10,109,225	5,325,733	-
Title I Part D Subpart 1 FY20	-	4,966	4,966	-	-
Title I Part D Subpart 1 FY21	-	10,510	10,510	-	-
Title I Part D Subpart 1 FY22	-	-	-	-	10,583
Title I Part D Subpart 1 FY23	5,624	9,025	9,025	-	7,861
Title I Part D Subpart 1 FY24	19,000	15,500	6,672	8,828	-
Title I Part D Subpart 1 FY25	19,000	-	-	-	-
Title I Part D Subpart 2 FY21	-	-	-	-	1,275
Title I Part D Subpart 2 FY22	-	-	-	-	59,082
Title I Part D Subpart 2 FY23	-	10,012	10,012	-	170,430
Title I Part D Subpart 2 FY24	154,758	153,594	128,665	24,929	-
Title I Part D Subpart 2 FY25	154,758	175,015	-	175,015	-
Title II Part A FY21	-	-	-	-	4,249

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	Original Budget	Final Budget	Actual	Variance	2024 Actual
Title II Part A FY22	-	-	-	-	73,698
Title II Part A FY23	10,000	29,071	29,071	-	1,019,918
Title II Part A FY24	1,106,453	1,138,263	1,003,946	134,317	883,362
Title II Part A FY25	2,012,060	2,123,959	1,104,448	1,019,511	-
Title III Part A Language Acquisition FY22	-	-	-	-	5,055
Title III Part A Language Acquisition FY23	-	-	-	-	168,453
Title III Part A Language Acquisition FY24	196,906	212,844	192,240	20,604	4,949
Title III Part A Language Acquisition FY25	219,634	230,340	6,782	223,558	-
Title III Part A Immigrant & Youth FY24	23,506	20,108	-	20,108	-
Title III Part A Immigrant & Youth FY25	27,442	-	-	-	-
Title IV Part A FY21	-	-	-	-	25,793
Title IV Part A FY22	-	-	-	-	200,475
Title IV Part A FY23	62,823	63,040	63,040	-	637,076
Title IV Part A FY24	997,696	947,086	698,399	248,687	77,846
Title IV Part A FY25	1,026,184	1,180,467	13,907	1,166,560	-
Title IV Pell FY24	-	-	-	-	65,125
Title IV Pell FY25	50,060	75,260	75,260	-	-
Title VI-B IDEA Section 611 FY22	-	-	-	-	130,346
Title VI-B IDEA Section 611 FY23	167,928	224,571	224,571	-	5,132,077
Title VI-B IDEA Section 611 FY24	5,174,062	5,298,810	5,100,938	197,872	11,009,287
Title VI-B IDEA Section 611 FY25	16,317,985	16,129,758	11,178,002	4,951,756	-
Title VI-B IDEA Section 611 ARP FY22	-	-	-	-	1,549,179
Title VI-B IDEA Section 619 ARP FY22	-	-	-	-	46,127
United Way - Summer Enrichment FY23	-	1,057	1,057	-	88,909
United Way - Mentor & Enrichment FY24	-	182,261	177,446	4,815	1,379
United Way - Mentor & Enrichment FY25	-	173,730	28,674	145,056	-
VA Humanities Beneath the Surface FY21	-	-	-	-	4,905
VA Initiative At Risk Four Year Olds FY23	-	-	-	-	1,979,311
VA Initiative At Risk Four Year Olds FY24	2,115,000	2,167,940	2,167,940	-	5,263,213
VA Initiative At Risk Four Year Olds FY25	8,861,552	8,861,554	5,290,268	3,571,286	-
Virginia Opioid Abatement Individual FY25	-	20,000	-	20,000	-
Virginia Outdoors Foundation FY24	-	-	-	-	10,020
VFHY Fentanyl Activation Grant FY25	-	4,000	3,249	751	-
Contingency	10,000,000	14,608,870	-	14,608,870	-
Total Instruction	$ 108,257,668	$ 107,894,236	$ 61,307,951	$ 46,586,285	$ 72,395,689
Admin, Attendance & Health					
2 Revolutions FY20	$ -	$ 9,389	$ -	$ 9,389	$ 650
ARPA ESSER III FY21	2,076,425	129,687	129,687	-	694,225
CRRSA Act ESSER II FY21	-	-	-	-	1,080
Flexiable Per Pupil Funding FY24	-	251,625	-	251,625	-
Jail Education Program FY23	-	-	-	-	3,326
Jail Education Program FY24	-	9,107	1,421	7,686	840
Jail Education Program FY25	6,793	9,947	904	9,043	-
JUUL Labs FY24	500,000	1,496,429	-	1,496,429	-
Positive Behavior Interventions & Support FY23	-	-	-	-	8,652
Positive Behavior Interventions & Support FY24	3,500	15,791	-	15,791	11,709
Positive Behavior Interventions & Support FY25	27,500	10,000	-	10,000	-
Prioritized Aspiring Educator Grant FY25	-	7,332	156	7,176	-
Recovery High School FY25	-	147,168	126,292	20,876	-
Recruitment & Retention - ARP FY23	-	-	-	-	29,604
Recruitment Incentive-RIPE ESSER III FY24	-	-	-	-	185,000
Startalk FY23	-	201	22	179	304
School-Based Health Workforce FY23	-	-	-	-	65,864
Title I Part A FY22	-	-	-	-	11,934
Title I Part A FY23	-	-	-	-	8,833
Title I Part A FY24	167,231	83,761	82,813	948	304,619
Title I Part A FY25	451,977	1,352,022	1,137,702	214,320	-
Title VI B IDEA Section 611 FY23	-	-	-	-	112,538
Title VI B IDEA Section 611 FY24	67,888	116,941	116,941	-	220,668
Title VI B IDEA Section 611 FY25	327,719	278,339	209,579	68,760	-
Virginia Tiered Systems of Support FY24	-	-	2,174	(2,174)	-
Virginia Tiered Systems of Support FY25	-	-	5,405	(5,405)	-
Total Admin, Attendance & Health	$ 3,629,033	$ 3,917,739	$ 1,813,096	$ 2,104,643	$ 1,659,846

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SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
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	Original Budget	Final Budget	Actual	Variance	2024 Actual
Pupil Transportation					
ACT-Bayport Foundation FY25	5,000	5,000	-	5,000	-
ARP Before & After School FY22	-	-	-	-	317
ARPA ESSER III FY21	-	-	-	-	179,873
C. Perkins Career & Tech. Act FY24	-	-	-	-	6,623
C. Perkins Career & Tech. Act FY25	10,000	8,840	8,840	-	-
Flexible Per Pupil Funding FY24	425,814	389,557	12,252	377,305	22,741
Middle School Maritime Exploration FY24	-	24,875	1,600	23,275	4,475
Startalk FY22	-	-	-	-	6,922
Startalk FY23	8,794	7,736	6,090	1,646	1,676
Startalk FY24	8,794	-	-	-	-
Startalk FY25	8,794	-	-	-	-
Title I Part A FY23	-	-	-	-	63,546
Title I Part A FY24	30,842	56,136	56,136	-	44,874
Title I Part A FY25	83,354	91,428	58,701	32,727	-
Title IV Part A FY24	1,577	-	-	-	-
Title IV Part A FY25	1,577	-	-	-	-
United Way - Summer Enrichment FY23	-	-	-	-	4,815
United Way - Mentor & Enrichment FY24	-	2,432	2,432	-	-
United Way - Mentor & Enrichment FY25	-	6,344	-	6,344	-
Total Pupil Transportation	$ 584,546	$ 592,348	$ 146,051	$ 446,297	$ 335,862
Operations and Maintenance					
ARPA ESSER III FY21	$ 3,515,072	$ 1,083,797	$ 1,083,797	$ -	$ 8,330,414
Blueforge - TCEC Welding Lab FY23	1,135,000	682,252	412,481	269,771	952,748
Blueforge - TCEC Welding Lab FY24	1,635,000	-	-	-	-
Blueforge - TCEC Welding Lab FY25	-	1,220,957	37,411	1,183,546	-
CARES Act ESSER FY21	-	-	-	-	48,853
Cops School Violence Prevention FY23	54,482	176,281	176,281	-	-
HVAC CSLFRF FY22	5,229,893	4,779,966	3,658,493	1,121,473	8,033,756
Jail Education Program FY23	-	-	-	-	10,321
Jail Education Program FY24	3,765	12,022	10,038	1,984	4,683
Jail Education Program FY25	24,395	21,978	6,827	15,151	-
School Safety & Security CSLFRF FY24	-	7,947	7,947	-	-
School Security Equipment FY22	-	-	-	-	1,452
School Security Equipment FY23	-	690	690	-	-
School Security Equipment FY24	-	1,959	1,959	-	8,629
School Security Equipment FY25	52,239	18,974	18,974	-	-
School Security Officer Program FY23	-	-	-	-	-
School Security Officer Program FY24	-	10,774	10,774	-	-
Startalk FY22	-	-	-	-	946
Startalk FY23	749	749	-	749	-
Startalk FY24	749	-	-	-	-
Startalk FY25	749	-	-	-	-
Title I Part A FY24	4,979	-	-	-	-
Title I Part A FY25	13,456	-	-	-	-
United Way - Mentor & Enrichment FY25	-	807	-	807	-
Total Operations and Maintenance	$ 11,670,528	$ 8,019,153	$ 5,425,672	$ 2,593,481	$ 17,391,802
Technology					
2 Revolutions	$ -	$ 6,257	$ -	$ 6,257	$ -
Adult Education & Family Literacy Act FY23	-	-	-	-	22,965
Algebra Readiness FY22	-	-	-	-	105,638
Algebra Readiness FY23	4,572	259,274	259,274	-	-
Algebra Readiness FY24	140,000	140,000	-	140,000	-
Algebra Readiness FY25	140,000	144,000	-	144,000	-
ARP Before & After School FY22	-	24,879	24,879	-	24,000
ARP Unfinished Learning FY22	-	-	-	-	352,935
ARPA ESSER III FY21	-	41,400	41,400	-	3,517,552
Bayport Foundation FY23	-	-	-	-	7,057
Bayport Foundation FY24	-	83,385	83,385	-	1,005
Bayport Foundation FY25	10,000	10,000	-	10,000	-
Blueforge - TCEC Welding Lab FY23	30,000	30,000	2,450	27,550	-
Blueforge - TCEC Welding Lab FY24	30,000	-	-	-	-

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	Original Budget	Final Budget	Actual	Variance	2024 Actual
C. Perkins Career & Tech. Act FY24	-	3,542	3,542	-	386,977
C. Perkins Career & Tech. Act FY25	359,255	522,972	522,972	-	-
C. Perkins Reserve Fund FY23	-	-	-	-	13,000
C. Perkins Reserve Fund FY24	-	12,359	12,359	-	-
C. Perkins Reserve Fund FY25	-	10,478	10,478	-	-
Career & Tech Ed. Special Equip Allocation FY24	-	-	-	-	57,070
Career & Tech Ed. Special Equip Allocation FY25	58,096	58,078	58,078	-	-
Career & Tech Ed. State Equip Allocation FY24	-	-	-	-	74,212
Career & Tech Ed. State Equip Allocation FY25	74,212	74,199	74,199	-	-
Cops School Violence Prevention FY23	134,635	67,317	33,659	33,658	134,635
CRRSA Act ESSER II FY21	-	-	-	-	673
DODEA Spanish Immersion FY23	-	-	-	-	1,418
DODEA Spanish Immersion FY24	1,209	1,075	1,075	-	6,845
DODEA Spanish Immersion FY25	6,965	25,517	25,517	-	-
DODEA WLARP FY24	1,188,733	1,140,279	203,020	937,259	348,454
Early Reading Intervention FY22	0	0	-	-	16,272
Early Reading Intervention FY23	63,000	-	-	-	16,118
Early Reading Intervention FY24	75,000	75,000	297	74,703	-
Early Reading Intervention FY25	75,000	90,000	-	90,000	-
Flexible Per Pupil Funding FY24	1,030,000	3,040,736	1,083,336	1,957,400	392,169
Hampton Roads Workforce Council - Stem (OSY) FY24	-	-	-	-	915
Hampton Roads Workforce Council - Stem (OSY) FY25	4,570	2,050	1,070	980	-
Industry Certification Examinations FY24	-	-	-	-	64,877
Industry Certification Examinations FY25	64,877	64,690	64,690	-	-
Industry Certification Examinations STEM H FY24	-	-	-	-	24,363
Industry Certification Examinations STEM H FY25	24,363	24,293	24,293	-	-
ISAEP FY24	-	-	-	-	8,541
ISAEP FY25	10,800	7,700	7,700	-	-
Jail Education Program FY23	-	-	-	-	1,707
Jail Education Program FY24	1,774	1,962	236	1,726	-
Jail Education Program FY25	1,855	2,134	144	1,990	-
Juvenile Detention Center FY23	-	-	-	-	9,255
Juvenile Detention Center FY24	11,716	23,351	21,303	2,048	882
Juvenile Detention Center FY25	5,022	870	870	-	-
McKinney Homeless FY23	-	-	-	-	(300)
McKinney Homeless FY24	-	300	300	-	-
McKinney Homeless FY25	416	416	-	416	-
No Kid Hungry FY24	-	3,412	3,412	-	-
No Kid Hungry FY25	-	2,120	2,120	-	-
Preschool - IDEA Section 619 FY23	-	-	-	-	1,240
Preschool - IDEA Section 619 FY24	1,712	13,070	13,070	-	10,814
Preschool - IDEA Section 619 FY25	10,883	13,070	-	13,070	-
Prioritized Aspiring Educator Grant FY25	-	2,668	220	2,448	-
Project Graduation FY21	-	-	-	-	6,493
Project Graduation FY22	-	10,083	10,083	-	27,165
Project Graduation FY23	6,760	33,603	33,603	-	-
Project Graduation FY24	32,117	23,406	12,586	10,820	
Project Graduation FY25	32,117	32,117		32,117	
Race To GED FY24	-	-	-	-	6,500
Race To GED FY25	5,400	6,500	6,500	-	-
Recovery High School FY25	-	25,550	-	25,550	-
School Safety and Security CSLFRF FY24	-	63,784	63,784	-	-
School Security Equipment FY22	-	-	-	-	13,795
School Security Equipment FY23	-	26,567	26,567	-	-
School Security Equipment FY24	-	24,959	24,959	-	123,252
School Security Equipment FY25	79,642	135,689	135,689	-	-
School-Based Health Workforce FY24	-	20,099	20,099	-	2,779
School Safety & Security FY24	-	74,643	74,643	-	-
Startalk FY22	-	-	-	-	152
Startalk FY23	328	164	164	-	12
Startalk FY24	328	-	-	-	-
Startalk FY25	328	-	-	-	-

(continued)

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

(continued)

	Original Budget	Final Budget	Actual	Variance	2024 Actual
Technology Initiative FY20	-	-	-	-	37,294
Technology Initiative FY21	-	93,670	93,670	-	15,439
Technology Initiative FY22	109,100	109,100	8,178	100,922	33
Technology Initiative FY23	1,718,592	1,718,594	1,609,493	109,101	899,807
Technology Initiative FY24	2,618,400	2,618,400	2,470,157	148,243	-
Technology Initiative FY25	2,618,400	2,618,400	-	2,618,400	-
Title I Part A FY22	-	-	-	-	1,886
Title I Part A FY23	-	10,206	10,206	-	512,111
Title I Part A FY24	292,702	796,693	796,513	180	488,335
Title I Part A FY25	791,078	812,309	264,976	547,333	-
Title I Part D Subpart 1 FY22	-	-	-	-	13,582
Title I Part D Subpart 1 FY23	-	6,614	6,614	-	-
Title I Part D Subpart 2 FY22	-	-	-	-	8,117
Title I Part D Subpart 2 FY23	8,116	3,000	3,000	-	-
Title I Part D Subpart 2 FY24	6,411	7,580	3,790	3,790	-
Title I Part D Subpart 2 FY25	6,411	6,790	-	6,790	-
Title II Part A FY23	-	-	-	-	2,000
Title III Part A Language Acquisition FY22	-	-	-	-	-
Title III Part A Language Acquisition FY23	-	-	-	-	31,486
Title III Part A Language Acquisition FY24	35,750	37,761	37,761	-	-
Title III Part A Language Acquisition FY25	35,750	43,400	-	43,400	-
Title IV Part A FY20	-	-	-	-	-
Title IV Part A FY21	-	-	-	-	-
Title IV Part A FY22	-	-	-	-	-
Title IV Part A FY23	18,070	-	-	-	185,286
Title IV Part A FY24	5,224	8,455	8,455	-	4,771
Title IV Part A FY25	10,398	164,555	13,172	151,383	-
Title VI-B IDEA Section 611 FY22	-	-	-	-	33,165
Title VI-B IDEA Section 611 FY23	-	-	-	-	912
Title VI-B IDEA Section 611 ARP FY22	-	-	-	-	53,646
VA Humanities Beneath the Surface FY21	-	-	-	-	-
VA Opioid Abatement Individual FY25	-	50,000	-	50,000	-
United Way - Summer Enrichment FY23	-	-	-	-	8,511
United Way - Mentor & Enrichment FY24	-	13,928	7,642	6,286	-
United Way - Mentor & Enrichment FY25	-	19,115	862	18,253	-
Workplace Readiness Skills Comm Exam FY23	-	-	-	-	-
Workplace Readiness Skills Comm Exam FY24	-	-	0	-	15,039
Workplace Readiness Skills Comm Exam FY25	15,040	14,995	14,996	(1)	-
Total Technology	$ 12,005,127	$ 15,653,582	$ 8,337,510	$ 7,316,072	$ 8,092,857
Cafeterias					
ARPA ESSER III FY21	$ -	$ 14,033	$ 14,032	$ 1	$ 1,749,669
CARES Act ESSER FY21	-	-	-	-	-
CRRSA Act ESSER II FY21	-	-	-	-	-
No Kid Hungry FY24	-	-	-	-	32,588
No Kid Hungry FY25	-	33,880	30,797	3,083	-
NSLP Equipment Assistance FY23	-	-	-	-	85,153
NSLP Equipment Assistance FY24	-	13,887	13,887	-	-
VDOE-SCNP Team Nutrition Training FY24	-	8,044	7,991	53	-
Total Food Services	$ -	$ 69,844	$ 66,707	$ 3,137	$ 1,867,410
Total Expenditures	$ 136,146,902	$ 136,146,902	$ 77,096,987	$ 59,049,915	$ 101,743,466
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ (5,836,986)	$ (10,889,665)	$ (5,409,025)	$ 5,480,640	$ (4,853,603)
OTHER FINANCING SOURCES					
Transfers In	5,836,986	10,889,665	6,094,054	(4,795,611)	4,886,769
NET CHANGE IN FUND BALANCE	$ -	$ -	$ 685,029	$ 685,029	$ 33,166
FUND BALANCE - JULY 1	4,795,611	4,795,611	4,795,611	-	4,762,445
FUND BALANCE - JUNE 30	$ 4,795,611	$ 4,795,611	$ 5,480,640	$ 685,029	$ 4,795,611

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL CAFETERIAS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property	$ 100,000	$ 100,000	$ 776,761	$ 676,761	$ 655,448
Charges for Services	13,050,890	13,050,890	8,314,815	(4,736,075)	8,200,336
Miscellaneous	700,000	700,000	731,179	31,179	847,755
From Commonwealth	655,000	655,000	1,403,675	748,675	831,646
From Federal Government	29,468,034	29,468,034	28,071,459	(1,396,575)	27,839,326
Total Revenues	$ 43,973,924	$ 43,973,924	$ 39,297,889	$ (4,676,035)	$ 38,374,511
EXPENDITURES					
Cafeterias					
Personnel Services	$ 16,934,497	$ 16,934,497	$ 14,083,946	$ 2,850,551	$ 13,367,050
Fringe Benefits	6,912,572	6,912,572	5,505,897	1,406,675	4,988,735
Purchased Services	1,276,500	2,967,809	2,645,873	321,936	1,387,002
Other Charges	70,394	70,394	25,258	45,136	39,669
Materials and Supplies	19,709,259	19,726,048	19,966,817	(240,769)	20,586,583
Capital Outlay	3,414,560	4,625,779	1,857,820	2,767,959	1,541,869
Total Cafeterias	$ 48,317,782	$ 51,237,099	$ 44,085,611	$ 7,151,488	$ 41,910,908
Technology					
Purchased Services	$ 95,000	$ 95,000	$ 67,422	$ 27,578	$ 75,422
Materials and Supplies	251,915	251,915	171,652	80,263	160,833
Total Technology	$ 346,915	$ 346,915	$ 239,074	$ 107,841	$ 236,255
Total Expenditures	$ 48,664,697	$ 51,584,014	$ 44,324,685	$ 7,259,329	$ 42,147,163
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ (4,690,773)	$ (7,610,090)	$ (5,026,796)	$ 2,583,294	$ (3,772,652)
NET CHANGE IN FUND BALANCE	$ (4,690,773)	$ (7,610,090)	$ (5,026,796)	$ 2,583,294	$ (3,772,652)
FUND BALANCE - JULY 1	17,762,787	17,762,787	17,762,787	-	21,535,439
FUND BALANCE - JUNE 30	$ 13,072,014	$ 10,152,697	$ 12,735,991	$ 2,583,294	$ 17,762,787

A. Budget Information

The following presents the procedures followed by the School Board in establishing the budgetary data reflected in the financial statements and other budget information:

1. The Superintendent is required by Section 22.1-92 of the *Code of Virginia*, as amended, to prepare and submit to the City Council, with the approval of the School Board, the estimate of the amount of money deemed to be needed during the next fiscal year for the support of the public schools of the school division. Before the School Board gives final approval to its operating and capital improvement program budgets, the School Board is required to hold at least one public hearing.

2. The City Manager is required by the City Charter to present a proposed operating budget to the City Council, which includes the School Board's operating budget, at least 90 days before the beginning of each fiscal year, which begins July 1. The proposed operating budget must be balanced with projected expenditures equal to estimated revenues and/or the required financing from the proper fund balances. The necessary budget ordinances are also submitted at this time.

3. The City Council is required by the City Charter to hold a public hearing on the budget at which time all interested persons are given an opportunity to comment.

4. If the proposed operating budget is not legally adopted by the City Council upon one reading of the budget ordinances by June 1, the operating budget is automatically adopted as proposed.

5. Annual budgets are legally adopted for the General and Special Revenue funds. The budgets for these funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). The legal level of budgetary control (that is, the level at which appropriated budget expenditures cannot exceed the appropriated amount) for the General Fund and Special Revenue funds is established at the individual fund level. Transactions for capital leases, when initiated, are not budgeted as offsetting expenditures and other financing sources.

6. Additional appropriations require one reading of the ordinance for approval by the School Board and the City Council, and must be offset by additional estimated revenues and/or a transfer from the proper undesignated fund balances. Additional appropriations, which exceed 1% of the total estimated revenues shown in the adopted City budget, require one reading by City Council for approval after a public hearing.

7. The Superintendent is authorized to transfer appropriations up to a maximum of $250,000 between cost centers or within cost centers. Transfers in excess of $250,000 require one reading by the School Board for approval.

8. The accounting system is employed as a budgetary management control device to monitor the individual schools and departments. In addition, certain controls are exercised administratively on the General Fund (e.g., cost centers, personnel positions, and certain line-items; and the appropriations related thereto). A cost center is an activity (e.g., Elementary Classroom, Gifted Education and Academy Programs) of a category (e.g., Instruction). In addition, certain controls are exercised on the Special Revenue Funds (e.g., federal and state grants; and the appropriations related thereto).

9. Unexpended appropriations lapse (except for the School Capital Projects Fund) and are closed to the proper fund balances at the end of each fiscal year (June 30). However, the General Fund's fund balance (i.e., total assets (e.g., cash) less liabilities (e.g., salaries payable), outstanding encumbrances and prepaid items) is paid back (i.e., reverts) to the City ($38,094,580 Fiscal Year 2025) before the aforementioned closing process. Appropriations for the subsequent fiscal year are increased in the amount necessary to satisfy the outstanding encumbrances at June 30.

10. Capital Projects for the School Board and City are budgeted separately from the Operating Budget. Since the School Board and City have hundreds of projects in its Capital Improvement Program and the City has an annual limitation (without a referendum) on the amount of bonds that may be issued, allocations for capital projects represent funding by phases of a number of projects based upon their anticipated execution of contractual obligations. The appropriations for Capital Projects do not parallel the School Board's fiscal year. Upon approval by the School Board, the School Board's Capital Improvement Program appropriation requests are submitted to the City Council. The appropriations require one reading of the ordinance for approval after public hearings on the Capital Improvement Program. The accounting, encumbering, and controlling of the funds are based upon the project length of each individual project which may be over several years. Therefore, budgetary comparisons are not presented for Capital Projects in this report. Appropriations reallocated to new or existing capital projects require one reading of the ordinance by City Council for approval.

B. Budget Amendments

There was a supplemental budget amendment, other than for encumbrances, for $16,152,511 for the General Fund during fiscal year 2025. The General Fund budget amendment was funded through an increase in revenue from the state government of $16,152,511 for an additional 3.0% compensation increase for all employees.

C. Pension and Other Employee Benefits

Multiple year trend information for the VRS Teacher Retirement Plan, the VRS Political Subdivision Retirement Plan, Other Postemployment Benefit (OPEB) Trust Fund, VRS Teacher Employee Health Insurance Credit Program (HIC), VRS Political Subdivision Health Insurance Credit Program (HIC), VRS Group Life Insurance Program (GLI), VRS Teacher Employee Virginia Local Disability Program (VLDP), and VRS Political Subdivision Employee Virginia Local Disability Program (VLDP) is presented as required supplementary information. This information is intended to help users assess the funding status on a going concern basis, and the progress made in accumulating assets to pay benefits when due.

Additional information pertaining to the Pension and OPEB plans presented are located in note 8 of the Notes to the Basic Financial Statements.

D. VRS OPEB Plan Changes of Benefits and Funding Terms

There have been no actuarially material changes to the VRS benefit provisions since the prior actuarial valuation. A hybrid plan with changes to the defined benefit plan structure and a new defined contribution component was adopted in 2012. The hybrid plan applies to most new employees hired on or after January 1, 2014 and not covered by enhanced hazardous duty benefits.

E. VRS OPEB Methods and Assumptions Used in Calculations of Actuarially Determined Contributions

The actuarially determined contribution rates are determined every two years. The last determination of the actuarial contribution rates was as of June 30, 2023 payable for the fiscal years 2025 and 2026. For the non-Political Subdivision plans the amortization period of the unfunded liability less the deferred contribution begins at 30 years on June 30, 2013 and will decrease by one each year until reaching zero years. Each subsequent year, a new base will be added to the unfunded liability and will be amortized over a closed 20 year period. For the Political Subdivision plans the amortization period of the unfunded begins at 30 years on June 30, 2013 and will decrease by one each year until reaching zero years. Each subsequent year, a new base will be added to the unfunded liability and will be amortized over a closed 20 year period.

F. VRS OPEB Plan Changes of Assumptions

There have been no changes to the actuarial assumptions since the prior measurement date. The updated assumptions adopted based on the experience study for the period July 1, 2016 to June 30, 2020 were reflected for the June 30, 2023 measurement date.

The System is funded with fixed contribution rates for the state and with varying contributions for employees based on their job and personal elections. The Actuarially Determined Contributions in the *Schedule of Employer Contributions* are calculated as of the beginning of the fiscal year in which contributions are reported.

The following actuarial methods and assumptions were used to determine Contribution rates as of June 30, 2024 actuarial valuations:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	13 years – 22 years
Asset valuation method	5-year moving average
Price Inflation	2.50 percent
Salary increases, including price Inflation	Teachers: 3.50 to 5.95 percent Political Subdivisions: General Employees: 3.50 to 5.35 percent
Long-term Rate of Return net of Investment expense, including Price inflation	6.75 percent
Healthcare Cost Trend Rate	N/A

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted or dedicated to be expended for specified purposes. The School Board has the following Special Revenue Funds:

***School Textbooks* – accounts for the financing (e.g., Commonwealth of Virginia) and acquisition of textbooks and related materials used in the school division.**

***School Communication Towers/Technology* – accounts for the rent receipts (long-term contracts with telecommunication companies) relating to the communication towers constructed on School Board property and technology related expenditures.**

***School Vending Operations* – accounts for the receipts (long-term exclusive contract with a vending company) relating to the bottled drinks vending operations of the school division and expenditures (including school-level allocations).**

***School Equipment Replacement* – accounts for the financing (e.g., local government) and acquisition of various replacement equipment.**

***School Activity* – accounts for receipts and expenditures relating to activities conducted at individual school sites in connection with student athletics, classes, clubs, and various fundraising and private donor activities.**

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
JUNE 30, 2025
with comparative totals for June 30, 2024

	School Textbooks	School Communication Towers/ Technology	School Vending Operations	School Equipment Replacement	School Activity	Totals 2025	Totals 2024
ASSETS							
Cash and Investments	$ 10,904,008	$ 7,005,659	$ 400,012	$ 297,826	$ 5,774,297	$ 24,381,802	$ 19,965,692
Lease Receivable	-	977,716	-	-	-	977,716	1,555,731
Prepaid Items	2,000	-	-	-	-	2,000	286,868
TOTAL ASSETS	$ 10,906,008	$ 7,983,375	$ 400,012	$ 297,826	$ 5,774,297	$ 25,361,518	$ 21,808,291
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES							
Liabilities:							
Salaries Payable	$ 1,127	$ -	$ -	$ -	$ -	$ 1,127	$ 131
Vouchers and Accounts Payable	-	-	-	4,241	-	4,241	-
Deposits Payable	-	65,000	-	-	-	65,000	75,000
Unearned Revenue	-	-	-	-	-	-	40,673
TOTAL LIABILITIES	$ 1,127	$ 65,000	$ -	$ 4,241	$ -	$ 70,368	$ 115,804
Deferred Inflows of of Resources - Leases	$ -	$ 938,719	$ -	$ -	$ -	$ 938,719	$ 1,464,776
Fund Balances:							
Nonspendable	$ 2,000	$ -	$ -	$ -	$ -	$ 2,000	$ 286,868
Restricted	10,902,881	-	-	-	5,774,297	16,677,178	13,309,559
Committed	-	6,979,656	400,012	293,585	-	7,673,253	6,631,284
TOTAL FUND BALANCES	$ 10,904,881	$ 6,979,656	$ 400,012	$ 293,585	$ 5,774,297	$ 24,352,431	$ 20,227,711
TOTAL LIABILITIES , DEFERRED INFOLWS AND FUND BALANCES	$ 10,906,008	$ 7,983,375	$ 400,012	$ 297,826	$ 5,774,297	$ 25,361,518	$ 21,808,291

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025
with comparative totals for the fiscal year ended June 30, 2024

	School Textbooks	School Communication Towers/ Technology	School Vending Operations	School Equipment Replacement	School Activity	Totals 2025	Totals 2024
REVENUES							
From Use of Money and Property	$ 452,106	$ 1,075,890	$ 57,603	$ 18,791	$ 7,808	$ 1,612,198	$ 1,077,186
Charges for Services	-	-	198,568	-	-	198,568	115,105
Miscellaneous	13,051	-	-	-	7,164,353	7,177,404	7,555,715
From Commonwealth	5,879,387	-	-	-	-	5,879,387	4,949,030
Total Revenues	$ 6,344,544	$ 1,075,890	$ 256,171	$ 18,791	$ 7,172,161	$ 14,867,557	$ 13,697,036
EXPENDITURES							
Current:							
Instruction	$ 694,717	$ -	$ 142,181	$ -	$ 6,913,576	$ 7,750,474	$ 8,275,788
Technology	2,651,591	-	-	166,702	-	2,818,293	2,707,509
Debt Service:							
Principal	159,774	-	-	-	-	159,774	251,299
Interest	14,296	-	-	-	-	14,296	7,282
Total Expenditures	$ 3,520,378	$ -	$ 142,181	$ 166,702	$ 6,913,576	$ 10,742,837	$ 11,241,878
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ 2,824,166	$ 1,075,890	$ 113,990	$ (147,911)	$ 258,585	$ 4,124,720	$ 2,455,158
NET CHANGES IN FUND BALANCES	$ 2,824,166	$ 1,075,890	$ 113,990	$ (147,911)	$ 258,585	$ 4,124,720	$ 2,455,158
FUND BALANCES - JULY 1	8,080,715	5,903,766	286,022	441,496	5,515,712	20,227,711	17,772,553
FUND BALANCES - JUNE 30	$ 10,904,881	$ 6,979,656	$ 400,012	$ 293,585	$ 5,774,297	$ 24,352,431	$ 20,227,711

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL TEXTBOOKS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property	$ 42,104	$ 42,104	$ 452,106	$ 410,002	$ 178,125
Miscellaneous	18,121	18,121	13,051	(5,070)	16,395
From Commonwealth	5,881,957	5,881,957	5,879,387	(2,570)	4,949,030
Total Revenues	$ 5,942,182	$ 5,942,182	$ 6,344,544	$ 402,362	$ 5,143,550
EXPENDITURES					
Instruction					
Personnel Services	$ 102,934	$ 102,934	$ 108,745	$ (5,811)	$ 107,107
Fringe Benefits	40,288	40,288	40,135	153	39,767
Materials and Supplies	6,652,781	6,652,781	545,837	6,106,944	731,093
Total Instruction	$ 6,796,003	$ 6,796,003	$ 694,717	$ 6,101,286	$ 877,967
Technology					
Materials and Supplies	$ 1,552,678	$ 1,557,718	$ 2,825,661	$ (1,267,943)	$ 2,750,047
Total Technology	$ 1,552,678	$ 1,557,718	$ 2,825,661	$ (1,267,943)	$ 2,750,047
Total Expenditures	$ 8,348,681	$ 8,353,721	$ 3,520,378	$ 4,833,343	$ 3,628,014
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ (2,406,499)	$ (2,411,539)	$ 2,824,166	$ 5,235,705	$ 1,515,536
NET CHANGE IN FUND BALANCE	$ (2,406,499)	$ (2,411,539)	$ 2,824,166	$ 5,235,705	$ 1,515,536
FUND BALANCE - JULY 1	8,080,715	8,080,715	8,080,715	-	6,565,179
FUND BALANCE - JUNE 30	$ 5,674,216	$ 5,669,176	$ 10,904,881	$ 5,235,705	$ 8,080,715

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL COMMUNICATION TOWERS/TECHNOLOGY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property	$ 628,000	$ 628,000	$ 1,075,890	$ 447,890	$ 840,009
EXPENDITURES					
Technology					
Purchased Services	$ -	$ -	$ -	$ -	$ 40,000
Materials and Supplies	1,000,000	1,000,000	-	1,000,000	-
Total Expenditures	$ 1,000,000	$ 1,000,000	$ -	$ 1,000,000	$ 40,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ (372,000)	$ (372,000)	$ 1,075,890	$ 1,447,890	$ 800,009
NET CHANGE IN FUND BALANCE	$ (372,000)	$ (372,000)	$ 1,075,890	$ 1,447,890	$ 800,009
FUND BALANCE - JULY 1	5,903,766	5,903,766	5,903,766	-	5,103,757
FUND BALANCE - JUNE 30	$ 5,531,766	$ 5,531,766	$ 6,979,656	$ 1,447,890	$ 5,903,766

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL VENDING OPERATIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property	$ -	$ -	$ 57,603	$ 57,603	$ 31,636
Charges for Services	150,000	150,000	198,568	48,568	115,105
Total Revenues	$ 150,000	$ 150,000	$ 256,171	$ 106,171	$ 146,741
EXPENDITURES					
Instruction					
Purchased Services	$ 800	$ 800	$ -	$ 800	$ -
Other Charges	149,200	149,200	142,223	6,977	123,576
Materials and Supplies	-	-	(42)	42	(23)
Total Expenditures	$ 150,000	$ 150,000	$ 142,181	$ 7,819	$ 123,553
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ -	$ -	$ 113,990	$ 113,990	$ 23,188
NET CHANGE IN FUND BALANCE	$ -	$ -	$ 113,990	$ 113,990	$ 23,188
FUND BALANCE - JULY 1	286,022	286,022	286,022	-	262,834
FUND BALANCE - JUNE 30	$ 286,022	$ 286,022	$ 400,012	$ 113,990	$ 286,022

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL EQUIPMENT REPLACEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
with comparative actual amounts for the year ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance	2024 Actual
REVENUES					
From Use of Money and Property	$ -	$ -	$ 18,791	$ 18,791	$ 18,973
EXPENDITURES					
Instruction					
Capital Outlay	$ -	$ -	$ -	$ -	$ 14,681
Total Expenditures	$ -	$ -	$ -	$ -	$ 14,681
Technology					
Purchased Services	$ -	$ 78,371	$ 22,300	$ 56,071	$ 41,013
Materials and Supplies	400,000	494,683	50,722	443,961	74,776
Capital Outlay	-	103,940	93,680	10,260	60,254
Total Technology	$ 400,000	$ 676,994	$ 166,702	$ 510,292	$ 176,043
Total Expenditures	$ 400,000	$ 676,994	$ 166,702	$ 510,292	$ 190,724
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ (400,000)	$ (676,994)	$ (147,911)	$ 529,083	$ (171,751)
NET CHANGE IN FUND BALANCE	$ (400,000)	$ (676,994)	$ (147,911)	$ 529,083	$ (171,751)
FUND BALANCE - JULY 1	441,496	441,496	441,496	-	613,247
FUND BALANCE - JUNE 30	$ 41,496	$ (235,498)	$ 293,585	$ 529,083	$ 441,496

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods and/or services provided by one department or agency to other departments or agencies of the governmental unit (and to other governmental units), on a cost reimbursement basis. The School Board has established Internal Service Funds for the following activities:

***School Risk Management* - provides insurance and the administration thereof for the School Board.**

***School Health Insurance* - provides health insurance and the administration thereof for the School Board and City employees.**

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025
with comparative totals for June 30, 2024

	School Risk Management	School Health Insurance	Totals 2025	Totals 2024
ASSETS				
Current Assets:				
Cash and Investments	$ 21,636,972	$ 68,990,555	$ 90,627,527	$ 99,546,154
Accounts Receivable	2,102	688	2,790	5,310,882
Prepaid Items	367,573	-	367,573	287,143
TOTAL ASSETS	$ 22,006,647	$ 68,991,243	$ 90,997,890	$ 105,144,179
LIABILITIES				
Current Liabilities:				
Salaries Payable	$ 1,343	$ 15	$ 1,358	$ 2,425
Vouchers and Accounts Payable	576,426	3,996,820	4,573,246	8,436,302
Unearned Revenues	-	10,124,592	10,124,592	8,946,933
Estimated Claims and Judgments (due within one year)	6,912,701	6,342,000	13,254,701	12,593,984
Total Current Liabilities	$ 7,490,470	$ 20,463,427	$ 27,953,897	$ 29,979,644
Noncurrent Liabilities:				
Estimated Claims and Judgments (due in more than one year)	2,304,234	2,114,000	4,418,234	4,197,995
TOTAL LIABILITIES	$ 9,794,704	$ 22,577,427	$ 32,372,131	$ 34,177,639
NET POSITION				
Unrestricted	$ 12,211,943	$ 46,413,816	$ 58,625,759	$ 70,966,540
TOTAL NET POSITION	$ 12,211,943	$ 46,413,816	$ 58,625,759	$ 70,966,540

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025
with comparative totals for the year ended June 30, 2024

	School Risk Management	School Health Insurance	Totals 2025	Totals 2024
OPERATING REVENUES				
Charges for Services	$ 8,995,919	$ 173,053,448	$ 182,049,367	$ 172,453,720
Miscellaneous Revenue	21,047	-	21,047	373,287
Total Operating Revenues	$ 9,016,966	$ 173,053,448	$ 182,070,414	$ 172,827,007
OPERATING EXPENSES				
Personnel Services	$ 425,965	$ 628,025	$ 1,053,990	$ 1,020,529
Fringe Benefits	139,967	236,828	376,795	375,008
Purchased Services	509,923	1,936,911	2,446,834	2,150,487
Other Charges	8,481,794	186,728,104	195,209,898	185,780,913
Total Operating Expenses	$ 9,557,649	$ 189,529,868	$ 199,087,517	$ 189,326,937
OPERATING INCOME (LOSS)	$ (540,683)	$ (16,476,420)	$ (17,017,103)	$ (16,499,930)
NONOPERATING REVENUES				
Interest Income	$ 1,267,671	$ 3,408,651	$ 4,676,322	$ 3,518,529
Total Nonoperating Revenues	$ 1,267,671	$ 3,408,651	$ 4,676,322	$ 3,518,529
CHANGES IN NET POSITION	$ 726,988	$ (13,067,769)	$ (12,340,781)	$ (12,981,401)
TOTAL NET POSITION - JULY 1	11,484,955	59,481,585	70,966,540	83,947,941
TOTAL NET POSITION - JUNE 30	$ 12,211,943	$ 46,413,816	$ 58,625,759	$ 70,966,540

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025
with comparative totals for the year ended June 30, 2024

	School Risk Management	School Health Insurance	Totals 2025	Totals 2024
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from Customers and Users	$ 9,015,295	$ 179,540,870	$ 188,556,165	$ 172,517,986
Payments to Vendors for Goods/Services	(8,801,273)	(191,917,989)	(200,719,262)	(185,084,898)
Payments to Employees for Services	(567,014)	(864,838)	(1,431,852)	(1,394,253)
Net Cash Provided By (Used In) Operating Activities	$ (352,992)	$ (13,241,957)	$ (13,594,949)	$ (13,961,165)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investments	1,267,671	3,408,651	4,676,322	3,518,529
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	$ 914,679	$ (9,833,306)	$ (8,918,627)	$ (10,442,636)
CASH AND INVESTMENTS, BEGINNING OF YEAR	20,722,293	78,823,861	99,546,154	109,988,790
CASH AND INVESTMENTS, END OF YEAR	$ 21,636,972	$ 68,990,555	$ 90,627,527	$ 99,546,154
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating Income (Loss)	$ (540,683)	$ (16,476,420)	$ (17,017,103)	$ (16,499,930)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities				
(Increase) Decrease in Assets				
Accounts Receivable	$ (1,671)	$ 5,309,763	$ 5,308,092	$ (790,949)
Prepaid Items	(80,430)	-	(80,430)	(17,214)
Increase (Decrease) in Liabilities				
Salaries Payable	(1,082)	15	(1,067)	1,284
Vouchers and Accounts Payable	199,918	(4,062,974)	(3,863,056)	4,162,023
Unearned Revenue	-	1,177,659	1,177,659	481,928
Estimated Claims and Judgments	70,956	810,000	880,956	(1,298,307)
Total Adjustments	$ 187,691	$ 3,234,463	$ 3,422,154	$ 2,538,765
Net Cash Provided By (Used In) Operating Activities	$ (352,992)	$ (13,241,957)	$ (13,594,949)	$ (13,961,165)

STATISTICAL SECTION

This part of the School Board of the City of Virginia Beach Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School Board's financial health. These tables are unaudited.

Contents		Tables
Financial Trends		**1 – 10**
	These tables contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.	
Operating Information		**11 – 24**
	These tables contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.	
Demographic and Economic Information		**25 – 29**
	These tables offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.	
Revenue Capacity		**30 – 33**
	These tables contain information to help the reader assess the factors affecting the City's ability to generate property taxes. Additional information can be found in the City of Virginia Beach Annual Comprehensive Financial Report.	
Debt Capacity		**34 – 36**
	These tables present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. Additional information can be found in the City of Virginia Beach Annual Comprehensive Financial Report.	

Sources: **Unless otherwise noted, the information in these tables is derived from the Annual Comprehensive Financial Report for the relevant year.**

Table 1

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE NET POSITION BY COMPONENT
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
NET POSITION (DEFICIT)				
Investment in Capital Assets	$ 503,106,097	$ 532,437,468	$ 535,329,375	$ 593,456,835
Restricted for:				
Capital Projects	20,731,125	-	6,661,276	-
Grants	759,498	954,050	1,431,040	1,693,515
Cafeterias	7,029,421	9,290,189	11,657,774	13,099,712
Textbooks	8,447,356	7,120,780	8,013,741	6,929,607
School Activities	-	-	-	-
Net Pension/OPEB Asset	-	-	-	-
Unrestricted (Deficit)	(658,386,368)	(793,944,228)	(758,447,740)	(751,880,933)
TOTAL NET POSITION (DEFICIT)	$ (118,312,871)	$ (244,141,741)	$ (195,354,534)	$ (136,701,264)

Governmental Accounting Standards Board Statement Number 75 "Accounting and Financial Reporting for Postemployment Benefits other than Pensions" was implemented in fiscal year 2018. The July 1, 2017 Net Position amount was restated, as financial information for fiscal years prior to 2017 is not available.

Table 1

SCHOOL BOARD OF TH ECITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE NET POSITION BY COMPONENT
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 551,914,392	$ 598,165,240	$ 564,465,917	$ 557,050,053	$ 630,341,593	$ 658,207,863
32,377,544	-	-	-	-	-
2,352,340	2,911,234	3,856,966	4,762,445	4,795,611	5,480,640
9,787,357	8,899,538	19,014,788	20,802,112	17,074,952	12,070,827
7,873,370	8,291,593	5,509,053	5,991,443	7,793,847	10,902,881
-	4,458,622	4,983,205	5,227,536	5,515,712	5,774,297
-	-	-	45,743	74,288	324,924
(689,768,867)	(674,674,445)	(510,601,277)	(406,482,434)	(382,097,279)	(436,616,175)
$ (85,463,864)	$ (51,948,218)	$ 87,228,652	$ 187,396,898	$ 283,498,724	$ 256,145,257

Table 2

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE CHANGES IN NET POSITION
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Expenses:				
Governmental Activities:				
Instruction	$ 568,912,291	$ 556,632,508	$ 606,761,992	$ 566,224,421
Admin, Attendance, & Health	20,989,423	22,840,163	22,901,450	23,307,229
Pupil Transportation	30,739,249	32,950,076	35,690,694	37,344,627
Operations and Maintenance	86,966,670	91,477,591	91,293,238	95,683,167
Cafeterias	26,288,628	27,285,112	27,773,627	28,573,857
Technology	38,714,083	43,036,289	45,753,930	47,195,554
Total Expenses	$ 772,610,344	$ 774,221,739	$ 830,174,931	$ 798,328,855
Program Revenues:				
Governmental Activities:				
Charges for Services:				
Instruction	$ 2,696,121	$ 1,814,028	$ 2,062,220	$ 1,983,371
Admin, Attendance, & Health	-	-	-	-
Pupil Transportation	-	-	-	214,355
Operations and Maintenance	628,300	452,171	499,341	432,731
Cafeterias	11,266,046	10,911,183	10,620,849	10,406,240
Technology	485,887	1,240,136	1,142,166	1,498,880
Operating Grants and Contributions	142,463,184	146,611,635	164,134,388	164,873,615
Capital Grants and Contributions	-	-	-	-
Total Program Revenues	$ 157,539,538	$ 161,029,153	$ 178,458,964	$ 179,409,192
Net Expenses	$ (615,070,806)	$ (613,192,586)	$ (651,715,967)	$ (618,919,663)
General Revenues:				
Local Sources:				
Local Government	$ 403,461,767	$ 369,406,287	$ 437,309,444	$ 402,681,270
Miscellaneous	399,783	450,772	649,331	5,784,893
Federal and State Aid not Restricted to Specific Purposes:				
State Basic Aid	172,363,914	178,909,703	178,412,666	178,656,354
State Sales Tax	72,382,607	73,084,563	74,264,875	76,320,888
Federal Impact Aid	8,886,385	11,264,563	9,452,678	13,180,576
Interest Earnings	153,334	245,828	414,180	948,952
Total General Revenues	$ 657,647,790	$ 633,361,716	$ 700,503,174	$ 677,572,933
Change in Net Position	$ 42,576,984	$ 20,169,130	$ 48,787,207	$ 58,653,270

Governmental Accounting Standards Board Statement Number 75 "Accounting and Financial Reporting for Postemployment Benefits other than Pensions" was implemented in fiscal year 2018. The Change in Net Position for fiscal year 2018 reflects this implementation (net of the allocation of OPEB expense to the various governmental activities), as financial information for fiscal years prior to 2018 is not available.

Table 2

SCHOOL BOARD OF TH ECITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE CHANGES IN NET POSITION
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 703,745,203	$ 614,301,579	$ 662,288,101	$ 661,318,464	$ 695,976,251	$ 726,222,904
24,107,377	39,059,615	37,088,876	36,864,956	42,118,861	45,616,715
36,973,229	38,763,178	45,739,040	53,277,359	52,727,075	56,742,646
92,626,699	105,015,813	109,185,578	121,182,598	136,709,778	129,895,020
29,492,968	29,494,063	36,566,426	37,165,648	42,107,415	42,623,348
47,543,325	54,919,511	61,418,845	62,660,454	50,471,278	56,432,322
$ 934,488,801	$ 881,553,759	$ 952,286,866	$ 972,469,479	$ 1,020,110,658	$ 1,057,532,955
$ 1,540,097	$ 1,320,810	$ 2,724,249	$ 2,850,609	$ 2,387,484	$ 2,884,486
-	-	3,880	500	415	382
634,957	422,965	1,059,715	1,235,478	1,053,162	629,829
281,549	167,000	241,643	332,074	334,400	306,281
7,371,901	632,945	1,491,699	9,298,152	9,028,816	9,009,213
1,593,780	864,394	1,028,278	1,062,803	1,308,508	1,410,630
173,532,323	201,162,593	266,759,796	269,510,671	291,860,087	266,190,416
-	-	-	15,823,813	-	-
$ 184,954,607	$ 204,570,707	$ 273,309,260	$ 300,114,100	$ 305,972,872	$ 280,431,237
$ (749,534,194)	$ (676,983,052)	$ (678,977,606)	$ (672,355,379)	$ (714,137,786)	$ (777,101,718)
$ 528,069,094	$ 416,765,494	$ 520,622,167	$ 456,010,900	$ 484,102,134	$ 466,036,878
1,005,987	3,141,506	7,015,951	8,736,741	9,705,464	14,775,979
176,893,073	183,758,757	177,729,756	192,465,613	204,051,071	231,430,357
79,610,836	87,120,778	98,227,243	98,633,260	90,678,103	91,643,485
13,724,963	14,948,341	14,339,468	15,699,124	19,680,896	14,616,783
1,467,641	313,213	219,891	977,987	2,021,944	3,717,772
$ 800,771,594	$ 706,048,089	$ 818,154,476	$ 772,523,625	$ 810,239,612	$ 822,221,254
$ 51,237,400	$ 29,065,037	$ 139,176,870	$ 100,168,246	$ 96,101,826	$ 45,119,536

Table 3

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE EXPENSES BY FUNCTION
Last Ten Fiscal Years (unaudited)

Fiscal Year	Total Expenses	Instruction	%	Adminis-tration, Attendance & Health	%	Pupil Trans-portation	%	Operations and Maintenance	%	Cafeterias	%	Technology	%
2016	$772,610,344	$568,912,291	73.6	$20,989,423	2.7	$30,739,249	4.0	$86,966,670	11.3	$26,288,628	3.4	$38,714,083	5.0
2017	774,221,739	556,632,508	71.9	22,840,163	3.0	32,950,076	4.3	91,477,591	11.8	27,285,112	3.5	43,036,289	5.5
2018	830,174,931	606,761,992	73.1	22,901,450	2.8	35,690,694	4.3	91,293,238	11.0	27,773,627	3.3	45,753,930	5.5
2019	798,328,855	566,224,421	70.9	23,307,229	2.9	37,344,627	4.7	95,683,167	12.0	28,573,857	3.6	47,195,554	5.9
2020	934,488,801	703,745,203	75.3	24,107,377	2.6	36,973,229	4.0	92,626,699	9.9	29,492,968	3.2	47,543,325	5.0
2021	881,553,759	614,301,579	69.7	39,059,615	4.4	38,763,178	4.4	105,015,813	11.9	29,494,063	3.3	54,919,511	6.3
2022	952,286,866	662,288,101	69.5	37,088,876	3.9	45,739,040	4.8	109,185,578	11.5	36,566,426	3.8	61,418,845	6.5
2023	972,469,479	661,318,464	68.0	36,864,956	3.8	53,277,359	5.5	121,182,598	12.5	37,165,648	3.8	62,660,454	6.4
2024	1,020,110,658	695,976,251	68.2	42,118,861	4.1	52,727,075	5.2	136,709,778	13.4	42,107,415	4.1	50,471,278	5.0
2025	1,057,532,955	726,222,904	68.7	45,616,715	4.3	56,742,646	5.4	129,895,020	12.3	42,623,348	4.0	56,432,322	5.3

Governmental Accounting Standards Board Statement Number 75 "Accounting and Financial Reporting for Postemployment Benefits other than Pensions" was implemented in fiscal year 2018. The Change in Net Position for fiscal year 2018 reflects this implementation (net of the allocation of OPEB expense to the various governmental activities), as financial information for fiscal years prior to 2018 is not available.

Table 4

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENT-WIDE REVENUES
Last Ten Fiscal Years (unaudited)

		Program Revenues				General Revenues					
Fiscal Year	Total Revenues	Charges for Services*	%	Operating and Capital Grants and Contributions	%	Local Sources	%	Federal and State Aid**	%	Interest Earnings	%
2016	$815,187,328	$15,076,354	1.8	$142,463,184	17.5	$403,861,550	49.5	$253,632,906	31.1	153,334	0.1
2017	794,390,869	14,417,518	1.8	146,611,635	18.5	369,857,059	46.6	263,258,829	33.1	245,828	0.0
2018	878,962,138	14,324,576	1.6	164,134,388	18.7	437,958,775	49.8	262,130,219	29.8	414,180	0.1
2019	856,982,125	14,535,577	1.7	164,873,615	19.2	408,466,163	47.7	268,157,818	31.3	948,952	0.1
2020	985,726,201	11,422,284	1.2	173,532,323	17.6	529,075,081	53.7	270,228,872	27.4	1,467,641	0.1
2021	910,618,796	3,408,114	0.4	201,162,593	22.1	419,907,000	46.1	285,827,876	31.4	313,213	0.0
2022	1,091,463,736	6,549,464	0.6	266,759,796	24.4	527,638,118	48.3	290,296,467	26.6	219,891	0.1
2023	1,072,637,725	14,779,616	1.4	285,334,484	26.6	464,747,641	43.3	306,797,997	28.6	977,987	0.1
2024	1,116,212,484	14,112,785	1.3	291,860,087	26.1	493,807,598	44.2	314,410,070	28.2	2,021,944	0.2
2025	1,102,652,491	14,240,821	1.3	266,190,416	24.1	480,812,857	43.6	337,690,625	30.6	3,717,772	0.4

* See Table 2 for Charges for Services categories

** Not restricted to specific programs

Table 5

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General Fund:				
Nonspendable	$ 844,003	$ 1,078,381	$ 645,312	$ 661,659
Assigned	8,392,352	8,735,155	7,873,059	11,144,533
Total Fund Balance - General Fund	$ 9,236,355	$ 9,813,536	$ 8,518,371	$ 11,806,192
All Other Governmental Funds:				
Nonspendable:				
Special Revenue Funds	$ 1,734,207	$ 638,339	$ 633,098	$ 614,895
Restricted:				
Special Revenue Funds	16,236,275	17,365,019	21,102,555	21,722,834
Capital Projects Funds	20,731,125	-	6,661,276	-
Committed:				
Special Revenue Funds	4,295,854	4,029,283	3,791,806	3,919,462
Capital Projects Funds	528,628	-	5,204,160	-
Unassigned:				
Capital Projects Funds	-	(2,469,152)	-	(32,003,760)
Total Fund Balance - Other Governmental Funds	$ 43,526,089	$ 19,563,489	$ 37,392,895	$ (5,746,569)

Table 5

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 614,133	$ 396,015	$ 1,424,158	$ 309,327	$ 597,105	$ 992,828
14,496,327	37,001,173	27,613,231	17,565,592	11,775,595	9,717,584
$ 15,110,460	$ 37,397,188	$ 29,037,389	$ 17,874,919	$ 12,372,700	$ 10,710,412
$ 789,416	$ 803,943	$ 2,689,353	$ 1,373,198	$ 974,703	$ 667,164
20,013,067	24,560,987	33,364,012	36,783,536	35,180,122	34,228,645
32,377,544	-	-	-	-	-
4,245,222	4,772,946	5,259,535	5,913,703	6,631,284	7,673,253
8,332,161	14,827,424	106,654,155	119,214,125	114,849,118	110,671,630
-	-	-	-	-	-
$ 65,757,410	$ 44,965,300	$ 147,967,055	$ 163,284,562	$ 157,635,227	$ 153,240,692

Table 6

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
REVENUES				
From Use of Money and Property	$ 1,187,026	$ 1,093,227	$ 1,238,870	$ 1,614,614
Charges for Services	12,273,570	11,541,968	11,462,227	11,315,564
Miscellaneous	2,366,701	2,637,731	2,863,240	3,931,864
From Local Government	403,461,767	365,906,287	437,309,444	402,681,269
From Commonwealth	335,531,412	345,823,565	362,609,420	365,166,526
From Federal Government	60,351,137	63,760,864	63,260,548	67,416,059
Total Revenues	$ 815,171,613	$ 790,763,642	$ 878,743,749	$ 852,125,896
EXPENDITURES				
Current:				
Instruction	$ 566,161,730	$ 574,348,290	$ 592,155,106	$ 604,306,042
Admin, Attendance, & Health	21,867,909	23,250,610	23,789,953	24,321,706
Pupil Transportation	30,772,076	35,791,636	46,032,851	40,296,039
Operations and Maintenance	91,231,416	93,264,383	94,283,880	98,804,758
Cafeterias	27,118,359	27,623,959	28,378,336	29,159,727
Technology	37,060,489	41,769,006	45,954,174	46,793,397
Capital Outlay	34,015,383	21,728,403	31,833,597	51,152,099
Debt Service:				
Principal-Subscription Liability	-	-	-	-
Interest-Subscription Liability	-	-	-	-
Total Expenditures	$ 808,227,362	$ 817,776,287	$ 862,427,897	$ 894,833,768
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	$ 6,944,251	$ (27,012,645)	$ 16,315,852	$ (42,707,872)
OTHER FINANCING SOURCES (USES)				
Transfers In	$ 3,213,930	$ 3,323,272	$ 3,653,090	$ 3,798,609
Transfers Out	(3,213,930)	(3,323,272)	(3,653,090)	(5,798,609)
Sale of Capital Assets	15,715	3,627,226	218,389	4,856,229
Subscription Liability				
Lease Asset	-	-	-	-
Total Other Financing Sources (Uses), net	$ 15,715	$ 3,627,226	$ 218,389	$ 2,856,229
NET CHANGE IN FUND BALANCES	$ 6,959,966	$ (23,385,419)	$ 16,534,241	$ (39,851,643)
Debt service as a percentage of noncapital expenditures	-	-	-	-

Note: Governmental Accounting Standards Board Statement Number 96 "Subscription-Based Information Technology Arrangements" was implemented in fiscal year 2023. The subscriptions are recorded as a liability at the present value of the term payments and then amortization of the remaining subscription term is recognized as an outflow of resources.

Table 6

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 1,909,409	$ 966,954	$ 1,010,931	$ 1,641,104	$ 2,087,488	$ 2,946,241
8,101,947	785,386	1,486,301	9,743,546	9,243,591	9,634,340
4,083,737	5,222,803	11,083,390	12,785,897	15,896,613	14,978,742
528,069,094	416,765,494	520,621,545	456,017,199	484,102,134	466,036,878
378,703,344	396,103,494	411,657,244	459,247,402	475,384,273	507,262,331
64,681,005	90,425,362	144,976,657	132,594,921	129,214,748	94,671,770
$ 985,548,536	$ 910,269,493	$ 1,090,836,068	$ 1,072,030,069	$ 1,115,928,847	$ 1,095,530,302
$ 614,838,147	$ 616,937,934	$ 672,368,027	$ 701,933,891	$ 754,129,696	$ 756,385,700
24,526,915	37,440,277	40,207,972	42,330,491	43,325,334	45,642,185
37,039,105	35,517,280	53,426,828	53,348,280	51,664,119	52,268,355
92,837,418	100,127,252	113,317,602	129,126,572	137,899,075	128,251,457
29,191,803	27,853,960	37,430,936	38,436,090	43,778,318	44,152,318
46,306,027	52,889,114	61,293,474	62,792,518	49,954,013	55,513,094
66,178,539	40,808,970	18,776,941	40,445,228	45,721,176	27,717,174
-	-	-	892,307	845,252	653,403
-	-	-	-	47,055	96,969
$ 910,917,954	$ 911,574,787	$ 996,821,780	$ 1,069,305,377	$ 1,127,364,038	$ 1,110,680,655
$ 74,630,582	$ (1,305,294)	$ 94,014,288	$ 2,724,692	$ (11,435,191)	$ (15,150,353)
$ 4,001,247	$ 3,994,446	$ 4,869,945	$ 5,140,987	$ 4,886,769	$ 6,094,054
(4,001,247)	(5,994,446)	(4,869,945)	(5,140,987)	(4,886,769)	(6,094,054)
177,665	349,303	627,668	607,655	283,637	7,122,188
			822,690		
-	-	-		-	1,971,342
$ 177,665	$ (1,650,697)	$ 627,668	$ 1,430,345	$ 283,637	$ 9,093,530
$ 74,808,247	$ (2,955,991)	$ 94,641,956	$ 4,155,037	$ (11,151,554)	$ (6,056,823)
-	-	-	0.1%	0.1%	0.1%

Table 7

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND EXPENDITURES AND OTHER FINANCING USES BY FUNCTION
Last Ten Fiscal Years (unaudited)

Fiscal Year	Total Expen-ditures and Other Financing Uses	Instruction	%	Adminis-tration, Atten-dance, & Health	%	Pupil Trans-portation	%	Operations and Mainte-nance	%	Technology	%	Transfers	%
2016	$693,674,811	$522,827,006	75.4	$21,867,909	3.2	$30,772,076	4.4	$85,640,251	12.3	$29,353,639	4.2	$3,213,930	0.5
2017	710,946,618	531,207,956	74.7	23,250,610	3.3	35,791,636	5.0	85,737,273	12.1	31,635,871	4.4	3,323,272	0.5
2018	748,530,406	551,099,344	73.6	23,789,953	3.2	46,032,851	6.1	86,706,179	11.6	37,248,989	5.0	3,653,090	0.5
2019	757,385,699	561,124,557	74.1	24,321,706	3.2	40,296,039	5.3	88,042,622	11.6	37,802,166	5.0	5,798,609	0.8
2020	766,633,124	573,394,750	74.8	24,526,915	3.2	37,039,105	4.8	87,816,421	11.5	39,854,686	5.2	4,001,247	0.5
2021	771,310,406	570,086,492	73.9	35,037,931	4.5	35,476,247	4.6	87,876,518	11.4	36,838,772	4.8	5,994,446	0.8
2022	827,551,911	597,668,220	72.2	36,895,804	4.5	52,017,634	6.3	98,295,182	11.9	37,805,126	4.6	4,869,945	0.5
2023	868,652,853	618,857,056	71.2	39,236,548	4.5	50,149,031	5.8	107,459,456	12.4	47,809,775	5.5	5,140,987	0.6
2024	924,720,767	673,148,637	72.8	41,665,488	4.5	51,328,257	5.6	114,164,588	12.3	39,527,028	4.3	4,886,769	0.5
2025	949,168,291	687,258,784	72.4	43,829,089	4.6	52,122,304	5.5	113,231,445	11.9	46,632,615	4.9	6,094,054	0.7

Note: This table represents financial data of the School Operating Fund.

Table 8

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND REVENUES BY SOURCE
Last Ten Fiscal Years (unaudited)

Fiscal Year	Total Revenues	City of Virginia Beach	%	Common-wealth of Virginia	%	State Sales Tax	%	Federal Govern-ment	%	Other Revenues	%
2016	$692,132,090	$355,706,910	51.4	$249,585,001	36.1	$72,382,607	10.5	$10,984,116	1.6	$3,473,456	0.4
2017	711,396,573	361,314,303	50.8	260,283,753	36.6	73,084,563	10.3	13,464,377	1.9	3,249,577	0.4
2018	747,016,852	383,296,606	51.3	273,210,535	36.6	74,264,875	9.9	12,614,392	1.7	3,630,444	0.5
2019	760,448,528	388,810,269	51.1	274,756,360	36.1	76,320,888	10.0	15,961,332	2.1	4,599,679	0.7
2020	769,759,727	383,837,199	49.9	285,102,568	37.0	79,610,836	10.3	16,671,591	2.2	4,537,533	0.6
2021	793,249,279	389,560,485	49.1	295,922,939	37.3	87,120,778	11.0	18,243,225	2.3	2,401,852	0.3
2022	818,564,444	401,758,124	49.1	296,840,759	36.3	98,227,243	12.0	17,115,878	2.1	4,622,440	0.5
2023	856,060,038	407,913,456	47.7	325,809,562	38.1	98,633,260	11.5	18,437,704	2.2	5,266,056	0.5
2024	918,958,911	436,114,062	47.5	363,155,427	39.5	90,678,103	9.9	21,926,762	2.4	7,084,557	0.7
2025	945,453,205	442,005,354	46.8	387,937,734	41.0	91,643,485	9.7	17,257,339	1.8	6,609,293	0.7

Note: This table represents financial data of the School Operating Fund.

Other Financial Data

Fiscal Year	June 30 Reversion to City	June 30 Fund Balance	Debt Service
2016	15,583,197	9,236,355	44,115,909
2017	17,063,890	9,813,536	45,704,383
2018	22,881,964	8,518,371	42,173,255
2019	26,824,198	11,806,192	41,768,217
2020	39,027,626	15,110,460	42,933,085
2021	25,708,678	37,397,188	45,227,006
2022	21,071,766	29,037,389	45,696,046
2023	30,388,833	17,874,919	46,171,521
2024	31,693,624	12,372,700	44,499,761
2025	38,094,580	10,710,412	44,198,911

Note: The above Other Financial Data presents the amount of cash that was necessary to revert to the City to yield a fund balance equal to the outstanding encumbrances and prepaid items at June 30 of each fiscal year.

Table 9

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
PER PUPIL FINANCIAL SUPPORT FOR EXPENDITURES BY MAJOR REVENUE SOURCE
Last Ten Fiscal Years (unaudited)

	Local Revenues		State Revenues		State Sales Tax Revenues	
Fiscal Year	Per Pupil	Per Pupil *State Average*	Per Pupil	Per Pupil *State Average*	Per Pupil	Per Pupil *State Average*
2016	5,450	6,084	3,835	3,813	1,051	1,036
2017	5,563	6,249	3,986	3,997	1,063	1,055
2018	5,848	6,462	4,219	4,166	1,079	1,052
2019	5,920	6,642	4,235	4,280	1,115	1,108
2020	5,813	6,770	4,387	4,438	1,161	1,165
2021	5,783	6,669	4,787	4,858	1,341	1,327
2022	6,307	7,150	4,818	4,938	1,504	1,516
2023	6,744	7,802	5,316	5,473	1,513	1,483
2024	7,442	8,403	5,722	6,093	1,400	1,381
2025	-	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents the per pupil cost of operations of the Virginia Beach City Public Schools broken down by source of support. The per pupil amount for the Total Expenditures for Operations is the total expenditures of the Local Educational Agency (LEA) minus the amount for the Facilities Function (e.g., Capital Improvement Program), Debt Service, Non LEA Programs, and Capital Outlay Additions to yield Total Expenditures for Operations. The Total Expenditures for Operations include regular day school, school food services, summer school, adult education, athletics, textbooks, and other educational functions.

The aforementioned methodology and computations were developed by the Commonwealth of Virginia Department of Education (DOE). The assumption taken by the DOE is that the LEA would spend all of its State money received, all of the Sales Tax money received, and all of its Federal money received, before spending any of the local appropriations and other local receipts. Therefore, the Total Expenditures for Operations is the sum of the State portion, the Sales Tax portion, and the Federal portion, with the local portion (City appropriations and other local receipts) being the remainder after the others have been deducted.

The State amount includes all the monies sent to the LEA by the DOE minus an amount sent by the DOE for the running of the Hospital, Clinics, and Detention Home project and an amount sent by the DOE for vocational equipment. The State Sales Tax is the 1 cent tax on goods and services allocated to a particular LEA (plus a 1/8 of one percent increase allocation). The Federal portion includes all federal funds sent to the LEA directly from the Federal Government or through the State to the LEA minus an amount for additional capital outlay paid for by Federal funds. The local funds portion is equal to the Total Expenditures for Operations minus the amounts for State funds, State Sales Tax, and Federal funds.

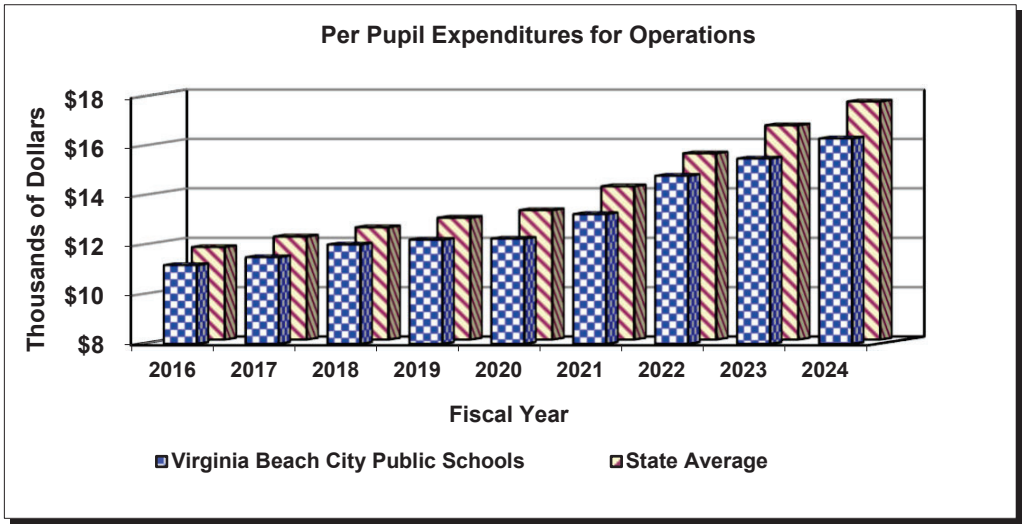
Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

Table 9

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
PER PUPIL FINANCIAL SUPPORT FOR EXPENDITURES BY MAJOR REVENUE SOURCE
Last Ten Fiscal Years (unaudited)

	Federal Revenues		Total Expenditures for Operations		
Fiscal Year	Per Pupil	Per Pupil *State Average*	Per Pupil	Per Pupil *State Average*	ADM for Determining Cost Per Pupil
2016	849	812	11,185	11,745	68,880
2017	895	871	11,507	12,172	68,738
2018	876	867	12,022	12,548	68,808
2019	943	901	12,213	12,931	68,436
2020	899	867	12,260	13,241	68,588
2021	1,343	1,352	13,254	14,206	64,951
2022	2,175	1,936	14,804	15,541	65,326
2023	1,932	1,918	15,504	16,676	65,176
2024	1,751	1,759	16,316	17,636	64,755
2025	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)



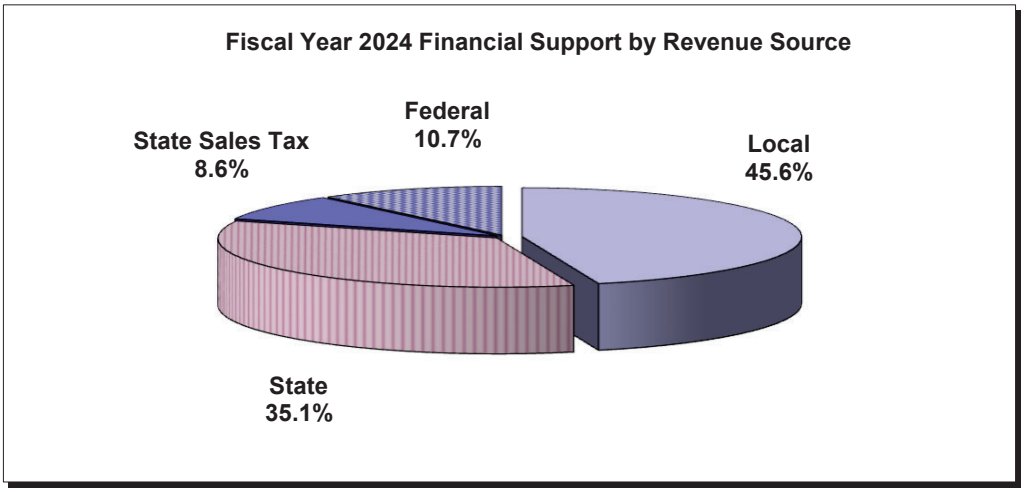


Table 10

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
COMPOSITE INDEX OF LOCAL ABILITY-TO-PAY COSTS OF STANDARDS OF QUALITY
Last Ten Fiscal Years (unaudited)

Fiscal Year	Indicators of Ability Base Year	Local Composite Index	Local Share of SOQ Factor
2016	2011	.4034	.4500
2017	2013	.3925	.4500
2018	2013	.3925	.4500
2019	2015	.4046	.4500
2020	2015	.4046	.4500
2021	2017	.4082	.4500
2022	2017	.4082	.4500
2023	2019	.4059	.4500
2024	2019	.4059	.4500
2025	2021	.4138	.4500

Note: The components used in the formula for calculating the school divisions' composite index (used to distribute basic aid, standards of quality, and various other state payments) are:

True Value of Real Property
Adjusted Gross Income
Taxable Retail Sales
March 31 ADM (year after base year)
Total Population

The Local Share of Standards of Quality (SOQ) Factor is multiplied by the original calculated local composite index of each school division. This factor provides the apportioned cost of the SOQ between the State and school divisions of average ability to pay as established by the Appropriations Act.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

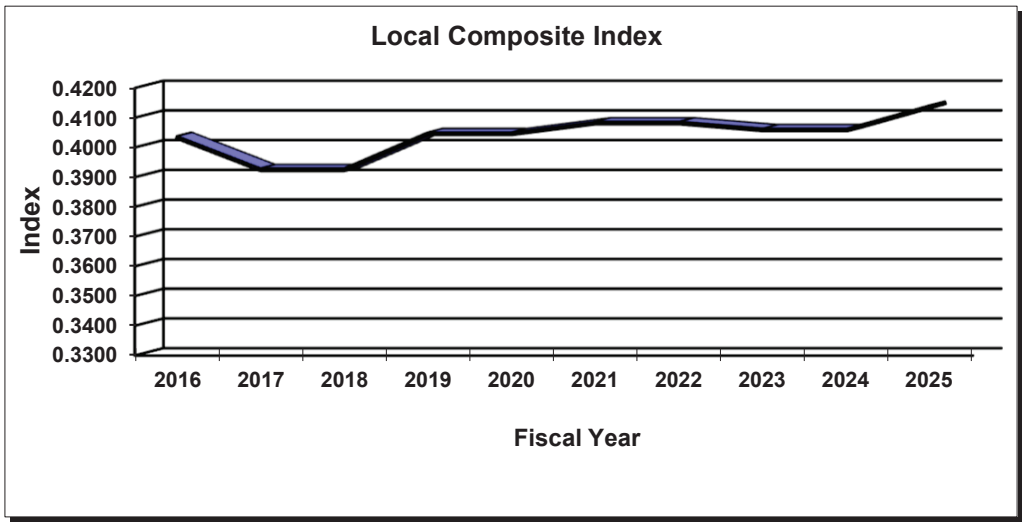


Table 11

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENTS PROMOTED
Last Ten Fiscal Years (unaudited)

Fiscal Year	End-of-Year Membership	Number Promoted	Percent Promoted	Percent Promoted *State Average*
2016	68,568	67,616	98.6%	98.2%
2017	67,868	66,983	98.7%	98.3%
2018	67,620	66,775	98.8%	98.4%
2019	67,181	66,349	98.8%	98.4%
2020	67,262	66,309	98.6%	98.5%
2021	64,289	63,561	98.9%	98.9%
2022	64,120	62,962	98.2%	97.9%
2023	64,050	63,250	98.8%	98.5%
2024	63,572	62,899	98.9%	98.6%
2025	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents the number of pupils promoted as a percentage of end of the year membership. Beginning in fiscal year 2014, the calculation was updated which employs the Virginia Department of Education longitudinal database. This calculation counts the students in the current fiscal year's fall enrollment that were in the same grade for the previous fiscal year's fall enrollment, instead of the students who were identified as retained by the school division on the last day of school. The data is reported to the Commonwealth of Virginia Department of Education by the school divisions.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

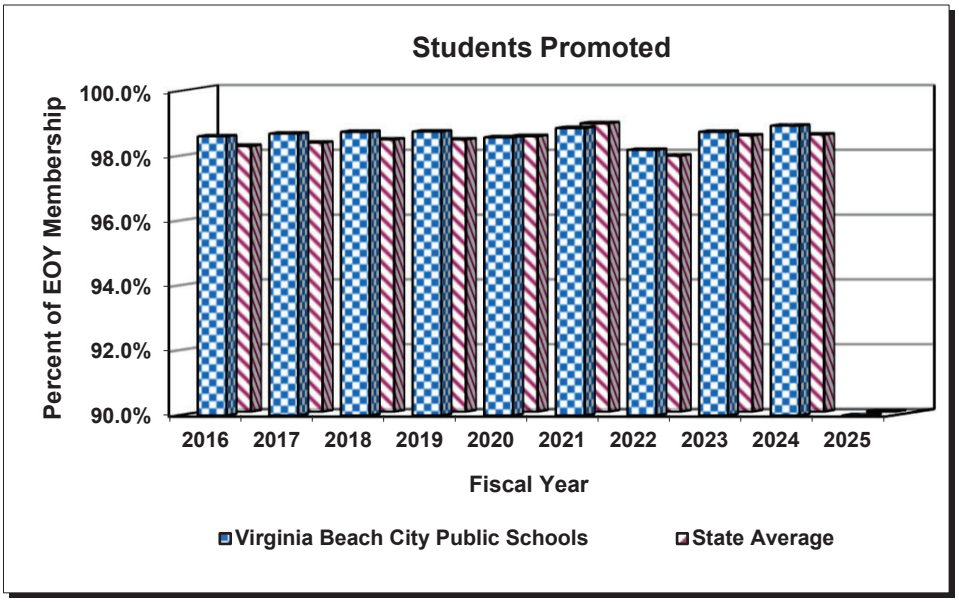


Table 12

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENT ATTENDANCE
Last Ten Fiscal Years (unaudited)

		Average Daily Membership			Average Daily Attendance		
Fiscal Year	Number of Days Taught	Elementary	Secondary	Total	Elementary	Secondary	Total
2016	183	41,909	26,335	68,244	40,180	24,877	65,057
2017	180	41,430	26,072	67,502	39,617	24,625	64,242
2018	176	41,331	26,062	67,393	39,587	24,770	64,357
2019	177	41,157	25,787	66,944	39,344	24,419	63,763
2020	121	41,224	25,948	67,172	39,281	24,544	63,825
2021	183	38,313	25,334	63,647	36,700	24,179	60,879
2022	179	38,416	25,493	63,909	36,136	23,614	59,750
2023	180	38,359	25,303	63,662	35,979	23,589	59,568
2024	181	38,239	25,003	63,242	36,126	23,527	59,653
2025	-	-	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents the average daily membership and the average daily attendance along with the percentage of attendance to membership. Average Daily Membership (ADM) is the average number of students belonging each day in a school system for the period of report. ADM is determined by dividing the sum of the days present and absent of all students when school is in session during a given period by the number of days school is in session during this period.

Due to COVID-19 in fiscal year 2020, schools were closed in March of 2020 and moved to all virtual learning resulting in a decrease in number of days taught.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

Table 12

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENT ATTENDANCE
Last Ten Fiscal Years (unaudited)

	Student Attendance Percent			Student Attendance Percent *State Average*		
Fiscal Year	Elementary	Secondary	Local Average	Elementary	Secondary	*State Average*
2016	95.9%	94.5%	95.3%	95.9%	94.5%	95.4%
2017	95.6%	94.4%	95.2%	95.8%	94.4%	95.2%
2018	95.8%	95.0%	95.5%	95.4%	94.0%	94.9%
2019	95.6%	94.7%	95.2%	95.5%	94.2%	95.0%
2020	95.3%	94.6%	95.0%	95.4%	94.4%	95.0%
2021	95.8%	95.4%	95.7%	95.9%	95.9%	95.9%
2022	94.1%	92.6%	93.5%	93.8%	92.3%	93.2%
2023	93.8%	93.2%	93.6%	93.7%	92.6%	93.2%
2024	94.5%	94.1%	94.3%	94.3%	93.1%	93.8%
2025	-	-	-	-	-	-

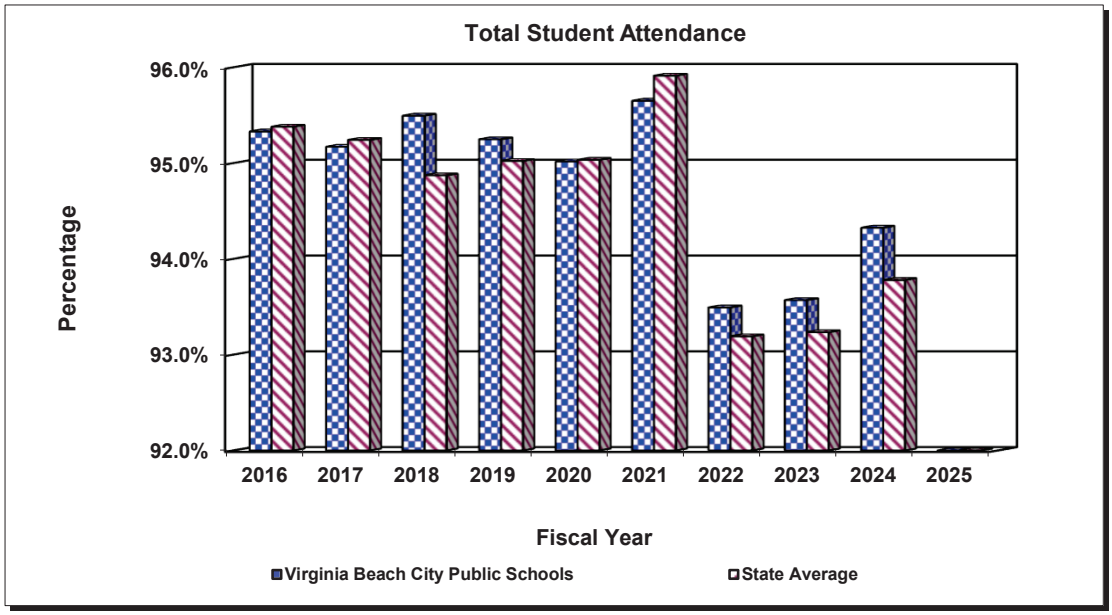


Table 13

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENT DROPOUTS
Last Ten Fiscal Years (unaudited)

Fiscal Year	September 30 Membership (Grades 7-12)	Number of Dropouts	Percent	Percent *State Average*
2016	31,839	313	0.98%	1.33%
2017	31,614	296	0.94%	1.39%
2018	31,630	237	0.75%	1.28%
2019	31,443	201	0.64%	1.22%
2020	31,298	210	0.67%	1.06%
2021	30,973	204	0.66%	1.19%
2022	30,765	322	1.05%	1.51%
2023	30,567	240	0.79%	1.45%
2024	30,178	199	0.66%	1.44%
2025	-	-		

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents a percentage of dropouts compared to membership in grades 7-12 and ungraded pupils ages 12 and older as reported to the Commonwealth of Virginia Department of Education by the school divisions. Dropouts are defined as pupils who withdraw from school for reasons other than promotion, transfer, death, or graduation, and do not enter another school during the school year. Also included are pupils who are in attendance on the last day of the school year who fail to return to school by October 31 of the following school year.

The dropout percentage is calculated as the number of dropouts divided by the membership on September 30th of that school year. A dropout is an individual in grades 7-12 or ungraded (UG) (due to not successfully completing the Literacy Testing Program (LTP)) who was enrolled in school at some time during the previous school year and was not enrolled on October 1 of the current school year, or was not enrolled following exclusionary conditions: transfer to another public school district, private school, or state- or district-approved education program, temporary school-recognized absence due to suspension, illness, or death.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

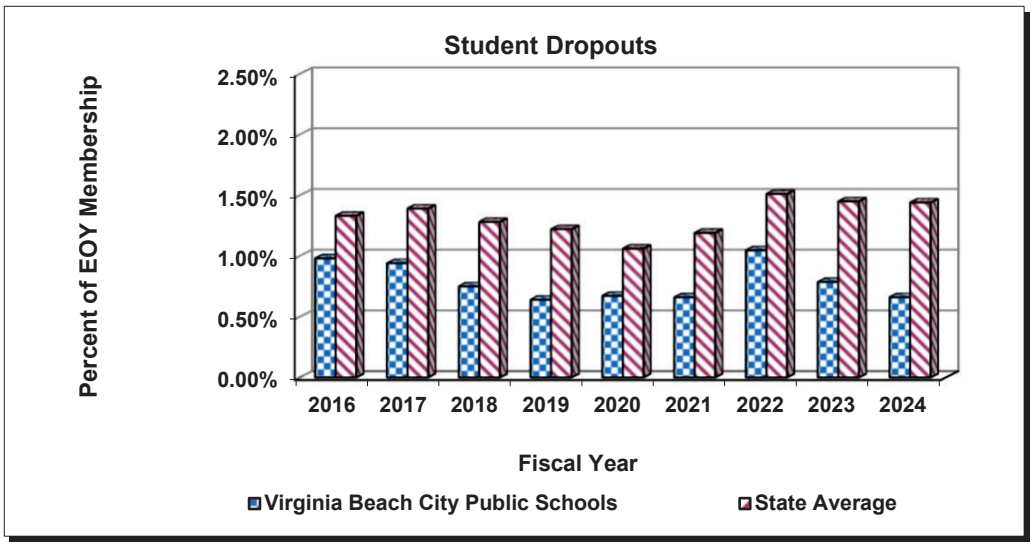


Table 14

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOLASTIC APTITUDE TEST (SAT) - MEAN SCORES
Last Ten Fiscal Years (unaudited)

	Mathematics - Mean Scores			Evidence-Based Reading and Writing (ERW) - Mean Scores **			Writing - Mean Scores *		
Fiscal Year	Virginia Beach	Virginia	National***	Virginia Beach	Virginia	National ***	Virginia Beach	Virginia	National
2016	511	517	508	514	520	494	490	498	482
2017*	534	541	527	557	561	533	-	-	-
2018	545	547	520	563	563	529	-	-	-
2019	542	548	515	561	564	524	-	-	-
2020	539	546	523	562	564	528	-	-	-
2021	551	566	528	573	582	533	-	-	-
2022	537	550	521	568	569	529	-	-	-
2023	538	541	508	575	565	520	-	-	-
2024	541	534	505	576	560	519	-	-	-
2025	559	542	508	585	563	521	-	-	-

Source: The College Board and the Department of Research, Evaluation, and Assessment (SAT I: Reasoning Test)

* In January 2016 the format of the SAT changed from a 3-section (Mathematics, Critical Reading, and Writing) to a 2-section (Mathematics and Evidence-based Reading and Writing (ERW)). The data for 2017 graduates was based on the newer 2-section format only and isn't comparable to previous years.

** Evidence-Based Reading and Writing (ERW) replaced Critical Reading in 2017. Stats prior to 2017 are for Critical Reading and Stats for 2017 and after are for ERW.

*** 2020 National Scores for Math and Evidence-Based Reading and Writing (ERW) are calculated on the Total Group, which includes all test takers regardless of school type. Prior years were calculated for public schools only. This was due to COVID-19.

Table 15

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GRADUATES AS PERCENT OF NINTH GRADE MEMBERSHIP FOUR YEARS EARLIER
Last Ten Fiscal Years (unaudited)

Fiscal Year	Membership Ninth Grade Four Years Earlier	Standard Diploma	Advanced Studies Diploma	Modified/ Special/Other Diploma	Certificate of Program Completion/ GAD/GED/ ISAEP	Total Graduates and Completers	Percentage	Percentage *State Average*
2016	5,815	1,831	2,857	186	113	4,987	85.8%	88.7%
2017	5,825	1,793	2,947	181	91	5,012	86.0%	87.8%
2018	5,887	1,884	3,066	203	94	5,247	89.1%	87.9%
2019	5,718	1,870	2,880	236	97	5,083	88.9%	86.9%
2020	5,528	1,899	2,875	191	51	5,016	90.7%	89.9%
2021	5,507	1,933	2,849	170	19	4,971	90.3%	88.8%
2022	5,468	1,841	2,849	178	55	4,923	90.0%	89.2%
2023	5,485	1,976	2,910	142	61	5,089	92.8%	86.2%
2024	5,453	2,057	2,798	128	41	5,024	92.1%	91.6%
2025	-	-	-	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents the number of graduates (includes the following summer) as a percentage of ninth grade membership four years earlier and the type of diploma awarded. No adjustments have been made to reflect the mobility of the population. This data is reported to the Commonwealth of Virginia Department of Education by the school divisions.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

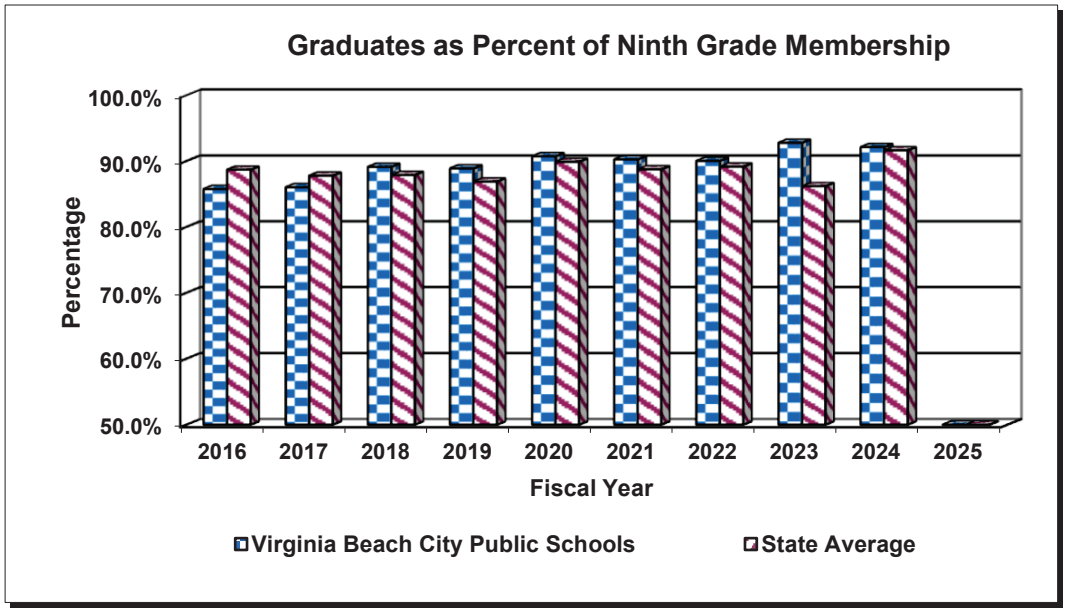


Table 16

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
GRADUATES CONTINUING EDUCATION
Last Ten Fiscal Years (unaudited)

Fiscal Year	Attending Two-year Colleges Percent	Attending Two-year Colleges Percent *State Average*	Attending Four-year Colleges Percent	Attending Four-year Colleges Percent *State Average*	Other Continuing Education Percent	Other Continuing Education Percent *State Average*	Total Continuing Education Percent	Total Continuing Education Percent *State Average*
2016	33.3%	29.8%	48.4%	48.4%	4.7%	4.1%	86.4%	82.3%
2017	27.6%	28.7%	55.6%	49.4%	4.1%	4.0%	87.3%	82.1%
2018	27.0%	28.7%	55.8%	49.2%	4.2%	4.2%	87.0%	82.1%
2019	25.0%	26.8%	53.9%	48.8%	4.5%	4.5%	83.4%	80.1%
2020	26.2%	25.2%	55.3%	47.8%	4.4%	4.5%	86.0%	77.5%
2021	25.7%	22.8%	56.2%	47.9%	4.4%	4.8%	86.3%	75.5%
2022	20.6%	23.1%	54.5%	48.9%	5.5%	5.2%	80.6%	77.2%
2023	21.0%	22.4%	56.6%	49.3%	5.8%	5.8%	83.4%	77.4%
2024	19.6%	19.4%	57.0%	49.2%	6.7%	6.2%	83.3%	74.8%
2025	-	-	-	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents the percentage of graduates (includes the following summer) that pursued continuing education and the type of education pursued. Data is reported to the Commonwealth of Virginia Department of Education by the school divisions.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

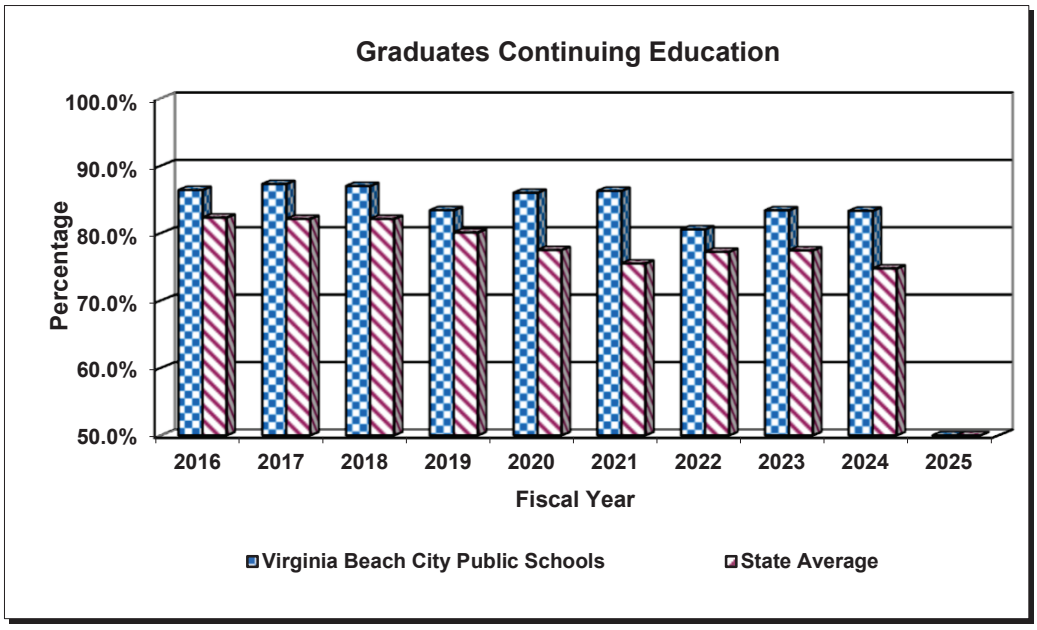


Table 17

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
RATIO OF STUDENTS TO TEACHING/INSTRUCTIONAL PERSONNEL
Last Ten Fiscal Years (unaudited)

	Elementary			Elementary Student/ Teacher Ratio	Secondary		
Fiscal Year	Teaching Positions	End-of-Year Membership K-7	Student/ Teacher Ratio	*State Average*	Secondary Teaching Positions	End-of-Year Membership 8-12	Secondary Student/ Teacher Ratio
2016	2,897	41,668	14.4	13.1	2,003	25,926	12.9
2017	2,910	41,191	14.2	13.1	1,997	25,684	12.9
2018	2,963	41,106	13.9	13.1	1,988	25,700	12.9
2019	3,019	40,904	13.6	13.0	1,874	25,411	13.6
2020	2,998	40,952	13.7	13.0	1,862	25,565	13.7
2021	2,995	38,053	12.7	12.2	1,856	24,990	13.5
2022	2,949	37,533	12.7	12.3	1,817	24,717	13.6
2023	2,892	37,893	13.1	12.4	1,783	24,737	13.9
2024	2,939	37,855	12.9	12.4	1,789	24,413	13.6
2025	-	-	-	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: This table represents student teacher ratios based on End-of-Year Average Daily Membership to full-time equivalent teaching positions, excluding special education teachers, principals, assistant principals, guidance counselors, and librarians.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

Table 17

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
RATIO OF STUDENTS TO TEACHING/INSTRUCTIONAL PERSONNEL
Last Ten Fiscal Years (unaudited)

Fiscal Year	Secondary Student/ Teacher Ratio *State Average*	Total Student/ Teacher Ratio	Total Student/ Teacher Ratio *State Average*
2016	12.5	13.79	12.83
2017	12.3	13.63	12.78
2018	12.4	13.49	12.80
2019	12.5	13.55	12.81
2020	12.7	13.69	12.85
2021	12.5	12.99	12.30
2022	12.6	13.06	12.43
2023	12.5	13.40	12.46
2024	12.3	13.17	12.34
2025	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

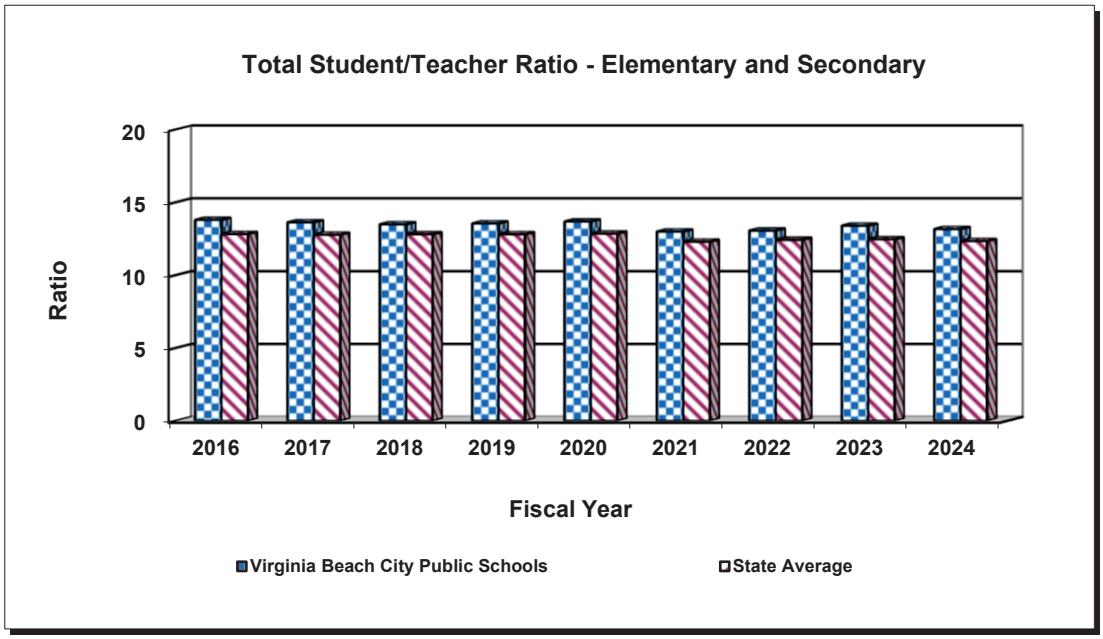


Table 18

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
PERSONNEL POSITIONS
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Full-Time Staff				
Office/Admin/Managers	47	47	45	46
Principals	87	87	87	86
Assistant Principals	157	156	158	158
Elementary Classroom Teachers	2,096	2,073	2,113	2,146
Secondary Classroom Teachers	2,298	2,301	2,340	2,325
Other Classroom Teachers	297	358	361	350
Guidance	176	179	188	199
Psychological	76	85	85	101
Librarians/AV	106	106	106	106
Supervisory	86	93	93	97
Other Professionals	380	379	381	386
Teacher Aides	1,127	1,160	1,188	1,236
Technicians	203	197	210	207
Clerical/Secretarial	530	527	524	525
Service Workers	1,061	1,060	1,042	1,031
Skilled Crafts	232	227	220	228
Total Full-Time Staff	8,959	9,035	9,141	9,227
Part-Time Staff				
Professional/Instructional	142	135	120	114
Other	1,050	1,030	997	1,047
Total Part-Time Staff	1,192	1,165	1,117	1,161

Source: Department of Human Resources (EEO-5 Report)

Table 18

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
PERSONNEL POSITIONS
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
45	46	45	46	46	46
87	88	87	86	87	86
161	167	176	177	177	173
2,186	2,162	2,117	2,143	2,139	2,140
2,350	2,322	2,255	2,266	2,191	2,200
302	317	310	342	341	338
197	209	220	225	227	228
105	109	108	109	105	107
103	105	105	104	102	103
96	95	94	95	92	93
385	401	404	415	427	423
1,243	1,243	1,258	1,286	1,272	1,287
210	212	203	214	215	210
521	523	526	527	524	526
981	1,002	1,025	1,025	1,072	1,094
235	230	231	225	226	218
9,207	9,231	9,164	9,285	9,243	9,272
107	101	102	120	108	119
989	924	925	969	960	1,024
1,096	1,025	1,027	1,089	1,068	1,143

Table 19

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
INSTRUCTIONAL PERSONNEL POSITIONS PER 1,000 STUDENTS IN ADM
Last Ten Fiscal Years (unaudited)

Fiscal Year	Number of Instructional Personnel Positions (End of Year)	Student Average Daily Membership (End of Year)	Instructional Personnel Per 1,000 Students	Instructional Personnel Per 1,000 Students *State Average*
2016	6,758	68,265	99.0	101.8
2017	6,627	68,137	97.3	102.1
2018	6,716	68,271	98.4	102.5
2019	6,628	67,893	97.6	102.3
2020	6,614	68,037	97.2	101.7
2021	6,573	64,457	102.0	106.6
2022	6,572	63,772	103.1	107.2
2023	6,487	64,260	100.9	106.8
2024	6,556	63,892	102.6	108.4
2025	-	-	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: The number of Instructional Personnel includes all teachers, teacher assistants, guidance counselors, librarians, principals, assistant principals, and divisionwide instructors based on positions reported by the school division. Divisionwide positions include Summer School, Adult Education, Pre-Kindergarten, and other non-regular day and non-LEA instructional positions. The Student Average Daily Membership is the end-of-year unadjusted average daily membership as reported to the Commonwealth of Virginia Department of Education by the school divisions (includes Pre-K through Post-graduate).

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

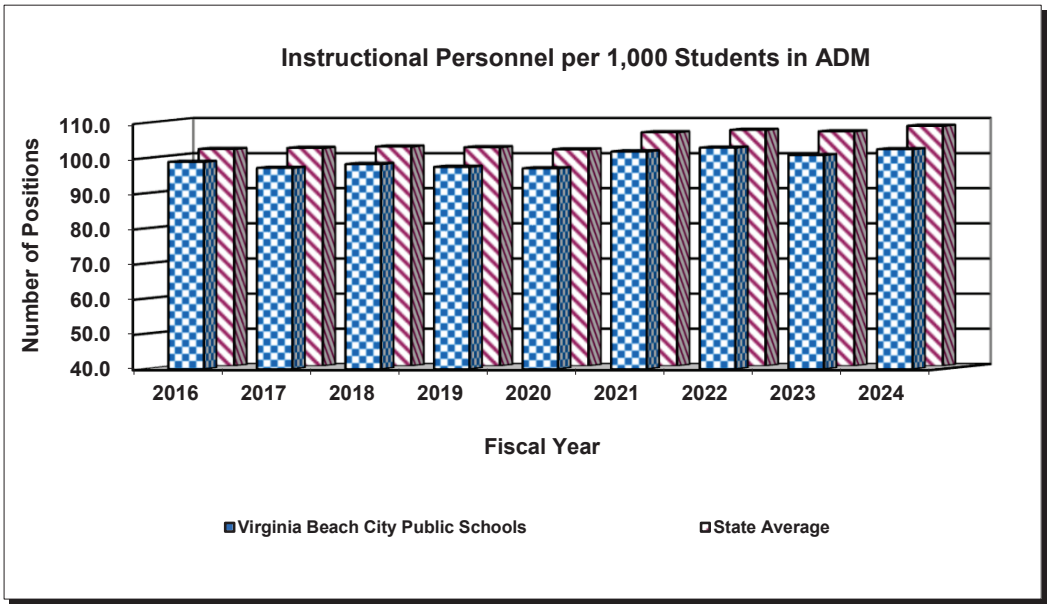


Table 20

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
INSTRUCTIONAL PERSONNEL SALARIES
Last Ten Fiscal Years (unaudited)

Fiscal Year	Minimum Salary	Maximum Salary	Average Salary	*State Average*
2016	43,559	75,294	54,342	54,910
2017	44,796	77,809	54,541	56,362
2018	45,759	69,703	55,147	57,261
2019	47,017	70,646	56,766	59,301
2020	47,017	69,496	58,242	61,457
2021	49,256	72,126	59,779	61,595
2022	51,965	90,473	64,012	64,557
2023	51,965	100,051	63,493	68,101
2024	54,065	105,660	69,951	71,758
2025	55,687	110,462	-	-

- Not Available (officially published by the Commonwealth of Virginia, Department of Education)

Note: Instructional Personnel includes teachers, guidance counselors, librarians, and technology instructors.

* The Instructional Pay Scale ended at 30+ years in 2018, ended at 43+ years in 2022, ended at 44 years in 2023, ended at 45+ years in 2024, and ends at 46+years in 2025.

Source: Department of Human Resources and Commonwealth of Virginia, Superintendent's Annual Report for Virginia

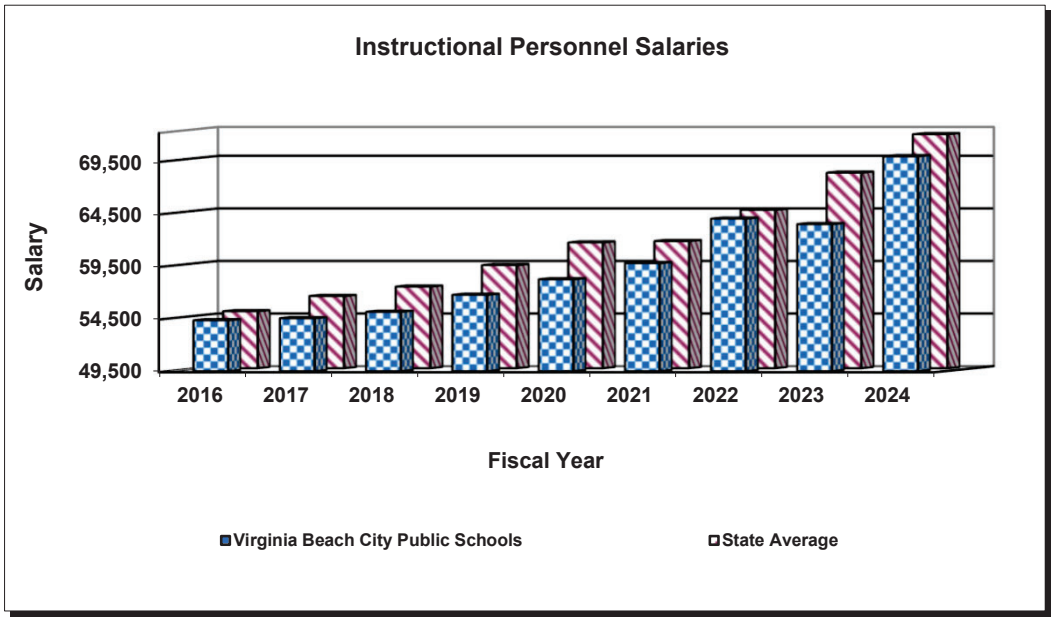


Table 21

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
TEACHERS INFORMATION
Last Ten Fiscal Years (unaudited)

	Number of Teachers				Average Teacher Age				Bachelors			
Fiscal Year	Elem	Middle	High	Other	Elem	Middle	High	Other	Elem	Middle	High	Other
2016	2,334	1,140	1,354	305	43.8	44.9	45.5	45.5	1,015	528	650	133
2017	2,351	1,148	1,345	318	43.4	44.2	45.4	45.4	1,029	522	635	124
2018	2,328	1,152	1,350	320	43.3	44.0	45.5	45.9	1,017	528	639	121
2019	2,354	1,166	1,381	322	42.9	43.9	44.9	45.8	999	537	634	101
2020	2,397	1,149	1,385	312	42.7	43.7	45.3	45.3	1,010	530	622	98
2021	2,313	1,094	1,284	317	42.2	43.6	45.0	45.4	1,016	531	610	98
2022	2,288	1,083	1,273	319	42.1	43.2	45.0	45.4	1,045	529	609	100
2023	2,247	1,034	1,246	316	42.2	43.7	45.1	45.2	1,026	525	595	98
2024	2,279	1,032	1,280	318	42.2	43.6	44.9	46.1	1,034	512	610	101
2025	2,270	1,010	1,219	325	42.5	44.1	45.6	46.5	1,018	498	566	107

Source: Department of Human Resources

Table 21

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
TEACHERS INFORMATION
Last Ten Fiscal Years (unaudited)

	Masters				Certificate Advance Studies				Doctorate			
Fiscal Year	Elem	Middle	High	Other	Elem	Middle	High	Other	Elem	Middle	High	Other
2016	1,203	551	631	151	107	53	53	17	9	8	20	4
2017	1,205	566	631	172	105	52	58	17	12	8	21	5
2018	1,194	557	636	173	104	58	52	19	13	9	23	7
2019	1,207	552	657	178	115	61	59	20	14	10	24	6
2020	1,242	546	656	173	110	54	75	19	15	12	21	6
2021	1,159	500	576	183	100	38	59	15	12	14	20	6
2022	1,138	499	580	184	85	37	56	16	12	13	18	6
2023	1,106	465	570	185	80	33	52	14	13	8	17	5
2024	1,134	462	594	181	67	35	46	13	17	13	19	7
2025	1,125	448	584	181	65	34	41	14	19	14	17	7

Table 22

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL CAFETERIAS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Student Enrollment (October)				
in Meal Programs:				
Reduced	5,407	5,281	5,047	5,328
Free	20,534	20,374	22,134	22,005
Lunch Meals:				
Full	2,321,870	2,319,592	2,166,088	2,055,684
Reduced	697,649	649,776	601,089	615,137
Free	2,893,495	2,816,749	2,891,490	2,820,115
Breakfast Meals:				
Full	545,907	610,096	673,682	699,278
Reduced	305,573	291,426	311,455	343,302
Free	1,745,450	1,762,591	1,958,080	1,939,371
Lunch Price:				
Full:				
Elementary	$2.75	$2.75	$2.75	$2.85
Middle	$2.75	$2.75	$2.75	$2.85
High	$2.75	$2.75	$2.75	$2.85
Adult	$3.75	$3.75	$3.75	$3.85
Reduced	$0.40	$0.40	$0.40	$0.40
Seamless Summer Option (SSO)				
Breakfast Meals	-	-	-	-
Lunch Meals	-	-	-	-
Summer Food Service Program (SFSP)				
Breakfast Meals	1,866	21,455	37,358	30,537
Lunch Meals	2,163	17,316	22,853	25,666
Child and Adult Care Food Program (CACFP)				
Lunch Meals	-	-	-	-
Snacks	-	-	-	-
Supper Meals	-	104,699	113,801	109,188

Note: Due to the COVID-19 pandemic federal waivers, meals were provided at no cost to all VBCPS students as follows:

2021 - Meals administered via SFSP and CACFP Federal programs

2022 - Meals administered via SSO Federal program for all sites and via SFSP and CACFP federal programs for eligible/approved sites

* NSLP numbers reflect June 2022 academic summer program meals. Student portion of paid and reduced meals were covered by ESSER II grant funding

Source: The Department of Administrative Support Services/Food Services

Table 22

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL CAFETERIAS INFORMATION
Last Ten Fiscal Years (unaudited)

Fiscal Year						
2020	2021	2022		2023	2024	2025
5,675	4,529	3,947		2,803	2,135	2,428
21,513	24,619	25,043		27,213	30,221	30,118
1,437,723	-	412	*	2,200,647	2,159,116	2,005,579
433,869	-	76	*	325,304	241,511	250,190
1,876,434	-	659	*	2,978,308	3,373,306	3,292,058
495,568	-	97	*	816,104	881,591	835,682
240,098	-	28	*	164,593	121,893	123,589
1,295,018	-	232	*	1,870,227	2,264,843	2,222,042
$2.85	$2.85	$2.85		$2.85	$2.85	$2.95
$2.85	$2.85	$2.85		$2.85	$2.85	$2.95
$2.85	$2.85	$2.85		$2.85	$2.85	$2.95
$3.85	$3.85	$3.85		$3.85	$4.50	$5.00
$0.40	$0.40	$0.40		$0.40	$0.40	$0.40
-	-	3,277,062		-	-	-
-	-	6,434,922		-	-	-
579,517	2,562,848	96,842		26,428	24,376	20,188
583,590	3,265,709	121,526		37,551	31,757	24,940
-	-	-		312	693	910
-	-	-		123	93	44
192,558	1,006,353	70,738		86,590	100,074	109,859

Table 23

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CAPITAL ASSETS INFORMATION BY GOVERNMENTAL ACTIVITIES
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Instruction:				
Elementary Schools	55	55	55	55
Middle Schools *	14	14	14	14
High Schools	11	11	11	11
Auxiliary Schools/Centers **	7	6	6	6
Public Charter School	1	1	1	1
Portables	149	132	114	114
Operations and Maintenance:				
Vehicles	272	291	291	308
Pupil Transportation:				
Buses	791	802	817	809
Other Vehicles	60	39	51	51

Source: School Board Capital Assets Inventory Records

** Note: In FY17 Old Donation Center and Kemps Landing Magnet were combined into one Auxiliary Center and renamed Old Donation School to house Grades 2-8 Gifted Students.

Table 23

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CAPITAL ASSETS INFORMATION BY GOVERNMENTAL ACTIVITIES
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
55	55	55	55	55	55
14	14	14	14	14	14
11	11	11	11	11	11
6	6	6	6	6	6
1	1	1	1	1	1
57	57	54	54	52	52
321	325	342	340	346	340
805	790	821	830	833	795
53	45	39	42	53	53

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Elementary Schools										
Alanton Elementary (Opened Sept 1966; Addition Sept 1995; Sept 2006)										
Square Feet	74,049	74,049	74,049	74,049	74,049	74,049	74,049	74,049	74,049	74,049
Program Capacity	764	702	702	693	698	720	666	653	693	611
Enrollment	662	650	608	636	647	662	593	628	619	623
Arrowhead Elementary (Opened Sept 1964; Replaced Sept 2003)										
Square Feet	79,480	79,480	79,480	79,480	79,480	79,480	79,480	79,480	79,480	79,480
Program Capacity	597	486	486	491	487	541	524	510	569	536
Enrollment	451	447	435	463	466	530	519	523	526	502
Bayside Elementary (Opened Sept 1941; Replaced Dec 2000)										
Square Feet	77,428	77,428	77,428	77,428	77,428	77,428	77,428	77,428	77,428	77,428
Program Capacity	599	585	527	509	515	540	509	491	491	524
Enrollment	518	472	471	461	502	491	484	476	495	543
Birdneck Elementary (Opened Sept 1986)										
Square Feet	137,250	137,250	137,250	137,250	137,250	137,250	137,250	137,250	137,250	137,250
Program Capacity	732	787	755	696	741	818	784	723	734	643
Enrollment	634	568	539	540	519	622	623	647	623	584
Brookwood Elementary (Opened Sept 1967; Replaced Sept 2007)										
Square Feet	80,065	80,065	80,065	80,065	80,065	80,065	80,065	80,065	80,065	80,065
Program Capacity	586	617	590	590	556	619	563	539	562	576
Enrollment	720	641	644	625	580	562	557	560	574	568
Centerville Elementary (Opened Sept 1984)										
Square Feet	67,082	67,082	67,082	67,082	67,082	67,082	67,082	67,082	67,082	67,082
Program Capacity	602	669	650	633	652	607	581	572	595	529
Enrollment	739	732	713	667	699	662	617	616	562	562
Christopher Farms Elementary (Opened Sept 1997)										
Square Feet	78,740	78,740	78,740	78,740	78,740	78,740	78,740	78,740	78,740	78,740
Program Capacity	701	738	738	729	680	695	669	714	691	664
Enrollment	636	677	687	658	657	608	651	631	612	618
College Park Elementary (Opened Sept 1973; Gym Added Sept 1982; Replaced Sept 2011)										
Square Feet	94,861	94,861	94,861	94,861	94,861	94,861	94,861	94,861	94,861	94,861
Program Capacity	500	506	506	506	506	538	530	544	517	469
Enrollment	502	469	489	497	492	488	495	484	475	493
W. T. Cooke Elementary (Opened Sept 1913; Replaced Sept 1962; Gym Added Sept 1991; Replaced Sept 1999)										
Square Feet	92,256	92,256	92,256	92,256	92,256	92,256	92,256	92,256	92,256	92,256
Program Capacity	673	570	545	540	540	552	553	558	576	538
Enrollment	501	513	510	504	488	482	523	520	554	551
Corporate Landing Elementary (Opened Sept 1993)										
Square Feet	96,620	96,620	96,620	96,620	96,620	96,620	96,620	96,620	96,620	96,620
Program Capacity	598	585	590	558	549	576	550	480	459	427
Enrollment	437	426	411	416	412	442	413	388	408	430
Creeds Elementary (Opened Sept 1939; Gym Added Sept 1949; Modernized Sept 1969; Modernized Sept 2001)										
Square Feet	69,285	69,285	69,285	69,285	69,285	69,285	69,285	69,285	69,285	69,285
Program Capacity	395	432	387	410	410	387	374	387	405	389
Enrollment	315	306	306	329	327	278	305	313	323	328

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
John B. Dey Elementary (Opened Sept 1956; Addition Sept 1959; Gym Addition Sept 1978; Addition Sept 1995; Gym Demolition and Modernization Addition July 2019)										
Square Feet	76,641	76,641	76,641	76,641	107,210	107,210	107,210	107,210	107,210	107,210
Program Capacity	756	815	815	815	828	797	797	788	788	713
Enrollment	834	815	812	783	778	731	741	772	728	740
Diamond Springs Elementary (Opened Sept 2007)										
Square Feet	97,000	97,000	97,000	97,000	97,000	97,000	97,000	97,000	97,000	97,000
Program Capacity	537	581	527	515	508	596	542	523	500	495
Enrollment	587	535	522	487	490	570	524	483	496	467
Fairfield Elementary (Opened Sept 1976)										
Square Feet	58,280	58,280	58,280	58,280	58,280	58,280	58,280	58,280	58,280	58,280
Program Capacity	561	558	594	594	581	612	559	572	527	486
Enrollment	513	517	548	547	578	489	510	475	469	470
Glenwood Elementary (Opened Sept 1990)										
Square Feet	139,600	139,600	139,600	139,600	139,600	139,600	139,600	139,600	139,600	139,600
Program Capacity	945	1,053	1,004	891	972	1,122	1,073	1,037	1,039	878
Enrollment	898	896	920	937	919	1,017	989	1,012	1,010	927
Green Run Elementary (Opened Sept 1976; Addition Sept 2005)										
Square Feet	58,275	58,275	58,275	58,275	58,275	58,275	58,275	58,275	58,275	58,275
Program Capacity	446	432	392	392	375	413	412	376	358	331
Enrollment	403	397	359	347	354	333	314	319	322	351
Hermitage Elementary (Opened Nov 1964; Addition Sept 1974; Gym Added Sept 1995; Replaced Mar 2005)										
Square Feet	94,018	94,018	94,018	94,018	94,018	94,018	94,018	94,018	94,018	94,018
Program Capacity	641	698	698	693	662	661	612	603	603	562
Enrollment	645	678	651	638	619	529	488	502	546	546
Holland Elementary (Opened Sept 1967; Addition Sept 1995)										
Square Feet	73,956	73,956	73,956	73,956	73,956	73,956	73,956	73,956	73,956	73,956
Program Capacity	558	596	635	635	581	602	547	515	499	449
Enrollment	524	523	581	556	547	535	458	459	456	430
Indian Lakes Elementary (Opened Sept 1979)										
Square Feet	66,816	66,816	66,816	66,816	66,816	66,816	66,816	66,816	66,816	66,816
Program Capacity	546	563	644	621	657	622	595	586	563	598
Enrollment	539	577	571	599	599	561	549	532	488	510
Kempsville Elementary (Opened Sept 1961; Addition Sept 1963; Gym Added Sept 1990; Modernized Sept 2003)										
Square Feet	78,146	78,146	78,146	78,146	78,146	78,146	78,146	78,146	78,146	78,146
Program Capacity	513	482	486	509	464	558	522	507	529	511
Enrollment	454	429	428	440	427	441	436	467	477	500
Kempsville Meadows Elementary (Opened Sept 1959; Gym Added Sept 1990; Replaced Sept 2002)										
Square Feet	77,239	77,239	77,239	77,239	77,239	77,239	77,239	77,239	77,239	77,239
Program Capacity	509	527	527	459	485	480	503	498	490	473
Enrollment	506	488	471	438	452	479	468	465	440	432
Kings Grant Elementary (Opened Sept 1960; Replaced Sept 1969; Addition Sept 1995)										
Square Feet	72,043	72,043	72,043	72,043	72,043	72,043	72,043	72,043	72,043	72,043
Program Capacity	666	716	617	591	596	564	569	525	537	503
Enrollment	641	608	566	545	561	483	503	505	509	495

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Kingston Elementary (Opened Sept 1965; Gym Added Sept 1989; Addition Sept 1997)										
Square Feet	65,223	65,223	65,223	65,223	65,223	65,223	65,223	65,223	65,223	65,223
Program Capacity	624	648	648	608	563	526	549	558	563	518
Enrollment	531	517	520	538	530	383	490	504	514	516
Landstown Elementary (Opened Sept 1993)										
Square Feet	81,634	81,634	81,634	81,634	81,634	81,634	81,634	81,634	81,634	81,634
Program Capacity	816	797	774	837	824	739	695	776	708	638
Enrollment	760	736	756	767	813	810	707	669	616	628
Linkhorn Park Elementary (Opened Sept 1955; Addition Sept 1967; Replaced Sept 1998; former bldg. used for administrative offices)										
Square Feet	76,285	76,285	76,285	76,285	76,285	76,285	76,285	76,285	76,285	76,285
Program Capacity	689	682	662	662	576	575	598	508	526	542
Enrollment	685	634	607	530	551	525	506	512	524	512
Luxford Elementary (Opened Sept 1961; Gym Added Sept 1990; Replaced Sept 2002; former bldg. used for instructional purposes)										
Square Feet	82,242	82,242	82,242	82,242	82,242	82,242	82,242	82,242	82,242	82,242
Program Capacity	567	548	548	548	544	547	516	512	539	472
Enrollment	537	516	514	492	490	491	456	500	512	470
Lynnhaven Elementary (Opened Sept 1963; Addition Sept 1968; Gym Added Sept 1990; Modernized Nov 2004)										
Square Feet	80,670	80,670	80,670	80,670	80,670	80,670	80,670	80,670	80,670	80,670
Program Capacity	489	403	426	426	401	419	391	422	376	348
Enrollment	407	405	370	369	375	383	358	357	369	339
Malibu Elementary (Opened Sept 1962;Addition Sept 1968; Gym Added Sept 1989; Replaced Nov 2003)										
Square Feet	73,182	73,182	73,182	73,182	73,182	73,182	73,182	73,182	73,182	73,182
Program Capacity	414	396	419	423	423	424	386	456	470	403
Enrollment	374	375	369	375	330	369	353	403	420	397
New Castle Elementary (Opened Sept 1999)										
Square Feet	87,060	87,060	87,060	87,060	87,060	87,060	87,060	87,060	87,060	87,060
Program Capacity	824	869	869	801	779	801	729	729	729	700
Enrollment	763	784	777	735	789	711	693	706	715	720
Newtown Road Elementary (Opened Sept 1970; Addition Sept 1988; Replaced Sept 2007)										
Square Feet	88,711	88,711	88,711	88,711	88,711	88,711	88,711	88,711	88,711	88,711
Program Capacity	497	514	483	483	511	468	445	421	416	391
Enrollment	511	554	509	514	461	423	425	438	426	398
North Landing Elementary (Opened Mar 1975; Gym Added Sept 1990)										
Square Feet	60,280	60,280	60,280	60,280	60,280	60,280	60,280	60,280	60,280	60,280
Program Capacity	443	423	491	536	500	481	482	495	473	454
Enrollment	464	448	456	441	459	439	449	451	438	459
Ocean Lakes Elementary (Opened Sept 1989)										
Square Feet	69,917	69,917	69,917	69,917	69,917	69,917	69,917	69,917	69,917	69,917
Program Capacity	626	657	680	626	626	633	670	593	615	551
Enrollment	533	538	526	555	564	572	575	558	553	521
Old Donation School Grades 2-5 (Opened Sept. 1974; Addition Sept. 1995; Relocated to former Princess Anne MS Bldg with Kemps Landing Sept 2014; Relocated to new Building on Honeygrove Rd, Apr. 2017)										
Square Feet	57,774	57,774	52,881	52,881	52,881	52,881	52,881	52,881	52,881	52,881
Program Capacity	512	378	485	491	477	546	551	551	550	546
Enrollment	482	459	461	495	519	516	516	518	514	545

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Parkway Elementary (Opened Sept 1987)										
Square Feet	67,840	67,840	67,840	67,840	67,840	67,840	67,840	67,840	67,840	67,840
Program Capacity	473	467	466	460	465	507	470	505	496	457
Enrollment	475	426	438	428	419	464	459	462	455	465
Pembroke Elementary (Opened Dec 1962; Addition Sept 1968; Addition Sept 1988; Modernized May 2005)										
Square Feet	108,773	108,773	108,773	108,773	108,773	108,773	108,773	108,773	108,773	108,773
Program Capacity	534	567	612	648	621	690	614	623	614	593
Enrollment	477	494	497	494	474	560	500	539	566	552
Pembroke Meadows Elementary (Opened Sept 1969; Modernized Oct 2006)										
Square Feet	75,926	75,926	75,926	75,926	75,926	75,926	75,926	75,926	75,926	75,926
Program Capacity	539	495	473	509	504	542	525	531	498	493
Enrollment	434	443	479	513	505	489	479	489	490	479
Point O'View Elementary (Opened Sept 1969; Addition Sept 1999)										
Square Feet	75,219	75,219	75,219	75,219	75,219	75,219	75,219	75,219	75,219	75,219
Program Capacity	765	680	707	693	693	630	686	653	660	635
Enrollment	717	670	702	717	736	689	743	719	723	684
Princess Anne Elementary (Opened Sept 1956; Addition Sept 1969; Gym Added Sept 1990; Addition Sept 1996)										
Square Feet	77,953	77,953	77,953	77,953	77,953	77,953	77,953	77,953	77,953	77,953
Program Capacity	563	612	657	657	707	734	734	703	671	605
Enrollment	531	569	573	621	658	610	635	675	622	649
Providence Elementary (Opened Sept 1981)										
Square Feet	61,831	61,831	61,831	61,831	61,831	61,831	61,831	61,831	61,831	61,831
Program Capacity	648	576	608	576	576	614	606	561	606	571
Enrollment	551	552	550	539	561	521	529	530	536	539
Red Mill Elementary (Opened Sept 1989; Addition Sept 2006)										
Square Feet	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788
Program Capacity	734	734	747	725	689	653	631	608	577	554
Enrollment	679	662	624	637	624	563	590	563	552	585
Rosemont Elementary (Opened Sept 1981)										
Square Feet	63,667	63,667	63,667	63,667	63,667	63,667	63,667	63,667	63,667	63,667
Program Capacity	433	458	438	458	441	469	482	473	433	408
Enrollment	409	411	397	394	375	432	425	430	386	388
Rosemont Forest Elementary (Opened Jan 1987)										
Square Feet	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788	69,788
Program Capacity	562	635	635	635	545	559	605	551	540	497
Enrollment	523	502	495	519	508	456	529	520	500	496
Salem Elementary (Opened Sept 1988)										
Square Feet	66,890	66,890	66,890	66,890	66,890	66,890	66,890	66,890	66,890	66,890
Program Capacity	514	491	491	509	545	551	574	574	574	605
Enrollment	435	463	470	472	471	468	529	550	568	536
Seatack Elementary (Opened Mar 1952; Addition Sept 1955; Addition Sept 1959; Gym Added Sept 1968; Replaced Mar 2000)										
Square Feet	74,375	74,375	74,375	74,375	74,375	74,375	74,375	74,375	74,375	74,375
Program Capacity	425	382	436	436	432	445	419	378	392	371
Enrollment	383	398	391	356	446	383	366	379	406	391

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Shelton Park Elementary (Opened Sept 1954; Addition Sept 1961; Gym Added Sept 1977; Modernized Jan 2001)										
Square Feet	81,576	81,576	81,576	81,576	81,576	81,576	81,576	81,576	81,576	81,576
Program Capacity	428	414	482	468	437	497	505	468	468	473
Enrollment	372	355	349	356	360	398	420	424	456	411
Strawbridge Elementary (Opened Sept 1991)										
Square Feet	84,948	84,948	84,948	84,948	84,948	84,948	84,948	84,948	84,948	84,948
Program Capacity	692	734	743	765	788	765	635	639	617	583
Enrollment	694	665	666	652	672	558	586	614	606	602
Tallwood Elementary (Opened Sept 1989; Addition Jan 2006)										
Square Feet	69,988	69,988	69,988	69,988	69,988	69,988	69,988	69,988	69,988	69,988
Program Capacity	590	657	657	644	644	639	603	585	585	571
Enrollment	558	565	581	592	607	585	562	592	536	600
Thalia Elementary (Opened Sept 1956; Addition Sept 1963; Gym Added Sept 1989; Modernized Sept 2001)										
Square Feet	91,550	91,550	91,550	91,550	91,550	91,550	91,550	91,550	91,550	91,550
Program Capacity	728	662	617	576	536	602	549	592	621	583
Enrollment	625	611	604	579	562	551	559	601	577	585
Thoroughgood Elementary (Opened Sept 1958; Gym Added Sept 1990; Modernized Sept 1995; Demolished Sept 2018; Portables used in FY19,FY20; New Building opened Sept 2020)										
Square Feet	66,259	66,259	66,259	40,032	40,032	91,913	91,913	91,913	91,913	91,913
Program Capacity	627	666	648	680	747	706	707	783	770	713
Enrollment	708	700	677	618	681	551	723	746	750	763
Three Oaks Elementary (Opened Sept 2005)										
Square Feet	92,210	92,210	92,210	92,210	92,210	92,210	92,210	92,210	92,210	92,210
Program Capacity	716	761	810	810	752	718	687	718	723	677
Enrollment	759	733	729	735	695	635	648	654	704	700
Trantwood Elementary (Opened Sept 1963; Addition Sept 1969; Gym Added Sept 1990; Modernized Sept 2003)										
Square Feet	81,040	81,040	81,040	81,040	81,040	81,040	81,040	81,040	81,040	81,040
Program Capacity	533	545	576	594	572	554	573	551	596	560
Enrollment	461	466	477	458	471	447	503	498	521	559
White Oaks Elementary (Opened Sept 1978)										
Square Feet	77,333	77,333	77,333	77,333	77,333	77,333	77,333	77,333	77,333	77,333
Program Capacity	688	626	617	621	639	684	667	653	662	695
Enrollment	651	608	563	600	603	647	628	674	646	648
Bettie F. Williams Elementary (Opened Sept 1961; Addition Sept 1963; Gym Added Sept 1990; Addition Sept 1995)										
Square Feet	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656
Program Capacity	487	531	531	531	572	580	527	511	466	446
Enrollment	463	476	476	525	466	493	430	407	436	438
Windsor Oaks Elementary (Opened Jul 1968; Replaced Sept 2009)										
Square Feet	88,340	88,340	88,340	88,340	88,340	88,340	88,340	88,340	88,340	88,340
Program Capacity	591	630	576	554	554	567	491	549	540	508
Enrollment	559	582	593	590	580	527	498	508	490	494
Windsor Woods Elementary (Opened Sept 1966; Gym Added Sept 1990; Replaced Sept 2007)										
Square Feet	84,265	84,265	84,265	84,265	84,265	84,265	84,265	84,265	84,265	84,265
Program Capacity	433	473	473	437	396	441	412	476	527	512
Enrollment	357	343	332	342	353	401	439	454	464	519

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Woodstock Elementary (Opened Sept 1957; Addition Sept 1962; Gym Added Sept 1977; Replaced Nov 2002)										
Square Feet	82,707	82,707	82,707	82,707	82,707	82,707	82,707	82,707	82,707	82,707
Program Capacity	752	765	671	689	675	684	657	635	675	653
Enrollment	688	699	677	702	693	690	652	660	687	687
Middle Schools										
Bayside Middle (Opened Sept 1969; Addition Sept 2004)										
Square Feet	180,134	180,134	180,134	180,134	180,134	180,134	180,134	180,134	180,134	180,134
Program Capacity	960	918	918	929	979	893	857	857	698	635
Enrollment	649	659	672	722	745	770	745	669	665	594
Bayside 6th (Opened Sept 2014; Formerly Kemps Landing Magnet; 6th grade previously housed at Bayside Middle)										
Square Feet	56,516.00	56,516	56,516	56,516	56,516	56,516	56,516	56,516	56,516	56,516
Program Capacity	500.00	346	445	434	454	390	359	350	354	344
Enrollment	375.00	348	437	394	433	403	345	322	314	324
Brandon Middle (Opened Aug 1978)										
Square Feet	190,586	190,586	190,586	190,586	190,586	190,586	190,586	190,586	190,586	190,586
Program Capacity	1,286	1,247	1,283	1,292	1,225	1,135	1,167	1,050	1,092	1,025
Enrollment	1,155	1,214	1,205	1,234	1,167	1,087	1,077	1,048	1,008	1,038
Corporate Landing Middle (Opened Sept 1997)										
Square Feet	235,093	235,093	235,093	235,093	235,093	235,093	235,093	235,093	235,093	235,093
Program Capacity	1,538	1,620	1,625	1,517	1,322	1,319	1,219	1,199	1,082	1,139
Enrollment	1,268	1,237	1,224	1,208	1,170	1,134	1,083	1,064	1,035	1,009
Great Neck Middle (Opened Sept 1961; Addition Sept 1963; Replaced Jan 2012)										
Square Feet	219,370	219,370	219,370	219,370	219,370	219,370	219,370	219,370	219,370	219,370
Program Capacity	1,460	1,373	1,384	1,386	1,330	1,194	1,226	1,178	1,128	1,103
Enrollment	1,161	1,175	1,177	1,140	1,106	1,066	1,072	1,052	1,056	1,033
Independence Middle (Opened Sept 1974; Addition Sept 1996)										
Square Feet	137,656	137,656	137,656	137,656	137,656	137,656	137,656	137,656	137,656	137,656
Program Capacity	1,370	1,215	1,148	1,247	1,181	1,240	1,293	1,179	1,204	1,236
Enrollment	1,269	1,192	1,217	1,274	1,281	1,236	1,174	1,169	1,189	1,169
Old Donation School Grades 6-8 (Opened Sept. 1974 as Kemps Landing Magnet; Addition Sept. 1995; Relocated former Princess Anne Middle School Sept. 2014; Relocated to new Bldg on Honeygrove Rd. Apr. 2017)										
Square Feet	80,939	80,939	82,711	82,711	82,711	82,711	82,711	82,711	82,711	82,711
Program Capacity	666	567	675	750	807	868	831	831	832	832
Enrollment	627	688	720	760	772	811	790	817	832	832
Kempsville Middle (Opened Sept 1969)										
Square Feet	136,287	136,287	136,287	136,287	136,287	136,287	136,287	136,287	136,287	136,287
Program Capacity	868	797	869	896	842	798	847	865	764	737
Enrollment	805	820	802	770	765	781	783	736	697	720
Landstown Middle (Opened Sept 1992)										
Square Feet	201,000	201,000	201,000	201,000	201,000	201,000	201,000	201,000	201,000	201,000
Program Capacity	1,634	1,499	1,571	1,481	1,436	1,377	1,424	1,415	1,338	1,209
Enrollment	1,464	1,452	1,423	1,412	1,428	1,344	1,338	1,267	1,248	1,246

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Larkspur Middle (Opened Nov 1994)										
Square Feet	247,264	247,264	247,264	247,264	247,264	247,264	247,264	247,264	247,264	247,264
Program Capacity	1,910	1,763	1,763	1,710	1,680	1,647	1,694	1,588	1,651	1,349
Enrollment	1,520	1,544	1,523	1,557	1,599	1,563	1,555	1,529	1,452	1,473
Lynnhaven Middle (Opened Sept 1974; Addition Sept 1995)										
Square Feet	140,099	140,099	140,099	140,099	140,099	140,099	140,099	140,099	140,099	140,099
Program Capacity	1,250	1,071	1,250	1,259	1,250	1,062	1,049	932	775	817
Enrollment	863	896	912	898	956	957	974	868	671	683
Plaza Middle (Opened Sept 1969)										
Square Feet	157,869	157,869	157,869	157,869	157,869	157,869	157,869	157,869	157,869	157,869
Program Capacity	1,129	1,053	1,179	1,197	1,059	1,068	1,076	1,013	1,004	941
Enrollment	1,083	1,062	1,090	1,088	1,035	1,013	1,020	1,024	1,020	998
Princess Anne Middle (Opened Sept 1962, Addition Sept 1967; Modernization Sept 1990; Addition Sept 1996; Relocated to former Floyd E. Kellam HS Bldg on Holland Road April 2014, New Building Opened Sept 2021)										
Square Feet	222,571	222,571	222,571	222,571	222,571	222,571	222,571	222,571	222,571	222,571
Program Capacity	1,671	1,449	1,584	1,503	1,378	1,315	1,363	1,315	1,313	1,261
Enrollment	1,479	1,460	1,505	1,441	1,382	1,289	1,335	1,395	1,324	1,350
Salem Middle (Opened Sept 1988)										
Square Feet	217,500	217,500	217,500	217,500	217,500	217,500	217,500	217,500	217,500	217,500
Program Capacity	1,070	1,031	1,031	1,040	1,064	1,092	1,023	1,023	982	982
Enrollment	1,044	1,041	1,023	1,058	1,076	1,120	1,124	1,083	1,088	1,056
Virginia Beach Middle (Opened Sept 1952; Addition Sept 1964; Gym Added Sept 1977; Modernized Sept 1993; Replaced Mar 2010)										
Square Feet	189,730	189,730	189,730	189,730	189,730	189,730	189,730	189,730	189,730	189,730
Program Capacity	1,040	923	954	896	817	758	671	638	606	631
Enrollment	839	835	865	801	739	647	609	577	552	616
High Schools										
Bayside High (Opened Sept 1964; Addition Sept 1967; Modernized Sept 1990; Addition Sept 1995)										
Square Feet	200,816	200,816	200,816	200,816	200,816	200,816	200,816	200,816	200,816	200,816
Program Capacity	1,912	1,827	1,827	1,859	2,056	2,061	1,985	2,109	2,094	2,039
Enrollment	1,825	1,799	1,868	1,842	1,852	1,871	1,882	1,917	1,908	1,902
Frank W. Cox High (Opened Sept 1961; Replaced Sept 1983)										
Square Feet	236,744	236,744	236,744	236,744	236,744	236,744	236,744	236,744	236,744	236,744
Program Capacity	1,946	1,955	1,955	1,911	1,986	1,963	1,875	1,875	1,883	1,763
Enrollment	1,889	1,784	1,816	1,783	1,746	1,772	1,697	1,663	1,614	1,597
First Colonial High (Opened Sept 1966; Addition Sept 1968; Addition Sept 1996)										
Square Feet	178,266	178,266	178,266	178,266	178,266	178,266	178,266	178,266	178,266	178,266
Program Capacity	1,813	1,919	1,811	1,883	1,874	1,614	1,621	1,631	1,560	1,531
Enrollment	1,923	1,873	1,804	1,828	1,807	1,766	1,725	1,738	1,631	1,616
Green Run High (Opened Sept 1979; Green Run Collegiate Public Charter School opened in Sept 2013 using part of this building.)										
Square Feet	225,221	225,221	225,221	225,221	225,221	225,221	225,221	225,221	225,221	225,221
Program Capacity	1,556	1,663	1,526	1,512	1,522	1,486	1,313	1,350	1,316	1,306
Enrollment	1,528	1,425	1,398	1,331	1,317	1,349	1,436	1,464	1,370	1,391

Table 24

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
SCHOOL BUILDINGS INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Floyd E. Kellam High (Opened New Building on West Neck Road Jan 2014)										
Square Feet	349,350	349,350	349,350	349,350	349,350	349,350	349,350	349,350	349,350	349,350
Program Capacity	1,867	1,857	1,857	1,868	1,868	2,120	2,093	2,093	2,039	2,049
Enrollment	2,029	2,021	2,038	1,959	1,944	1,934	1,893	1,875	1,880	1,827
Kempsville High (Opened Sept 1966; Addition Sept 1968; Modernized Sept 1991; Addition Sept 1995)										
Square Feet	202,665	202,665	202,665	202,665	202,665	202,665	202,665	202,665	202,665	202,665
Program Capacity	1,985	1,908	1,969	2,056	2,092	2,060	2,026	2,083	2,093	2,029
Enrollment	1,465	1,549	1,632	1,671	1,743	1,786	1,894	1,963	2,001	2,002
Landstown High (Opened Sept 2001; Addition Jan 2007)										
Square Feet	308,924	308,924	308,924	308,924	308,924	308,924	308,924	308,924	308,924	308,924
Program Capacity	2,385	2,543	2,594	2,569	2,512	2,031	2,354	2,373	2,278	2,277
Enrollment	2,208	2,183	2,139	2,163	2,162	2,177	2,185	2,212	2,207	2,147
Ocean Lakes High (Opened Sept 1994; Addition Jan 2007)										
Square Feet	330,525	330,525	330,525	330,525	330,525	330,525	330,525	330,525	330,525	330,525
Program Capacity	2,586	2,705	2,731	2,668	2,642	2,353	2,348	2,375	2,248	2,225
Enrollment	2,126	2,102	2,074	2,040	2,011	1,964	1,962	1,843	1,791	1,805
Princess Anne High (Opened Aug 1954; Modernized Sept 1987; Modernized (due to major fire damage) Jan 1997)										
Square Feet	228,860	228,860	228,860	228,860	228,860	228,860	228,860	228,860	228,860	228,860
Program Capacity	1,737	1,945	1,917	1,880	1,835	1,585	1,599	1,599	1,599	1,617
Enrollment	1,800	1,833	1,779	1,751	1,732	1,740	1,708	1,724	1,713	1,612
Salem High (Opened Sept 1989)										
Square Feet	260,889	260,889	260,889	260,889	260,889	260,889	260,889	260,889	260,889	260,889
Program Capacity	1,938	1,850	1,850	1,833	2,047	1,850	1,843	1,897	1,879	1,890
Enrollment	1,726	1,677	1,702	1,705	1,711	1,726	1,661	1,646	1,660	1,676
Tallwood High (Opened Sept 1992)										
Square Feet	294,457	294,457	294,457	294,457	294,457	294,457	294,457	294,457	294,457	294,457
Program Capacity	2,233	2,168	2,352	2,376	2,392	2,151	2,116	2,116	2,075	2,074
Enrollment	1,956	1,938	1,946	1,839	1,853	1,901	1,827	1,848	1,870	1,880
Renaissance Academy - Middle/High Campuses (Opened Dec 2009)										
Square Feet	284,968	284,968	284,968	284,968	284,968	284,968	284,968	284,968	284,968	284,968
Program Capacity	1,197	1,191	1,231	1,231	1,119	1,157	1,158	1,218	851	836
Enrollment	438	429	379	428	399	322	287	394	497	467
Green Run Collegiate Public Charter School (Opened Sept 2013; located at Green Run High School)										
Square Feet	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500
Program Capacity	400	400	400	400	400	400	400	400	400	400
Enrollment	282	364	337	360	371	395	400	372	379	391

Note: Program Capacity is the maximum capacity of the school building for a particular school year and particular student population, taking into account the number of first seats in the building (without counting portables currently on site).

Source: The Department of School Division Services

Table 25

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENT MEMBERSHIP
Last Ten Fiscal Years (unaudited)

Fiscal Year	September 30 Membership	March 31 Average Daily Membership	End-of-Year Membership	Average Daily End-of-Year Membership
2016	68,568	67,890	67,719	68,244
2017	67,868	67,152	67,059	67,502
2018	67,621	67,091	67,052	67,393
2019	67,181	66,593	66,599	66,944
2020	67,262	66,714	66,996	67,172
2021	64,289	63,452	63,056	63,647
2022	64,120	63,579	63,640	63,909
2023	64,050	65,183	63,129	63,661
2024	63,572	64,687	62,866	63,242
2025	63,328	62,787	62,307	62,859

Note: This table represents membership data reported to the Commonwealth of Virginia Department of Education at different points during the year. The September 30 Membership is the sum of pupils present and absent on September 30 or the school day closest to September 30 (however, excludes pre-kindergarten pupils). The March 31 Average Daily Membership is the average daily membership for the first seven months of the school year. The End-of-Year Membership is the sum of the pupils present and absent on the last day of the school year. The Average Daily End-of-Year Membership is the average daily membership for the school year.

Source: Commonwealth of Virginia, Superintendent's Annual Report for Virginia

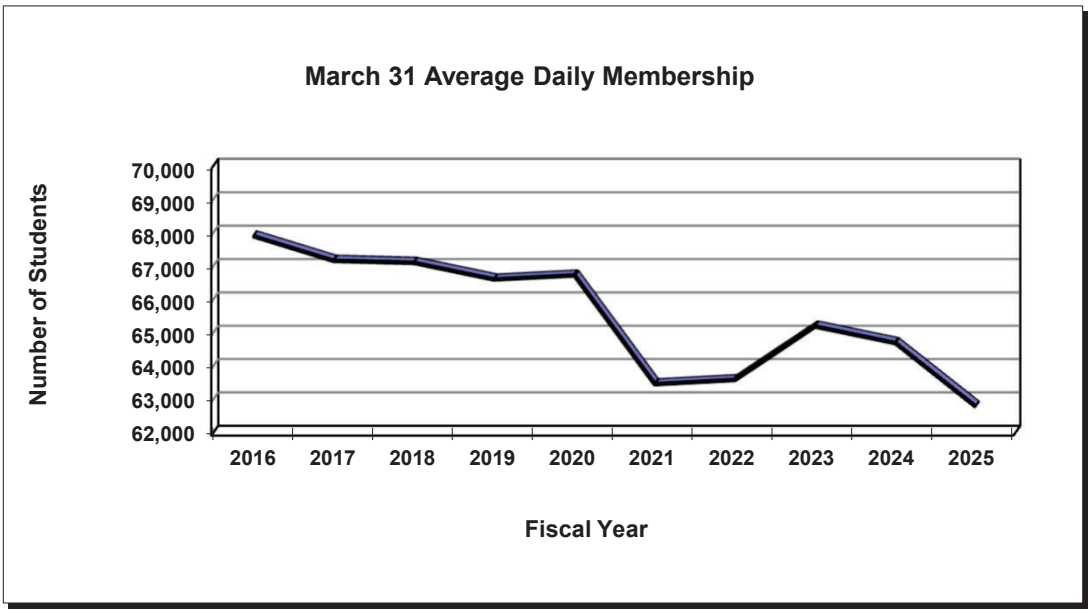


Table 26

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
STUDENT MEMBERSHIP BY ETHNIC GROUP
Last Ten Fiscal Years (unaudited)

Fiscal Year	African American	%	Caucasian	%	Hispanic	%	Asian	%	Pacific Islander	%	Native American	%	Unspeci-fied or 2 or More
2016	16,666	23.9	34,866	50.0	7,599	10.9	4,005	5.7	342	0.5	167	0.2	6,132
2017	16,543	23.9	34,144	49.4	7,664	11.1	4,051	5.9	340	0.5	157	0.2	6,186
2018	16,398	23.8	33,647	48.8	7,819	11.3	4,164	6.0	348	0.5	158	0.2	6,448
2019	16,146	23.5	33,083	48.2	8,035	11.7	4,153	6.1	346	0.5	160	0.2	6,701
2020	15,835	23.0	32,749	47.7	8,552	12.4	4,211	6.1	344	0.5	152	0.2	6,863
2021	15,412	23.5	30,284	46.2	8,445	12.9	4,150	6.3	333	0.5	152	0.2	6,836
2022	15,137	23.1	30,232	46.2	8,637	13.2	4,030	6.2	332	0.5	152	0.2	6,978
2023	15,076	23.0	29,840	45.5	8,919	13.6	4,052	6.2	316	0.5	151	0.2	7,196
2024	14,941	23.0	29,290	45.1	9,143	14.1	3,986	6.1	300	0.5	142	0.2	7,181
2025	14,967	23.1	28,861	44.5	9,376	14.5	3,984	6.1	299	0.5	155	0.2	7,181

Note: This table is based on the September 30 student membership (includes pre-kindergarten pupils).

Source: Departments of Technology and School Administration

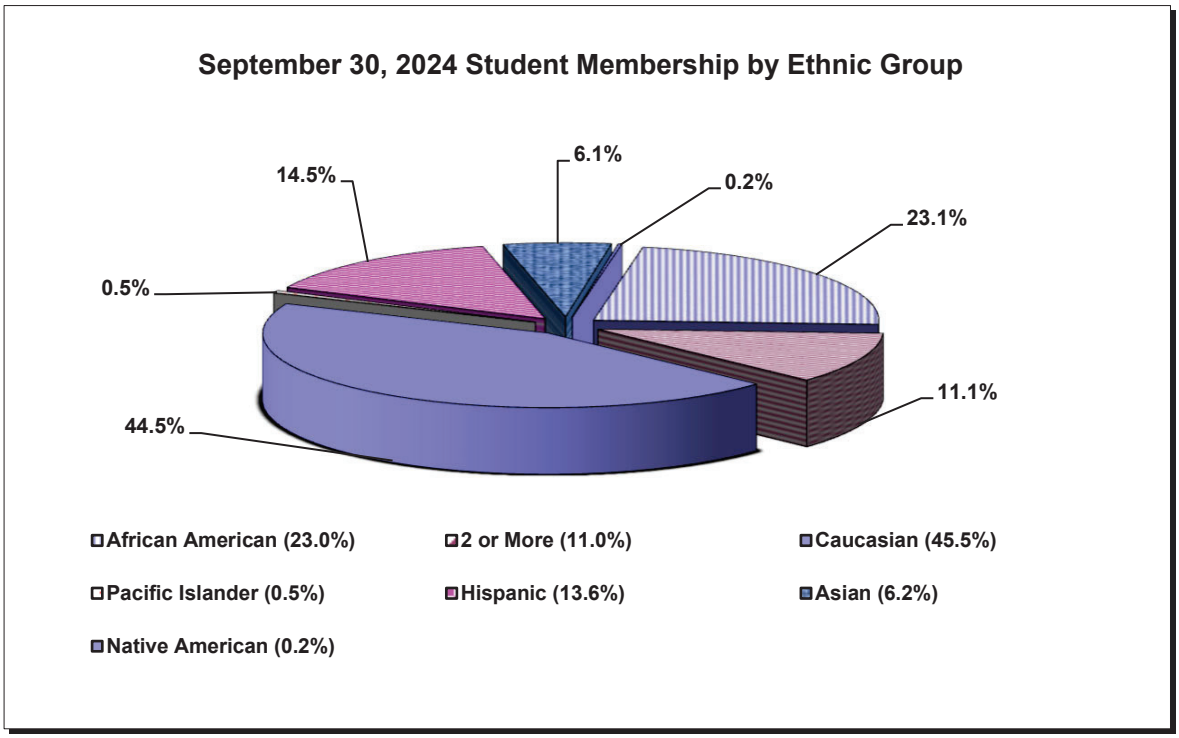


Table 27

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - MISCELLANEOUS STATISTICAL DATA
JUNE 30, 2024 (unaudited)

Date of Incorporation		January 1, 1963
Form of Government		Council - Manager
Area - Square Miles		310
Land	259	
Water	51	
Culture and Recreation:		
Developed District Parks		6
Developed Community Parks		12
Developed Neighborhood Parks		178
Natural Parks		6
Other Park Areas		89
Acres in Developed Parks		3,635
Golf Courses (City Owned)		4
Recreation Centers		7
Population:		
Census 1970		172,106
Census 1980		262,199
Census 1990		393,069
Census 2000		425,257
Census 2010		437,994
Census 2020		459,470
Current Estimate		453,649

Table 28

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - PRINCIPAL EMPLOYERS
Current Fiscal Year and Nine Years Ago (unaudited)

	Approximate Number of Employees	Percent of Total City Employment	Rank	Approximate Number of Employees	Percent of Total City Employment	Rank
	2025			2016		
City of Virginia Beach / Schools	18,255	8.16 %	1	16,998	7.40 %	1
Joint Expeditionary Base Little Creek/Ft. Story	5,020	2.25	2	6,000	2.61	2
Sentara Healthcare	4,900	2.19	3	5,189	2.26	3
Naval Air Station Oceana/Dam Neck	4,500	2.01	4	3,600	1.57	4
GEICO General Insurance company	3,600	1.61	5	2,700	1.18	5
STIHL Inc	3,300	1.48	6	2,067	0.90	7
Gold Key/PHR Hotels and Resorts	2,365	1.06	7	1,000	0.44	10
Navy Exchange Service Command	1,550	0.69	8	1,550	0.67	9
Westminster-Canterbury on Chesapeake Bay	848	0.38	9	-	-	-
LoanCare Servicing Center Inc.	800	0.36	10	-	-	-
Lynnhaven Mall	-	0.00	-	2,600	1.13	6
Amerigroup	-	0.00	-	1,850	0.81	8
Totals	45,138	20.19 %		43,554	18.96 %	

Source: City of Virginia Beach - Department of Finance, Department of Economic Development and Department of Budget and Management Services

Table 29

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years (unaudited)

Fiscal Year	Population[1]	Personal Income (thousands)*[2]	Per Capita Personal Income*[2]	Median Age [3]	Number of City Employees [4]	Education Level in Years of Formal Schooling [5]	Local Unemployment Rate [6]
2016	453,628	24,061,240	52,697	35.9	7,370	13.9	3.8%
2017	454,448	24,883,158	54,531	36.4	7,087	13.9	3.8%
2018	453,410	24,944,147	54,558	36.4	7,255	13.9	2.8%
2019	452,643	25,808,743	56,315	36.4	7,332	13.9	2.7%
2020	454,209	27,311,315	59,413	36.9	7,410	14.0	8.2%
2021	459,470	29,627,862	64,609	36.6	7,388	14.2	4.2%
2022	458,028	30,833,545	67,756	37.1	7,419	14.2	3.7%
2023	455,385	32,704,161	72,091	36.7	7,480	14.2	2.8%
2024	453,605	-	-	38.2	7,591	14.2	2.4%
2025	454,808	-	-	-	7,631	14.2	-

Sources: City of Virginia Beach

1 Virginia Demographics by Cubit, Retreived October 31, 2025.
https://www.virginia-demographics.com/cities_by_population

2 U.S. Bureau of Economic Analysis, "CAINC1 County and MSA personal income summary: personal income, population, per capita personal income."
(accessed Thursday, November 21, 2024). https://www.bea.gov/itable/regional-gdp-and-personal-income

3 United States Census Bureau. Median Age by Sex. Retrieved October 29, 2024.
https://data.census.gov/table?q=B01002:%20MEDIAN%20AGE%20BY%20SEX&g=010XX00US_040XX00US51_050XX00US51810&y=2023

4 City of Virginia Beach Budget and Managment Services. FY25 Operating Budget. Retrieved October 30, 2025.
https://budget.virginiabeach.gov/city-budget/budget-archives

5 United States Census Bureau. Educational Attainment. Retrieved October 29, 2024.
https://data.census.gov/table?q=educational%20attainment&g=010XX00US_040XX00US51_050XX00US51810&y=2023

6 City of Virginia Beach Economic Development. Civialian Workforce Statistics. Retrieved on October 29, 2024.
https://www.yesvirginiabeach.com/business-environment/workforce data on April 2023.

Notes: *Figures were updated to reflect the latest data released by the Bureau of Economic Analysis on November 14, 2024.
- Information Unavailable

Table 30

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO (unaudited)

	2025			2016		
	Real Property Assessed Value	Percent of Total Real Property Assessed Value	Rank	Real Property Assessed Value	Percent of Total Real Property Assessed Value	Rank
Armada Hoffler	$ 776,838,800	0.93 %	1	$ 348,578,500	0.55 %	2
Ramon W. Breeden, Jr.	772,061,400	0.92	2	345,708,500	0.55	3
Dominion Energy, Inc. *	580,253,063	0.69	3	350,475,577	0.55	1
A.D. & L.E. Fleder & J. M. & R.J. Caplan	572,043,000	0.68	4	257,436,900	0.41	6
E. C. & A. F. Ruffin & B. L. Thompson	378,311,200	0.45	5	266,804,000	0.42	5
Amazon.Com Services LLC	309,716,200	0.37	6	-	-	-
Constituition LLC	277,624,000	0.33	7	-	-	-
Lynnhaven Mall LLC	275,928,000	0.33	8	284,948,200	0.45	4
W.Taylor Franklin	275,782,900	0.33	9	-	-	-
Pembroke Square Associates	262,411,500	0.31	10	187,416,300	0.30	7
Watergate Treehouse Assoc. LP	-	-	-	113,616,200	0.18	13
Virginia Natural Gas, Inc	-	-	-	92,538,234	0.15	17
Cheryl P. McLeskey	-	-	-	138,061,200	0.22	10
Christian Broadcasting Assoc./Net Inc.	-	-	-	148,392,200	0.23	9
Verizon Virginia, Inc.	-	-	-	170,066,425	0.27	8
Totals	$ 4,480,970,063	5.34 %		$ 2,704,042,236	4.28 %	

* Formerly Virginia Electric & Power Company

Source: City of Virginia Beach - Department of Finance, Office of Real Estate Assessor, and Commissioner of the Revenue

Table 31

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years (unaudited)

Fiscal Year	Real Property Assessed Value		Personal Property Assessed Value		Public Service Assessed Value	Total Taxable Assessed Value	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential	Commercial	Residential	Commercial				
2016	$ 43,302,214,028	$ 8,714,160,476	$ 3,552,544,174	$ 1,029,515,444	$ 895,479,945	$ 57,493,914,067	$ 57,493,914,067	100.0%
2017	45,017,777,981	8,822,768,056	3,612,948,282	1,079,435,074	945,094,380	59,478,023,773	59,478,023,773	100.0%
2018	46,426,321,920	9,094,379,313	3,662,270,285	1,124,495,564	983,607,868	61,291,074,950	61,291,074,950	100.0%
2019	47,819,472,210	9,479,885,409	4,465,618,146	1,181,448,770	1,020,179,772	63,966,604,307	63,966,604,307	100.0%
2020	49,373,623,875	9,975,795,660	4,570,825,950	1,025,877,871	1,046,921,797	65,993,045,153	65,993,045,153	100.0%
2021	51,177,172,399	10,254,365,192	5,151,658,034	744,898,436	1,111,754,367	68,439,848,428	68,439,848,428	100.0%
2022	53,720,116,305	10,096,383,587	5,484,917,057	1,665,362,748	1,131,096,865	72,097,876,562	72,097,876,562	100.0%
2023	59,655,289,015	10,026,808,819	5,721,976,158	1,186,640,535	1,193,996,250	77,784,710,777	77,784,710,777	100.0%
2024	65,739,185,533	10,728,183,166	6,345,543,767	1,433,336,249	1,091,398,005	85,337,646,720	85,337,646,720	100.0%
2025	70,867,557,693	11,433,046,903	6,393,149,626	1,279,504,736	1,348,502,651	91,321,761,609	91,321,761,609	100.0%

Source: City of Virginia Beach - Department of Finance, Office of Real Estate Assessor and Commissioner of the Revenue.

Table 32

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years (unaudited)

Fiscal Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2016	613,105,892	589,411,524	96.1%	18,946,272	608,357,796	99.2%
2017	634,993,466	609,085,906	95.9%	21,453,935	630,539,841	99.3%
2018	662,272,634	636,789,707	96.2%	24,103,980	660,893,687	99.8%
2019	688,073,333	638,348,095	92.8%	28,217,169	666,565,264	96.9%
2020	722,621,429	631,762,062	87.4%	74,246,066	706,008,128	97.7%
2021	727,662,524	687,116,605	94.4%	54,177,469	741,294,074	101.9%
2022	742,224,896	707,907,083	95.4%	42,931,893	750,838,976	101.2%
2023	799,133,262	755,199,729	94.5%	43,913,518	799,113,247	100.0%
2024	882,727,060	830,786,286	94.1%	42,451,783	873,238,069	98.9%
2025	919,006,227	867,095,870	94.4%	-	867,095,870	94.4%

Note: Collections in subsequent years represent delinquent accounts collected during the course of any fiscal year subsequent to the fiscal year of the tax levy.

Source: City of Virginia Beach - Department of Finance, Office of Real Estate Assessor and Commissioner of the Revenue.

Table 33

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - REVENUE RATES FOR REAL ESTATE AND PERSONAL PROPERTY
Last Ten Fiscal Years (unaudited)

Fiscal Year	Base Real Property Tax Rate	Additional Real Property Tax Rate Sandbridge SSD	Additional Real Property Tax Rate Town Center SSD	Additional Real Property Tax Rate Old Donation SSD	Additional Real Property Tax Rate Bayville Creek SSD	Additional Real Property Tax Rate Shadowlawn SSD	Additional Real Property Tax Rate Chesopeian SSD
2016	$ 0.9900	$ 0.0600	$ 0.4500	$ 0.1840	$ 0.3630	$ 0.1594	$ 0.2913
2017	0.9900	0.0600	0.4500	0.1840	0.3630	0.1594	0.2913
2018	1.0025	0.0600	0.4500	0.1840	0.5690	0.1594	0.2913
2019	1.0025	0.0600	0.4500	0.1840	0.4720	0.1594	0.2913
2020	1.0175	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913
2021	1.0175	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913
2022	0.9900	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913
2023	0.9900	0.0200	0.4500	0.1840	0.4720	0.1594	0.2913
2024	0.9900	0.0100	0.4500	0.1840	0.4720	0.1594	0.2913
2025	0.9900	0.0200	0.4500	0.1840	0.4720	0.1594	0.2913

Fiscal Year	Base Real Property Tax Rate	Additional Real Property Tax Rate Harbor Point SSD	Additional Real Property Tax Rate Gills Cove SSD	Additional Real Property Tax Rate Hurds Cove SSD	Additional Real Property Tax Rate Shilling Point	Personal Property Tax Rate
2016	$ 0.9900	$ 0.0790	$ 0.0630	$ 0.4380	$ -	$ 4.0000
2017	0.9900	0.0790	0.0630	0.4380	-	4.0000
2018	1.0025	0.0790	0.0630	0.4380	-	4.0000
2019	1.0025	0.1200	0.0630	0.4380	-	4.0000
2020	1.0175	0.1200	0.0630	0.4380	0.4040	4.0000
2021	1.0175	0.1200	0.0630	0.4380	0.4040	4.0000
2022	0.9900	0.1200	0.0630	0.4380	0.4040	4.0000
2023	0.9900	0.1200	0.0630	0.4380	0.4040	4.0000
2024	0.9900	0.1200	0.0630	0.4380	0.4040	4.0000
2025	0.9900	0.1200	0.1600	0.4380	0.5800	4.0000

Notes: (1) The City is the only entity with local taxing authority within its boundaries.
(2) Real Property Tax Rate is applied to real estate such as land and buildings.
(3) Personal Property Tax Rate is applied to Personal Property such as automobiles and equipment
(4) The tax bases are mutually exclusive

Source: City of Virginia Beach - Department of Finance/City Adopted Resource Management Plan

Table 34

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA

CITY OF VIRGINIA BEACH, VIRGINIA - RATIOS OF OUTSTANDING GENERAL BONDED DEBT BY TYPE

Last Ten Fiscal Years (unaudited)

Fiscal Year*	General Obligation Bonds	State Literary Fund Loans	Appropriation Backed Debt**	Total	Percentage of Estimated Actual Full Value of Property	General Bonded Debt Per Capita***
2016	$ 721,310,401	$ 2,250,000	$ 373,133,427	$ 1,096,693,828	1.9%	$ 2,195
2017	655,854,925	1,875,000	360,528,148	1,018,258,073	1.7%	2,040
2018	664,558,868	1,500,000	360,314,441	1,026,373,309	1.7%	2,056
2019	600,663,013	1,125,000	321,622,445	923,410,458	1.4%	1,856
2020	649,974,113	750,000	467,510,392	1,118,234,505	1.7%	2,174
2021	585,872,515	375,000	429,128,906	1,015,376,421	1.5%	1,975
2022	634,010,034	-	378,137,659	1,012,147,693	1.4%	1,971
2023	570,888,217	-	329,158,637	900,046,854	1.2%	1,971
2024	794,560,443	-	449,682,073	1,244,242,516	1.5%	2,480
2025	646,639,117	-	375,090,771	1,021,729,888	1.1%	-

Source: City of Virginia Beach - Department of Finance

*Fiscal Years 2016-2024 have been adjusted to reflect the related unamortized premium.

**Appropriation Backed Debt includes all Governmental Public Facility Revenue Bonds, Capital Leases, COPs, Williams Farm, and Business Type Virginia Beach Development Authority Debt.

***Computation of Net Debt Per Capita is net of premiums and discounts.

Table 35

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years (unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Debt Limit	$ 5,291,185,445	$ 5,478,360,985	$ 5,650,206,962	$ 5,831,703,750
Total Net Debt Applicable to Limit	697,520,721	641,749,326	646,061,132	590,409,579
Legal Debt Margin	$ 4,593,664,724	$ 4,836,611,659	$ 5,004,145,830	$ 5,241,294,171
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	13.18%	11.71%	11.43%	10.12%

Source: City of Virginia Beach - Department of Finance, Office of the Real Estate Assessor, Virginia State Corporation Commission, Public Service Corporations Report and Personal Property Assessment.

Note: Total net debt applicable to the limit is tax-supported debt, which includes General Obligation Bonds, State Literary Fund debt for Public Schools, and Agricultural Reserve Program installment purchase agreements. Under State law, the City's outstanding general obligation debt should not exceed 10% of total assessed property value. In addition, the City has established financial affordability indicators to restrict debt as follows:

- The total annual debt service for general government supported debt will not exceed 10% of general government expenditures (excluding interfund transfers).
- The City's overall net debt may not exceed 3.0% of the estimated full value of taxableproperty.
- The City's fixed costs (tax-supported debt plus annual costs for pension and OPEB) may not exceed 20% of general government expenditures.
- The City's ten-year pay-out of tax-supported debt shall be greater than 50%.

Table 35

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
CITY OF VIRGINIA BEACH, VIRGINIA - LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years (unaudited)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 6,039,301,442	$ 6,253,886,891	$ 6,494,389,031	$ 7,087,220,908	$ 7,755,538,966	$ 8,364,527,040
629,730,209	575,052,122	613,872,302	552,965,034	758,247,394	693,978,317
$ 5,409,571,233	$ 5,678,834,769	$ 5,880,516,729	$ 6,534,255,874	$ 6,997,291,572	$ 7,670,548,723
10.43%	9.20%	9.45%	7.80%	9.78%	8.30%

Legal Debt Margin Calculation For Fiscal Year 2025 Assessed Value of Real Property

Regular	$ 82,300,604,596
Public Service (excluding vehicle assessments)	1,344,665,805
Total Assessed Value of Real Property	$ 83,645,270,401
Debt Limit (10% of Total Assessed Value)	$ 8,364,527,040
Total Net Debt applicable to limit	693,978,317
Legal Debt Margin	$ 7,670,548,723

Table 36

SCHOOL BOARD OF THE CITY OF VIRGINIA BEACH, VIRGINIA
RATIOS OF OUTSTANDING DEBT
Last Ten Fiscal Years (unaudited)

Fiscal Year	Subscription Liability	Percent of Personal Income	Debt Per Capita
2023	1,623,811	0.00%	3.57
2024	778,559	0.00%	1.72
2025	2,096,497	0.00%	4.61

NOTE: See Note 5A in the notes to the financial statements for additional details on VBCPS' outstanding debt

The Code prohibits VBCPS from issuing obligation debt. As a result, the City issues bonds for VBCPS and reports the bonds related to VBCPS in its financial statements.

GASB 96 implementation in fiscal year 2023 resulted in a change to VBCPS debt to include subscription liability.

See Table 29 for personal income and population totals. For data from the Bureau of Economic Analysis that is not yet available, the most recent year will be used.

COMPLIANCE SECTION

VIRGINIA BEACH CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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Cherry Bekaert LLP
Your Guide Forward

Report Of Independent Auditor on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Honorable Members of the School Board
City of Virginia Beach, Virginia

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Specifications for Audits of Counties, Cities, and Towns* issued by the Auditor of Public Accounts of the Commonwealth of Virginia (the "Specifications"), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board of the City of Virginia Beach, Virginia (the "School Board"), a component unit of the City of Virginia Beach, Virginia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated December 12, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or the Specifications.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Cherry Bekaert LLP

Virginia Beach, Virginia
December 12, 2025

Donald E. Robertson Jr., Ph.D., Superintendent
Virginia Beach City Public Schools
2512 George Mason Drive, Virginia Beach, VA 23456-0038

Produced by the Department of Communications and Community Engagement for the Department of Budget and Finance.
For further information, please call (757) 263-1033.

Notice of Non-Discrimination Policy

Virginia Beach City Public Schools does not discriminate on the basis of race, color, religion, national origin, sex, sexual orientation/gender identity, pregnancy, childbirth or related medical condition, disability, marital status, age, genetic information or military status in its programs and activities, employment, or enrollment and provides equal access to the Boy Scouts and other designated youth groups. School Board policies and regulations (including but not limited to, Policies 2-33, 4-4, 5-4, 5-19, 5-20, 5-31, 5-44, 6-7, 6-33, 7-48, 7-49, 7-57 and Regulations 2-33.1, 4-4.1, 4-4.2,4-4.3, 5-7.1, 5-44.1,5-44.2 , 7-11.1 and 7-57.1) provide equal access to courses, programs, enrollment, counseling services, physical education and athletic, vocational education, instructional materials, extracurricular activities, and employment.

Title IX Notice: Complaints or concerns regarding discrimination on the basis of sex or sexual harassment should be addressed to the Title IX Coordinator, Robin Reese, Ed.D., at the VBCPS Office of Student Leadership, 641 Carriage Hill Road, Suite 200, Virginia Beach, VA 23452, (757) 263-2020, *Robin.Resse@vbschools.com*. Additional information regarding Virginia Beach City Public Schools' policies regarding discrimination on the basis of sex and sexual harassment, as well as the procedures for filing a formal complaint and related grievance processes, can be found in School Board Policy 5-31, 5-44 and School Board Regulations 5-44.1, 5-44.2 (students), School Board Policy 4-4 and School Board Regulation 4-4.3 (employees) and on the School Division's website at ***https://www.vbschools.com/about/titleix***. Concerns about the application of Section 504 of the Rehabilitation Act should be addressed to the Section 504 Coordinator/Executive Director of Student Support Services at (757) 263-1980, 641 Carriage Hill Road, Virginia Beach, Virginia, 23452 or the Section 504 Coordinator at the student's school. For students who are eligible or suspected of being eligible for special education or related services under IDEA, please contact the Office of Programs for Exceptional Children at (757) 263-2400, Plaza Annex/Family and Community Engagement Center,
641 Carriage Hill Road, Suite 200, Virginia Beach, VA 23452.

The School Division is committed to providing educational environments that are free of discrimination, harassment, and bullying. Students, staff, parents/legal guardians who have concerns about discrimination, harassment, or bullying should contact the school administration at their school. Promptly reporting concerns will allow the school to take appropriate actions to investigate and resolve issues. School Board Policy 5-7 addresses non-discrimination and anti-harassment, Policy 5-44 addresses sexual harassment and discrimination based on sex or gender. Policy 5-36 and its supporting regulations address other forms of harassment.

Alternative formats of this publication which may include taped, Braille, or large print materials are available upon request for individuals with disabilities. Call or write Daniel Hopkins, Director of Business Services, Virginia Beach City Public Schools, 2512 George Mason Drive, P.O. Box 6038, Virginia Beach, Virginia 23456-0038. Telephone (757) 263-1033, fax (757) 263-1739, (757) 263-1240 (TDD) or e-mail him at Daniel.Hopkins2@vbschools.com.

vbschools.com
your virtual link to Hampton Roads' largest school system

VIRGINIA BEACH
CITY PUBLIC SCHOOLS
CHARTING THE COURSE

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2025