Annual Comprehensive Financial Report

For Fiscal Year Ended June 30, 2024

Virginia Beach, Virginia



CITY OF VIRGINIA BEACH

ANNUAL
COMPREHENSIVE
FINANCIAL REPORT
OF THE
CITY OF VIRGINIA BEACH, VIRGINIA

FOR THE FISCAL YEAR ENDED

JUNE 30, 2024

PREPARED BY

DEPARTMENT OF FINANCE

ACKNOWLEDGEMENTS

The preparation of this report has been accomplished by the efficient and dedicated services of the staff of the Department of Finance. I would also like to thank the City Auditor's Office for their assistance in managing the audit and audit contract. The contributions of all are invaluable and sincerely appreciated and clearly reflect the high standards which have been set by the City of Virginia Beach.

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It is also appropriate to thank the City Manager, Mayor and Members of City Council for making possible the excellent financial position of the City through their interest and support in planning and conducting the financial affairs of the City.

CITY OF VIRGINIA BEACH, VIRGINIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

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INTRODUCTORY SECTION

CITY OF VIRGINIA BEACH, VIRGINIA
PRINCIPAL OFFICIALS
AS OF JUNE 30, 2024

CITY COUNCIL

Robert M. Dyer..... Mayor
Rosemary Wilson, Vice Mayor..... District 5
David Hutcheson..... District 1
Barbara Henley..... District 2
Michael Berlucchi..... District 3
Dr. Amelia Ross-Hammond..... District 4
Robert W. Remick..... District 6
Sabrina D. Wooten..... District 7
Chris Taylor..... District 8
Joashua F. Schulman..... District 9
Jennifer V. Rouse..... District 10

CONSTITUTIONAL OFFICERS

V. Leigh Henderson..... City Treasurer
Philip J. Kellam..... Commissioner of the Revenue
Tina E. Sinnen..... Clerk of Circuit Court
Colin Stolle..... Commonwealth's Attorney
Kenneth Stolle..... Sheriff

APPOINTED OFFICERS

Patrick A. Duhaney..... City Manager
Mark D. Stiles..... City Attorney
Amanda Barnes..... City Clerk
Sue C. Cunningham..... Real Estate Assessor
Lyndon S. Remias..... City Auditor

CITY LEADERS

Kenneth L. Chandler..... Deputy City Manager
Monica D. Croskey..... Deputy City Manager
Amanda Jarratt..... Deputy City Manager

SCHOOL BOARD

Kimberly A. Melnyk, Chair..... District 2
Jennifer Franklin, Vice Chair..... District 2-Kempsville
Trenace B. Riggs..... District 1-Centerville
Jessica I. Owens.....District 3-Rose Hall
Shannon L. Kendrick.....District 4
Michael Callan.....District 6
David Culpepper.....District 8
Carolyn D. Weems.....District 9
Kathleen Brown..... District 10
Beverly M. Anderson..... At-Large
Victoria Manning..... At-Large

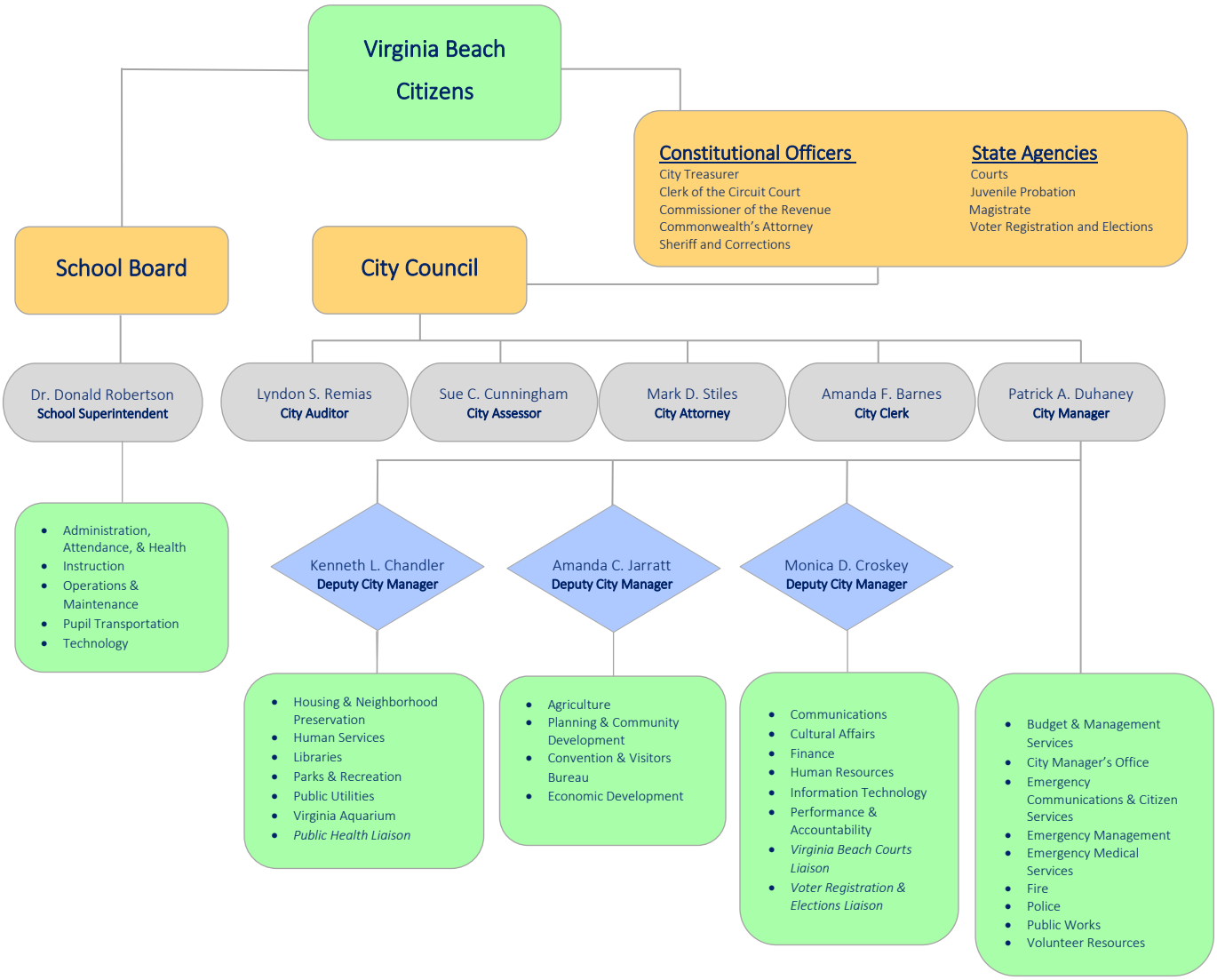
VIRGINIA BEACH DEVELOPMENT AUTHORITY

Lisa M. Murphy..... Chair
W. Taylor Franklin..... Vice Chair
Charles Rigney..... VBDA Secretary
William Brunke..... Treasurer
Guenter H. Weissenseel..... Secretary
Dr. William Brown..... Assistant Secretary
Linda Garris-Bright..... Commissioner
Eric Keplinger..... Commissioner
Penny Morgan..... Commissioner
Ronnie L. Parker..... Commissioner
Michael J. Standing..... Commissioner

VIRGINIA BEACH COMMUNITY DEVELOPMENT CORPORATION

Frank McKinney..... Chair
Dr. Audrey Douglas-Cooke..... Vice President
Andrew Friedman..... Secretary/Treasurer
Kay Ashby..... Director
Marshal Brice..... Director
Christopher L. Brown..... Director
J. David Crain Jr..... Director
Robert Ewell..... Director
Jeremy C. Johnson..... Director
Tim McCarthy..... Director
Gary Sharpe..... Director

CITY ORGANIZATION



City of Virginia Beach

VBgov.com

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MUNICIPAL CENTER
BUILDING 1
2401 COURTHOUSE DRIVE
VIRGINIA BEACH, VA 23456

December 5, 2024

The Honorable Robert M. Dyer, Mayor
Members of the Virginia Beach City Council
Municipal Center
Virginia Beach, Virginia 23456

Subject: Annual Comprehensive Financial Report

Dear Mayor and Council Members and Citizens of Virginia Beach, Virginia:

We are pleased to present the City of Virginia Beach's (the City) Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. This report is designed to present fairly the financial position of the financial reporting entity, which consists of the City of Virginia Beach as well as its component units including City of Virginia Beach School Board, Virginia Beach Development Authority, Atlantic Park Community Development Authority and Community Development Corporation in all material respects and to demonstrate compliance with applicable finance-related legal and contractual provisions. The report adheres to the principle of full disclosure so that the reader may gain the maximum understanding of the City's financial affairs.

The Finance department has prepared this report in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with Government Auditing Standards by a firm of independent certified public accountants. This report complies with state law and guidelines of the Auditor of Public Accounts of the Commonwealth of Virginia.

Responsibility for the accuracy of the data and the completeness and fairness of presentation, including all disclosures, rests with City management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported to present fairly the financial position of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

CITY PROFILE AND SERVICES

The City of Virginia Beach, Virginia was established 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 that covers 310 square miles and 38 miles of shoreline on the Atlantic Ocean and the Chesapeake Bay. The City encompasses the entire eastern border of Virginia south of the Delmarva Peninsula and includes all of the area from the Chesapeake Bay to the North Carolina border. The latest estimated population as of July 1, 2023, for the City is 453,605, which makes the City the most populated city in the region and Virginia, and third most populated locality behind Fairfax County and Prince William County in Virginia *(Source: University of Virginia Weldon Cooper Center for Public Service)*. The City is part of a Metropolitan Statistical Area (MSA) comprised of 16 localities, classified by the U.S. Census Bureau as Virginia Beach-Norfolk-Newport News, VA-NC Metro Area, and commonly referred to as Tidewater, Hampton Roads, Coastal Virginia, or by the region's area code "757". It had a population in 2022 of 1,798,025, making it the 38th most populous MSA nationwide *(Source: Census Bureau, American Community Survey 2023)*. The Virginia Beach-Norfolk-Newport News, VA-NC Metro Area is centrally located on the Eastern Seaboard, providing businesses access to more than half of the total U.S. population within a 750-mile (1,200 km) radius.

The City of Virginia Beach derives its governing authority from a charter granted by the General Assembly of the Commonwealth of Virginia. The governing body of the City is the City Council, which formulates policies for the administration of the City. The City Council has 11 members, who serve for four-year terms. On August 15, 2023, the City Council formally adopted a 10-1 voting system. This system divides the City into ten districts of approximately equal voting-age population. Under this system, each voter can vote for only the mayor and the representative for their ward district. The City Council elects a Vice-Mayor from among its members for a two-year term at its biennial organizational meeting. The City operates under the Council-Manager form of government as established by its City Charter. The City Manager is the administrative head of the municipal government and carries out the policies of the City Council. The City Manager is appointed by the City Council and serves at the pleasure of the City Council.

The City Council also appoints members to certain boards, commissions, and authorities as it deems necessary to the operation of the City. The School Board is made up of 11 members, who serve four-year terms. The Virginia Beach City Charter requires the election of the School Board to be in the same manner and according to the same schedule as elections of the City Council. Accordingly, the 10-1 election ward district system used to elect the City Council is used to elect School Board members. The School Board exercises all the powers conferred and performs all the duties imposed upon them by general law. It does not have taxing authority.

The City and School Board provide a full range of general governmental services. These services include police, emergency medical response, fire protection, collection and disposal of refuse, water and sewer, storm water services, parks and recreation facilities, museums, libraries, and maintenance of streets, highways, parks, and public beaches. Other services provided include public education in grades kindergarten through twelfth grade, public health and social services, certain technical and special education services, behavioral health assistance, planning development services, agricultural services, housing, correctional facilities, and judicial services.

The City budget appropriates all funds including City, state and federal pass-through funds for education, social services, correctional facilities, and judicial activities. 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. Further, cities in Virginia are prohibited from annexation to adjust their boundaries.

LOCAL ECONOMY – ECONOMIC CONDITIONS AND OUTLOOK

Hampton Roads Region

The 25th annual State of the Region Report by Old Dominion University's Dragas Center for Economic Analysis and Policy provides a positive assessment of the state of the regional economy for 2024 in terms of performance by its three pillars Defense Spending, Port of Virginia, and Tourism. Some highlights from the report include:

- The regional economy for the first time in almost two decades grew in four consecutive years. In 2023, it was estimated that real GDP in Hampton Roads grew by 2.4% and is projected to grow 2.2 % in 2024. Growth in GDP was driven by increased federal defense spending, continued growth in cargo moving through the Port of Virginia, and resiliency of the tourism industry.
- Department of Defense funding has increased to roughly $860 billion in FY 2023 compared to $770 billion in FY 2022 with an estimated direct spending in Hampton Roads to exceed $28 billion which accounts for approximately 4 out of every 10 dollars in economic activity in the region.
- While cargo traffic and inbounded loaded Twenty-Foot Equivalent Container Units (TEUs) declined in 2023, the declines at the Port of Virginia were smaller than most other ports across the United States. This led to gains in market share relative to its competitors on the Eastern Seaboard which suggest that investments made in the Port over the last decade have left the Port well positioned for expansion in the future.
- The total number of hotel rooms in the region increased by 283 from 2022 to 2023 yet remained about 1,953 rooms below the peak of 2010. In 2023 hotel revenues exceeded $1.1 billion. Real revenues accounting for inflation fell 1.3% in 2023.
- In summary, the pillars of the economy have fared well since the onset of the COVID-19 pandemic in 2020. Defense spending in the region continued to increase. While cargo traffic decreased in 2023, the decrease was not as significant as many other major ports across the United States. The local hotel industry performed well, especially when compared to the industry in Virginia and across the United States. Occupancy rates were slightly lower in 2023 than 2022. However, compared to pre-pandemic peaks, the hotel industry remains larger in 2023 than in 2019.

Virginia Beach

According to most recent data published in December 2023 from the U.S. Bureau of Economic Analysis, Virginia Beach's Real GDP was $23.2 billion in 2022 or 23.1% of the regional economy ($100.3 billion) and 3.5% of the Commonwealth of Virginia's economy ($666.7 billion). The Virginia Beach economy rebounded quickly from the COVID-19 pandemic. Increased real estate and personal property assessments, outperformed consumer-driven revenues such as restaurant meals and general sales, and positive trends in the hospitality sector have shown a full recovery by 2023. There is also growth in the labor force, jobs, tourism, and tax base.

Labor Force and Employment – Consistent with its larger population the City also has the largest labor force in the metropolitan area, more than double that of the second largest city in the region, and a high labor force percentage rate (over 65%). The City's civilian workforce is 240,543 which is 27.8% of the MSA of 866,318. The City has also realized consistent employment growth growing by 4.9% and outperforming the rest of the metropolitan area which is at 1.8%.

In total 233,469 people are employed in the City ranging in a number of industry sectors in the private industry which includes services, wholesale and retail trade, construction, financial, manufacturing and in the public sector with local, state and the federal government. The top five employers in the City account for roughly 16.5% of the total employees and include the following employers: (1) City of Virginia Beach Schools (10,678), (2) Oceana Naval Air Station (10,227), (3) City of Virginia Beach (7,597), (4) Joint Expeditionary Base Little Creek/Fort Story (5,020) and (5) Sentara Healthcare (4,900).

Annual average **unemployment rates** for 2024 were 2.9% for Virginia Beach, 3.2% for the Virginia Beach-Norfolk-Newport News, MSA, 2.9% for Commonwealth of Virginia, and 4.1% for the U.S. Unemployment rates have stayed consistent for the City, MSA, Commonwealth and nation as the recovery continues from the impacts of the pandemic. The unemployment rate for the nation has reached the 2019 rate of 3.7 and is almost at the 2019 pre-pandemic level for the City (2.7), MSA (3.1) and Commonwealth (2.8). There had been a steady decline in the unemployment rate in Virginia Beach from 2013 through 2019. The shock of the pandemic caused unemployment to increase in Virginia Beach to 12.6% in April 2020 with gradual decline to 2.5% in July 2023 as the economy continued recovering. Likewise, for the MSA, the unemployment rate rose to 12.4% in April 2020 and declined to 2.9% in July 2023. For the Commonwealth, the unemployment rate was 11.1% in April 2020 and decreased to 2.7% in July 2023. For the U.S., the unemployment rate was 14.4% in April 2020 and decreased to 3.8% in July 2023. *(Source*: *U.S. Department of Labor, Bureau of Labor Statistics* (*BLS*)).

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 2023, 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 2023 to $87,544 compared with $83,245 in 2022. Median household income for the City has increased an average of 2.8% per year since 2017. *(Source: US Census Bureau)*

Key Consumer Revenues

Hotel/Lodging tax revenue (including taxes produced by non-hotels/short-term rental properties) collected in FY 2024 totaled $52.1 million, an increase of $0.3 million (0.5%) compared with $51.8 million collected in FY 2023 and exceeding the pre-pandemic level of $37.1 million in FY 2019. Over the longer term, hotel tax revenues rose 8.0% annually from 2019 to 2024 on average, which is indicative of the strength of the tourism industry in Virginia Beach. The citywide hotel tax rate remained at 8.0% plus the $2.00/room night charge throughout FY 2024. However, there

is an additional 1.5% tax assessed for hotels and short-term rentals in the Sandbridge Special Service District for use for beach replenishment and maintenance, for a total of 9.5%.

Restaurant meals tax revenue collected in FY 2024 totaled $94.1 million, an increase of $2.1 million (2.2%) compared with $92.0 million collected in FY 2023 and exceeding the pre-pandemic collections in FY 2019. Over the long term, restaurant meals tax revenue has been a consistent performer and has increased annually 6.0% on average over the last six years. The restaurant tax rate remained 5.5% throughout this period.

General sales tax revenue reflects the City's 1% share of the State sales tax. The amount collected in FY 2024 totaled $92.2 million, an increase of $2.7 million (3.0%) compared with $89.5 million collected in FY 2022. This revenue stream has been increasing annually over the last six years by 6.7% on average.

Tax Base - Virginia Beach **real estate assessments** as of July 1 are projected to total $82.1 billion in FY 2025, an increase of roughly 7.4% over FY 2023 ($76.4 billion) following a 9.7% increase in FY 2024 over FY 2023 ($69.7 billion). The City's tax base has steadily grown from FY 2018 ($55.5 billion) through FY 2025 (projected) with annual increases of 6.0% on average. *(Source: Real Estate Assessor's Office, Annual Report)*

Major Industries

Tourism - Tourism is an important industry in Virginia Beach and a vital component in the City's economy producing revenues from visitor spending that supports the provision of City services and capital projects. Examples of projects include the Virginia Beach Convention Center, Virginia Beach Sports Center, Atlantic Park Entertainment Venue, Atlantic Park Parking, 17th Street Regional Stormwater Facility, and Pacific Avenue improvements. According to a study of the economic impact of visitor spending to Virginia Beach conducted in October 2024 for the City by Tourism Economics (an Oxford Economics Company), there were 14.1 million visitors to the City in 2023 compared with 13.6 million in 2022 and 12.5 million in 2021; these included international and domestic day and overnight visitors. Based on its econometrically based visitor volume model using actual Virginia Beach tourism data, the study estimated direct visitor spending in Virginia Beach totaled $2.5 billion in 2023 compared with $2.4 billion in 2022, and $2.1 billion in 2021. Visitor spending includes spending in these industries: lodging including second home spending (i.e., upkeep costs for seasonal second homes used for recreation), food and beverage, retail, recreation, and local transportation. Furthermore, visitor spending had an estimated total economic impact on Virginia Beach's economy of $3.8 billion in 2023 (comprised of $2.5 billion in direct spending, with food and beverage leading the charge at $1.1 billion). Visitor spending contributed $336 million in state and local tax revenues, effectively reducing the annual tax burden by $1,819 for each household in Virginia Beach. The study indicated that visitor spending directly supported 33,836 total jobs (direct, indirect and induced) (19% of total civilian jobs in the City for 2023).

Agriculture - In 2023, 26,071 acres of crops were produced on over 193 farms and farm-related businesses. The agricultural business sector is diverse including production agriculture/agronomic crops (soybeans, corn, and wheat), fruits and vegetables (over 24 different locally grown products including the area's highly regarded strawberry crop), equine, livestock, and agritourism

consisting of on-farm agricultural education and programs, pick your own operations, farm to table events, and special theme event programs. According to the annual analysis by Virginia Cooperative Extension/Virginia Polytechnic Institute and State University, the agriculture industry in Virginia Beach generated $182.5 million in economic impact in 2023 compared with just under $191.0 million in 2022. The reduction in the economic impact of agricultural products in 2023 was due primarily to the reduced market prices on our top three commodities of corn, wheat, and soybeans, even though these crops produced increases in yield per acre. Growth in direct-to-consumer protein from the livestock side was seen of over 7%, while swine sold wholesale saw a 22.2% reduction in price vs 2022.

Other - The business community in Virginia Beach is composed of a highly diverse collection of industries, including national and international corporate headquarters, high-powered and technologically advanced manufacturers, billion-dollar defense contractors, and locally owned small businesses. In addition to tourism and agriculture, industry sectors that are pivotal to the growth of the local economy include these key business clusters:

- **Advanced Manufacturing** – Given the City's central location on the East Coast of the United States and its access to an extensive multi-modal transportation network, Virginia Beach offers a logistical advantage to manufacturers looking to transport their goods both domestically and internationally. The biggest appeal being the proximity to the best performing port in North America, the Port of Virginia.
- **Bio & Life Sciences** – Virginia Beach serves as a vibrant hub for both established and emergent companies. In the summer of 2021, the City opened its very own bio accelerator which features wet/dry lab space along with office space and conference rooms.
- **Defense** – The greater Virginia Beach area is home to the largest active-duty military population in the United States, as well as nine major military installations representing all branches of the U.S. Armed Forces. Private industry support for the area's defense operation plays a major role in the economy, creating thousands of jobs.
- **Information Technology / Cybersecurity** – The City is primed for the digital future with three of the fastest, highest-capacity transatlantic submarine cables in the world today landing in Virginia Beach.
- **Maritime & Logistics –** Given the City's proximity to the Port of Virginia, the deepest harbor on the East Coast, the City has gained a heavy concentration of business involved in freight transportation arrangement, marine cargo handling, logistics consulting services, port and harbor operations, coastal and deep-sea freight transportation, supply chain management, and warehouse and storage.
- **Offshore Wind –** Two of the largest offshore wing farms in the United States will soon find a home in federal waters, just a few miles off the City's shoreline, totaling $18 billion in private capital investment. The first commercial-scale windfarm, by Dominion Energy, is scheduled to begin construction in 2024, while the second one, by Avangrid Renewables, is expected to start construction in 2026.
- **Office / Retail –** The City has become an extremely attractive place for retailers of all stripes. The City offers a multitude of shopping experiences with its 11 retail districts. Highlighted amongst these is the ever-expanding Town Center which features nearly one million square feet of mixed-use retail space, mostly occupied by higher-end retailers.

FOCUSED ACTION PLAN

The FY 2024 financial report reflects the use of resources to achieve the City's mission as defined by City Council. The City is on a journey to ensure that its operations and efforts are strategic and focused. They City's FY24-25 Focused Action Plan translates vision and goals into an actionable strategy that guides the organization's focus work and resource alignment. The Focus Action Plan's three overachieving key focus areas – Govern, Envision, Invigorate – and underlying initiatives and performance measures allow the City to be transparent about our goals, focused our efforts, and accountable for our results.

EDUCATION

The Virginia Beach City Public Schools (VBCPS) is the largest school division in the region, fourth largest in the Commonwealth of Virginia, and 55th largest in the nation. The average daily membership for 2023-24 school year (SY) was 64,687, which was a decrease of 0.8% compared with the same period in 2022-23 SY which was 65,183. The VBCPS consists of 55 elementary schools, 14 middle schools, 11 high schools, and a number of secondary/post-secondary specialty schools. All VBCPS schools are accredited without conditions and share this status with eight other Virginia Beach – Chesapeake - Norfolk metropolitan statistical area school divisions. For the eighth consecutive year, all VBCPS schools are accredited without conditions, and the graduation rate has equaled or exceeded the Commonwealth of Virginia rate.

VBCPS continues to modernize or replace school facilities and has 16 active projects in the Capital Improvement Program for various capital needs including facilities maintenance and replacements as well as software, safe schools, and transportation needs, with appropriations to date roughly $406.6 million and total annual average funding of $62.1 million for 14 projects in the adopted FY 2025/FY 2030 Capital Improvement Program (CIP). The next three schools identified for replacement, Princess Anne High School (originally built in 1954), Bettie F. Williams Elementary (Grades 4-5) (originally built in 1961)/Bayside 6th Grade Campus (originally built in 1957), and Bayside High School (originally built in 1964), which are included in the FY 2025/FY2030 CIP.

Thirty-three school facilities have been modernized or replaced in the past 25 years: an investment of more than three quarters of a billion dollars. With the most recently completed schools, Virginia Beach City Public Schools will have a total of 14 facilities that are LEED Certified, representing 2.1+ million square-feet of space that is LEED Certified, or about 20% of School assets.

INTERNAL CONTROL AND BUDGETARY ACCOUNTING

The City's management team is responsible for establishing and maintaining an internal control structure to protect the assets of the government from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. 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 City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Appropriations for the subsequent fiscal year are increased in the amount necessary to satisfy the un-liquidated balance of encumbrances at year-end.

FINANCIAL MANAGEMENT POLICIES

The City employs several policies to provide the framework for sound financial management. City Council's continuing fiscal policies include maintaining existing services to the extent possible; positioning the City to withstand local and regional economic disruptions; meeting the demands of natural growth, decline and change; ensuring that citizens understand and support the need for fiscal sustainability and the policies through which it is achieved; maintaining a diverse tax base; maintaining and monitoring existing debt policies; and providing for special services and projects through special dedicated revenue generation (e.g. Tourism Investment Program and the Tourism Advertising Program Special Revenue Funds). City Council's policies provide overall direction and guidance for resource management. In addition, these policies resulted in the high level of financial strength that led to and continue to support the City's bond rating on its General Obligation Bond debt of Triple-A by S&P Global Ratings (S&P), Moody's Investors Service (Moody's), and Fitch Ratings Inc. (Fitch).

Several of the City's financial management policies govern how the operating budget is prepared and managed. For example, the budget will be balanced on a current year revenue to expenditure basis; unencumbered budget appropriations (except for those for capital projects and grants) will lapse at the end of the fiscal year; the appropriation ordinance will set the legal level of budgetary control; and the City will set fees and user charges for each self-supporting enterprise fund at a level that fully supports costs. Regarding fund balance policies, the unassigned fund balance or net position of any fund shall not be used to finance continuing expenditures. Additionally, the city shall maintain an unassigned fund balance in the General Fund of 8%-to-12% of the following year's budgeted revenues, equating to approximately one month of operating expenses.

The City further maintains policies that specify what projects may qualify as capital projects. In general, the project must be a major expenditure of over $250,000 that is ongoing in nature or requires multi-year funding. There are specific criteria used to determine whether a project will be funded by bond referendum or by Charter Bonds, or subject-to-appropriation financing. The City issues bonds for capital improvements with a cost in excess of $250,000, or which cannot be financed from current revenues. Debt management policies are presented in the following section.

DEBT MANAGEMENT POLICIES

In 1992, the City developed a series of Debt Management Policies to provide a functional tool for debt management and capital planning. Periodically, these policies have been revised. The most recent amendments occurred in 2023 whereby City Council adopted a resolution to amend the City's financial policies to reflect the most current credit rating criteria and best practices set by three national credit rating agencies. The policies reiterate the City's commitment to rapid

principal retirement, maintaining sufficient working capital to avoid the use of short-term borrowing for operating purposes, and the use of self-supporting or revenue-supported debt where appropriate. As shown in the following table, all debt affordability indicators were within the established guidelines for FY 2024.

Ratio Description	Established Guidelines	As of June 30, 2024
Annual Debt Service to General Government Expenditures[1.]	No greater than 10%	5.9%
Overall Net Debt to Estimated Full Value of Taxable Property[2.]	No greater than 3.0%	1.5%
Fixed Costs to General Government Expenditures[3.]	No greater than 20%	14.8%
Ten-Year Payout of Tax-Supported Debt[3.]	Greater than 50%	78.3%

1. Last modified in 2006.
2. Amended in FY 2023 from 3.5%
3. Debt indicators added in FY 2023 replacing two obsolete indicators.

For the fifteenth consecutive year, three major rating agencies, Fitch, Moody's, and S&P, affirmed the City's triple-A ratings with stable outlooks on its outstanding General Obligation Bonds. Ratings for outstanding Public Facility Revenue Bonds (appropriations supported) were generally one notch below the General Obligation rating; the ratings were affirmed in 2024 with stable outlooks at AA+ by Fitch and S&P and Aa1 and Aa2 by Moody's. Water and Sewer System Revenue Bonds were last rated in September/October 2020 at AAA by Fitch and S&P and Aa1 by Moody's with stable outlooks. Storm Water Utility Revenue Bonds were last rated in September 2020 by Fitch and Moody's at AAA and Aa1, respectively, with stable outlooks. In its annual ratings surveillance review, in July 2024, Fitch last affirmed its AAA ratings with stable outlook for Virginia Beach's outstanding Storm Water Utility Revenue Bonds and its Water and Sewer System Revenue Bonds.

LONG TERM FINANCIAL PLANNING

Annually, the City and Schools jointly prepare a five-year financial forecast of revenues and expenditures for the City's General Fund and Schools Operating Fund, which serves as a planning tool for the annual operating budget. This forecast establishes a framework for use in decision making by highlighting significant issues that must be addressed to maintain a structurally balanced budget. It assists the City in understanding the fiscal challenges ahead and the need to establish priorities. This forecast identifies key factors that affect the City's fiscal outlook such as changes in major revenue streams and costs.

The City has established several General Fund reserves of fund balance including a general-purpose reserve, which holds funds to protect the City from unforeseen increases in expenditures or reductions in revenues, or other extraordinary events which could adversely impact the fiscal health of the City. Specific purpose reserves are created as needed to meet identified future obligations and to fund capital projects.

The City's six-year Capital Improvement Plan is reviewed and revised annually to reflect changing conditions affecting existing projects and changing City Council priorities. This review identifies needed capital projects, estimates capital requirements, develops project financing and timing, and estimates operational expenses of projects subsequent to completion.

REPORT CONTENTS

The ACFR consists of three sections: Introductory, Financial, and Statistical. In addition, the Single Audit and Continuing Disclosure sections are included at the end of the document. The Single Audit section presents the City's federal expenditures by grantor agency in accordance with Subpart F of 2 CFR 200. The Continuing Disclosure section provides certain annual financial information and material event notices as required by Rule 15c2-12 of the Securities and Exchange Commission. GAAP requires that management provide a narrative explanation of the financial statements and other statistical data, which will enhance readers' understanding of the City's financial condition, changes in financial condition and results of operation in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it. The City of Virginia Beach's MD&A can be found immediately following the report of the independent auditor.

CERTIFICATE OF ACHIEVEMENT AND AWARDS

For the 45th consecutive year the City of Virginia Beach was awarded the prestigious Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers Association of the United States and Canada (GFOA) for its ACFR for the fiscal year ended June 30, 2023. The Certificate signifies that the City Annual Report meets the highest standards of governmental financial reporting. To be awarded a Certificate of Achievement for Excellence in Financial Reporting, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City believes its FY 2024 ACFR continues to meet the Certificate of Achievement Program's requirements and will submit it to the GFOA to determine its eligibility for another certificate.

In addition, the City received GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR Award) for its PAFR for fiscal year ended June 30, 2023, for a 6th consecutive time. The City will submit the FY 2024 PAFR to the GFOA for consideration.

The GFOA also presented a Distinguished Budget Presentation Award to the City of Virginia Beach for its annual budget for the fiscal year beginning July 1, 2023 (FY 2024). This reflects the 38th time the City has achieved this prestigious award over many years. To receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device. Budget documents

must be rated "proficient" in all four categories, and in the fourteen mandatory criteria within those categories, to receive the award. The award is valid for a period of one year only.

ACKNOWLEDGMENTS

Ensuring that our City's financial reporting is accurate, transparent, and reliable is an essential foundation for trust in local government. This report relies on the hard work of all the accounting and financial professionals in every City department. We are most appreciative of these efforts and take this opportunity to recognize these outstanding public servants. They maintain the accounting records of the City on a current and timely basis and deserve special consideration.

City Council provides meaningful oversight of the financial affairs and policies of the City. Their support results in a strong financial position for the City and they are to also be commended.

Respectfully submitted,

Patrick A. Duhaney
City Manager

Letitia L. Shelton
Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Virginia Beach Virginia

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended
June 30, 2023

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

Cherry Bekaert LLP
Your Guide Forward

Report of Independent Auditor

The Honorable Members of the City Council
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, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Virginia Beach, Virginia (the "City"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, 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.

We did not audit the financial statements of the Virginia Beach Community Development Corporation, which represent 3.1%, 5.6%, and 0.7%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units, as of June 30, 2024. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Virginia Beach Development Corporation, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with 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"). Our responsibilities under those standards and Specifications 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 City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe 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 City'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, *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, *Government Auditing Standards*, and the Specifications, 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 City'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 City'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 Other Than Management's Discussion and Analysis, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Combining Schedules Nonmajor Governmental Funds, General Fund Budget to Actual, Combining Schedules and Individual Funds, Debt Service Fund, Capital Projects, Enterprise Funds, Internal Service Funds, Custodial Funds, Discretely Presented School Board Component Unit, and Other Component Units statements and schedules, as listed in the table of contents, and Schedule of Expenditures of Federal Awards as required by Title 2 of U.S. *Code of Federal* Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are 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 by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the accompanying Combining Schedules Nonmajor Governmental Funds, General Fund Budget to Actual, Combining Schedules and Individual Funds, Debt Service Fund, Capital Projects, Enterprise Funds, Internal Service Funds, Custodial Funds, Discretely Presented School Board Component Unit, and Other Component Units statements and schedules, and Schedule of Expenditures of Federal Awards are 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 and Continuing Disclosure Schedules, as listed in the table of contents, 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 5, 2024, on our consideration of the City'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 City'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 City's internal control over financial reporting and compliance.

Cherry Bekaert LLP

Virginia Beach, Virginia
December 5, 2024



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MANAGEMENT'S
DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the City of Virginia Beach (City) provides this narrative overview and analysis of the City's financial performance during the fiscal year that ended June 30, 2024. Readers are encouraged to consider the information presented here in conjunction with the transmittal letter at the front of this report and the City's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

- For the year ended June 30, 2024 the City implemented the provisions of Government Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The adoption of this statements has resulted in a restatement of the fiscal year 2019 beginning net position balances. Reduction to the beginning net positions for the fiscal year 2024 was $35.5 million for the Primary Government.

- At the end of the fiscal year 2024, the total net position of the City on a government-wide basis, excluding component units, was $4.5 billion. Of this amount, the unrestricted net position totals $710.8 million. Total net position increased by $172.7 million from the prior fiscal year end's net position, restated.

  → The total net position for governmental activities was $3.0 billion, an increase of $131.4 million over the prior year's net position, restated.

  → The business-type activities net position was $1.5 billion, an increase of $41.3 million over the prior year's net position, restated.

- As of the close of fiscal year 2024 the City's governmental funds reported combined ending fund balances of $1.0 billion, an increase of $324.9 million from the prior year.

  → $9.9 million, or 1.0%, is considered nonspendable (inventories and loans receivable)

  → $68.1 million, or 6.8%, is restricted by outside agencies

  → $590.0 million, or 58.8%, is committed for the capital improvement program, education and outside agencies

  → $153.5 million, or 15.3%, is assigned for specific purposes as identified by the City

  → $181.5 million, or 18.1%, is unassigned in the General Fund and is available for spending at the City's discretion

- During the fiscal year, the City issued $261.3 million of new money in General Obligation Public Improvement Bonds and $161.5 million in Public Facility Revenue Bonds. The City also issued $39.1 million of General Obligation Public Improvement Refunding bonds and $27.2 million of Public Facility Revenue Refunding Bonds to achieve debt service savings of $4.7 million over the next 10 years.

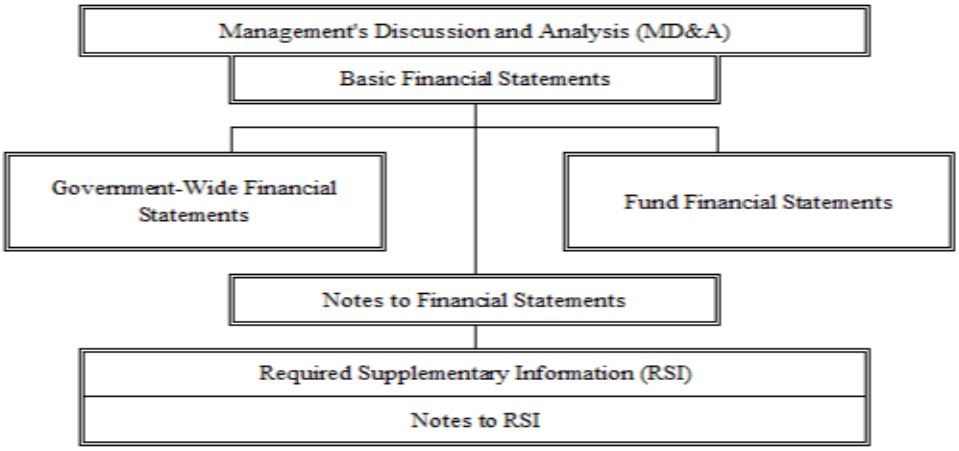
- For the fifteenth consecutive year, three major rating agencies, S&P Global Ratings, Moody's Investors Service and Fitch Ratings, affirmed the City's triple-A ratings on its General Obligation bonds.

OVERVIEW OF THE FINANCIAL STATEMENTS

This financial section of the Annual Comprehensive Financial Report (ACFR) consists of four sections: (1) management's discussion and analysis (presented here), (2) basic financial statements, (3) required supplementary information, and (4) other supplementary information.

The City's basic financial statements comprise three components: *government-wide financial statements, fund financial statements,* and *notes to the basic financial statements.* The government-wide financial statements provide both long-term and short-term information about the City 's overall financial status. The fund financial statements focus on the individual parts of the City government, reporting the operations of the City in more detail than the government-wide statements. Both perspectives (government-wide and individual fund) allow the reader to address relevant questions, broaden the basis for comparison (year-to-year or government to government), and enhance the City's accountability. The *notes to the basic financial statements* explain some of the information in the financial statements and provide more detailed data. This section is followed by the *required supplementary information* that further explains and supports the information in the financial statements.

Figure 1: Components of the Financial Section



Government-Wide Financial Statements

The government-wide financial statements report information about the City as a whole, using accounting methods similar to those used by private sector companies. The two government-wide statements, Statement of Net Position and Statement of Activities, report the City's net position and how it has changed. The Statement of Net Position presents information on all of the City's assets and deferred outflows of resources compared to liabilities and deferred inflows of resources, with the difference between them reported as net position. The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. It accounts for all of the current year's revenues and expenses, regardless of when cash is received or paid.

Over time, increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating. To assess the overall health of the City, one needs to consider other non-financial factors such as changes in the City's property tax base and condition of the City's infrastructure.

The government-wide financial statements of the City are divided into three categories:

Governmental Activities - Most of the City's basic services are included here, such as police, fire and other public safety services, parks and recreation, public works, and general administration. Property and sales taxes, charges for services, and state and federal grants finance most of these activities.

Business-type Activities - The City's water and sewer, storm water, waste management, certain economic development functions (blended component unit Virginia Beach Development Authority (VBDA)), and parking operations are reported here. Fees charged to customers help cover the costs of providing these services.

Component units - The City includes four other entities in its report - the City of Virginia Beach School Board (Schools), the Development Authority, the Atlantic Park Community Development Authority (CDA), and the Community Development Corporation (CDC). Although legally separate, these "component units" are important because the City is financially accountable for them, providing operating and capital funding. The VBDA is presented as a blended component unit and included in the City's reporting entity. The Schools, CDA and CDC are presented as discretely component units with the Schools reported in a separate column of the entity-wide statements and the CDA and CDC combined and reported in the "Other" column of the entity-wide statements. The CDA and CDC component units are presented individually in the fund financial statements.

Fund Financial Statements

The fund financial statements provide detailed information about the City's most significant funds and will be more familiar to traditional readers of government financial statements. The fund financial statements focus on major funds rather than fund types.

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, such as general statutes or the City's budget ordinances. The City's funds are divided into the following categories:

Governmental funds - Most of the City's basic services are included in governmental funds, which focus on (1) how readily *cash and other financial assets* can be converted to cash flow in and out and (2) year-end balances that are available for spending. Consequently, the governmental funds statements provide a short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided at the bottom of the governmental funds statements that explain the relationship (or differences) between them. Governmental funds include the General Fund, Debt Service Fund, Capital Projects Fund, and special revenue funds (such as Parks and Recreation and the Tourism Investment Program).

Proprietary funds - Services for which the City charges customers a fee are generally reported in proprietary funds. These funds, like the government-wide statements, provide both long-term and short-term financial information. The City's enterprise funds (one type of proprietary fund) are the same as its business-type activities, but the fund financial statements provide more detail and additional information, such as cash flows. The City utilizes enterprise funds to account for its water and sewer, storm water, waste management, certain economic development functions, and parking operations. The VBDA is presented as a blended component unit and its proprietary fund is included in the City's reporting entity as a major enterprise fund. The City uses internal service funds (the other type of proprietary fund) to report activities that provide supplies and services for the City's other programs and activities. The City's internal service funds are used for providing city garage and fuel services, risk management, school site landscaping, and technology services.

Fiduciary funds – Used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations and other governmental units. The City's Fiduciary funds are divided into two separate fund types: the Other Postemployment Benefits Trust Fund and the Custodial Funds (Special Welfare, Sheriff's Inmate Fund and Escheat Funds). Fiduciary funds are reported using the full accrual basis of accounting and the economic resources measurement focus. These fiduciary activities are excluded from the City's government-wide financial statements because the City cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE CITY AS WHOLE

Net Position

The *Statement of Net Position* serves as a useful indicator of a government's financial position. At the end of the fiscal year, the City's total net position was $4.5 billion. This amount represents an increase of $172.7 million, or 4.0%, over the prior year's net position, restated (Table 1). The net position for governmental activities increased by $131.3 million and the business-type activities net position increased by $41.3 million.

The City's total assets were $7.0 billion. This amount includes $5.1 billion of capital assets, net of accumulated depreciation, which include roads, bridges, parks, utilities (water, sewer and storm water) infrastructure, land, other long-lived assets, and projects in the construction in progress program. Under the "tenancy in common" with the School Board, the City has included $316.5 million of net book value of School Board property equal to the total outstanding principal balance of the "on behalf" debt at June 30, 2024.

The largest component of the City's net position ($3.5 billion or 78.4%) is the investment in capital assets (e.g., land, buildings, machinery, and equipment), net of any outstanding related debt used to acquire those assets. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net investment in capital assets for business-type activities represents, for the most part, the capital assets of the water, sewer, and storm water utilities.

At June 30, 2024, the City reported $710.8 million in the unrestricted category of its net position. This is $155.6 million higher than last year's unrestricted net position of $555.2 million due to increases in net investment of capital assets. The unrestricted category includes fund balances of the general fund, capital projects, and special revenue funds that have been committed or assigned at the fund level.

Table 1
Statement of Net Position
(in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2024	2023*	2024	2023*	2024	2023*
Current and Other Assets	$ 1,314.0	$ 987.4	$ 555.3	$ 490.7	$ 1,869.3	$ 1,478.1
Capital Assets	3,605.5	3,557.0	1,491.4	1,415.7	5,096.9	4,972.7
Total Assets	4,919.5	4,544.4	2,046.7	1,906.4	6,966.2	6,450.8
Deferred Outflows of Resources	173.2	150.2	14.4	10.6	187.6	160.8
Long-Term Debt Outstanding	1,832.9	1,507.2	514.2	419.0	2,347.1	1,926.2
Other Liabilities	136.2	162.0	41.1	30.9	177.3	192.9
Total Liabilities	1,969.1	1,669.2	555.3	449.9	2,524.4	2,119.1
Deferred Inflows of Resources	101.7	134.9	34.6	37.1	136.3	172.0
Net Position						
Net Investment in Capital Assets	2,510.2	2,602.7	1,014.4	1,026.3	3,524.6	3,629.0
Restricted	78.0	62.6	179.9	73.8	257.9	136.4
Unrestricted	433.8	225.3	277.0	329.9	710.8	555.2
Total Net Position	$ 3,021.9	$ 2,890.6	$ 1,471.3	$ 1,430.0	$ 4,493.2	$ 4,320.6

* The Net Position and Long Term Debt Outstanding for FY 2023 was restated as a result of the City implementing GASB Statement No. 101 in FY 2024

Changes in Net Position (Statement of Activities)

The following table shows the revenues and expenses of the governmental and business-type activities.

Table 2
Changes in Net Position
(in Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program Revenues:						
Charges for Services	$ 148.9	$ 122.5	$ 231.9	$ 288.0	$ 380.8	$ 410.5
Operating Grants & Contributions	269.4	231.3	0.1	1.5	269.5	232.8
Capital Grants & Contributions	7.7	3.5	37.2	3.3	44.9	6.8
General Revenues:						
Property Taxes	896.5	833.5	-	-	896.5	833.5
Other Taxes	385.3	374.0	-	-	385.3	374.0
Other	96.1	86.6	20.0	11.8	116.1	98.5
Total Revenues	1,803.9	1,651.4	289.1	304.6	2,093.1	1,956.1
Expenses:						
Legislative	1.5	1.3	-	-	1.5	1.3
Executive	5.6	11.2	-	-	5.6	11.2
Law	5.9	5.6	-	-	5.9	5.6
Finance	24.9	21.5	-	-	24.9	21.5
Human Resources	7.4	5.9	-	-	7.4	5.9
Judicial	88.1	82.1	-	-	88.1	82.1
Health	4.2	4.0	-	-	4.2	4.0
Police	129.7	122.9	-	-	129.7	122.9
Human Services	144.2	137.2	-	-	144.2	137.2
Public Works	194.1	202.9	-	-	194.1	202.9
Parks & Recreation	64.1	58.5	-	-	64.1	58.5
Library	21.1	19.1	-	-	21.1	19.1
Planning	0.5	1.5	-	-	0.5	1.5
Agriculture	3.8	15.0	-	-	3.8	15.0
Economic Development	17.2	71.3	-	-	17.2	71.3
Convention & Visitor Bureau	47.6	36.8	-	-	47.6	36.8
Cultural Affairs	2.2	1.6	-	-	2.2	1.6
Information Technology	53.9	53.4	-	-	53.9	53.4
Emergency Communication & Citizen Services	11.7	10.5	-	-	11.7	10.5
Fire	85.0	81.4	-	-	85.0	81.4
Budget and Management Services	1.3	1.2	-	-	1.3	1.2
Education	472.0	470.2	-	-	472.0	470.2
Housing & Neighborhood Preservation	43.4	38.6	-	-	43.4	38.6
Museums	14.3	12.9	-	-	14.3	12.9
Emergency Medical Services	24.3	18.2	-	-	24.3	18.2
General Government	182.5	46.3	-	-	182.5	46.3
Water & Sewer	-	-	147.8	129.4	147.8	129.4
Storm Water	-	-	37.6	28.8	37.6	28.8
Development Authority	-	-	23.2	16.2	23.2	16.2
Waste Management	-	-	44.0	40.5	44.0	40.5
Parking	-	-	6.6	6.8	6.6	6.8
Interest on Long-Term Debt	11.1	12.6	-	-	11.1	12.6
Total Expenses	1,661.3	1,543.7	259.2	221.7	1,920.5	1,765.5
Excess Before Transfers	142.6	107.7	29.9	82.9	172.6	190.6
Transfers	(11.3)	(17.9)	11.3	17.9	-	-
Change in Net Position	131.3	89.8	41.3	100.8	172.6	190.6
Net Position – Beginning	2,890.6	2,833.9	1,430.0	1,331.6	4,320.6	4,165.5
Restatement of Beginning Net Position (Deficit)*	$ -	$ (33.1)	$ -	$ (2.4)	$ -	$ (35.5)
Net Position – Ending	$ 3,021.9	$ 2,890.6	$ 1,471.3	$ 1,430.0	$ 4,493.2	$ 4,320.6

*The restatement of the beginning net deficits in FY 2023 is the result of the City implementing GASB Statement No. 101 in FY 2024

Revenues

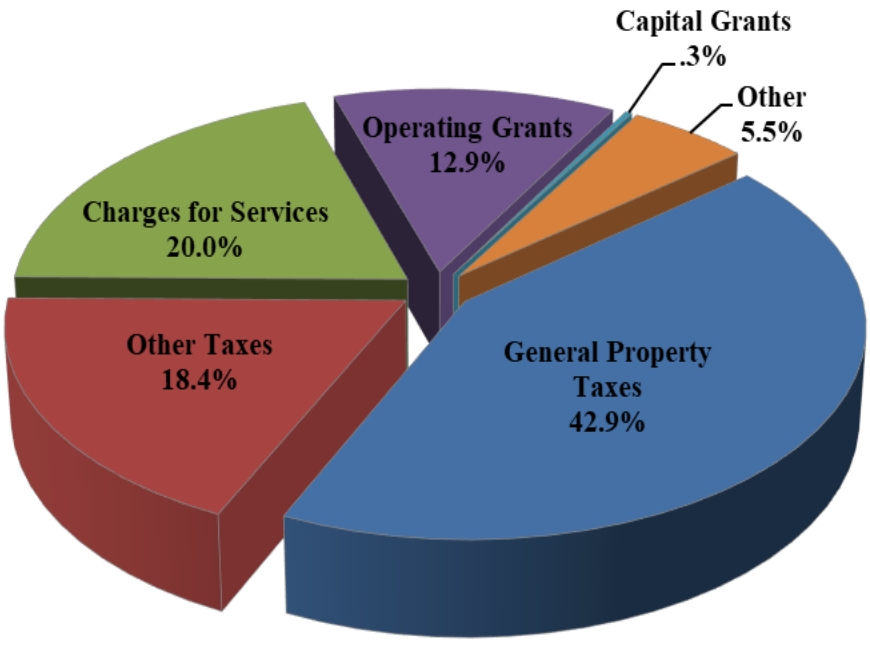
The City's total revenues were $2.1 billion, an increase of $137.0 million over the revenues from prior year primarily due to increases in property tax and other taxes. These revenues consist of program and general revenues. Program revenues are derived from the program itself and reduce the reliance on the City's general revenues; these include charges for services, operating and capital grants and contributions. General revenues are all other revenues and include property and other taxes, and interest earnings.

For *Governmental Activities*, program revenues totaled $426.0 million, compared to $357.3 million from the prior year. There was an increase in revenues for charges for services for Human Services, Agriculture and Parks and Recreation and a decrease in capital grants and contribution receipts for roadways.

General revenues totaled $1.4 billion. This represents an increase of $83.8 million over the prior year with $61.7 million representing an increase in real estate property tax revenue.

Business-type Activities generated program and general revenues of $289.1 million, primarily from charges for services which were $231.9 million and capital grants and contributions which were $37.2 million. Operating grants and contributions totaled $0.1 million and general revenues totaled $20.0 million.

Figure 1: Revenues by Source - Primary Government as of June 30, 2024



Expenses

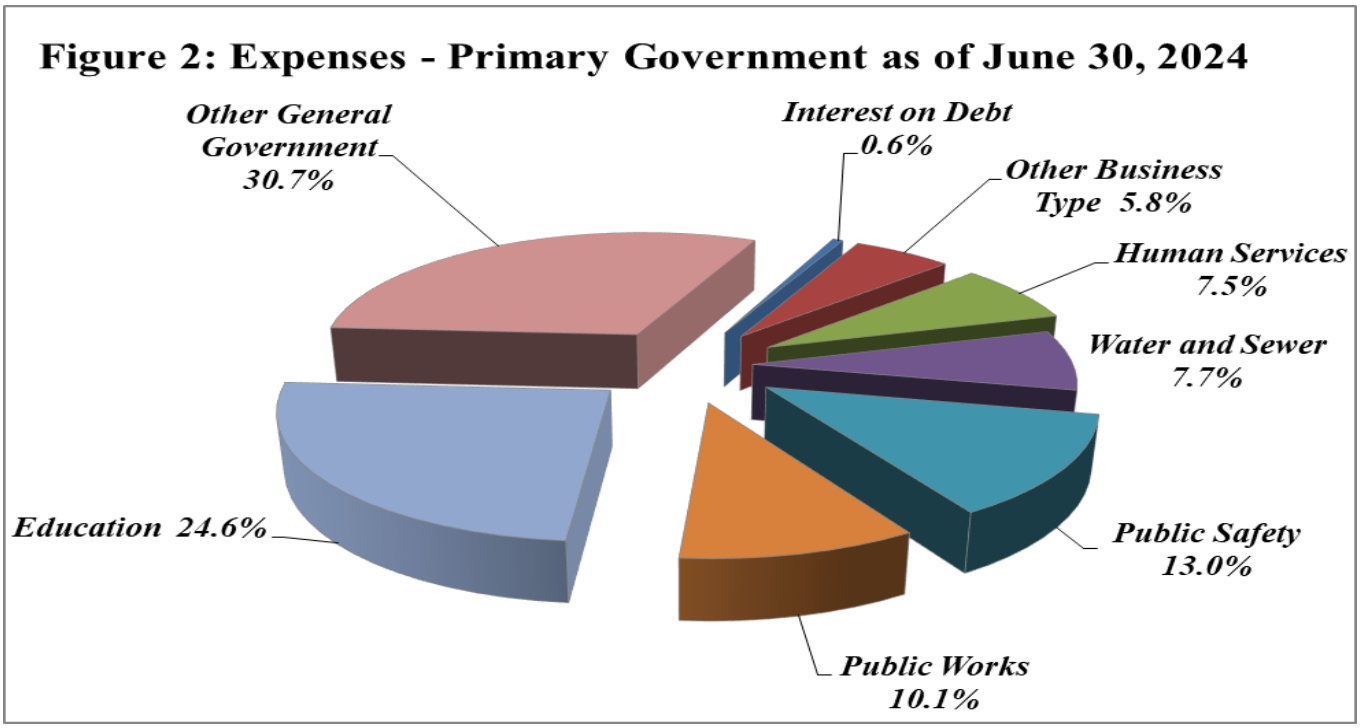
The City's total cost of all programs and services was $1.9 billion, a $155.0 million increase over expenses from the prior year. Figure 2 shows the breakdown of major expenses by function.

Expenses (before transfers) for *Governmental Activities* totaled $1.7 billion, an increase of $117.6 million over the prior year. The increase in current year expenses are due mainly to public safety and general government expenditures in the General Fund.

Education continues to be one of the City's highest priorities and commitments. The City's funding for education totaled $472.0 million (net of the adjustment to account for the tenancy-in-common legislation). This amount represents an decrease of $(1.9) million from prior year due to no new debt issued in fiscal year 2023.

Expenses for the *Business-type Activities* include those related to water, sewer, storm water, and waste management utility services as well as parking operations and certain economic development functions (blended component unit). For the current fiscal year these totaled $259.2 million, a $37.5 million increase from prior year.

Figure 2: Expenses - Primary Government as of June 30, 2024



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year, the total fund balance for the City's governmental funds was $1,003.0 million, compared to $678.1 million in the prior fiscal year, an increase of $324.9 million. The increase is primarily due to the $304.6 million bonds issuances for capital projects.

At the end of the fiscal year, the classification of total governmental fund balances was as follows:

- $9.9 million is nonspendable which consists of loans and inventories in the General Fund.

- $68.1 million is restricted, which can be spent only for the specific purposes stipulated by external providers, such as grantors or restricted through legislation. In the General Fund, this amount is for community services programs and totals $6.8 million. Non-major governmental funds consisted mainly of debt service costs of $29.3 million and other federal and state grants funds $32.8 million.

- $590.0 million is committed, which can only be used for the specific purposes imposed by the formal action of City Council. In the General Fund committed balance of $14.9 million is for education. The non-major governmental funds consist of $59.3 million for convention and visitor development, $23.4 million for the agriculture reserve program activities, $22.5 million for parks and recreation, $0.3 million for judicial activities and $12.9 million for Central Business District South Tax Increment Financing fund.

  Included in the committed fund balance is $456.7 million for the capital improvement programs consisting of:

  → Engineering and Highways - $149.4 million
  → Buildings - $50.2 million
  → Parks & Recreation - $16.5 million
  → Flood Protection - $62.8 million
  → Communications and Technology - $18.2 million
  → Coastal - $12.4 million
  → Economic and Tourism - $30.7 million
  → General Government - $116.5 million

- $153.5 million is assigned, which applies to amounts that are intended for specific purposes but do not meet the criteria to be classified as restricted or committed. For example, this amount includes $36.2 million for fiscal year 2024's capital program and $31.7 million for education, which includes unspent funding by the schools reverted to the City.

- $181.5 million is unassigned, which is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications.

Items to be noted include:

- Real estate taxes of $743.6 million increased by $60.5 million from prior year. Real estate revenues are the City's single largest revenue source and comprised 41.3% of total revenues received for the year. This is mainly due to an increase of 8.9% in real estate assessed values. The real estate tax rate remained at $.99 for fiscal year 2024.

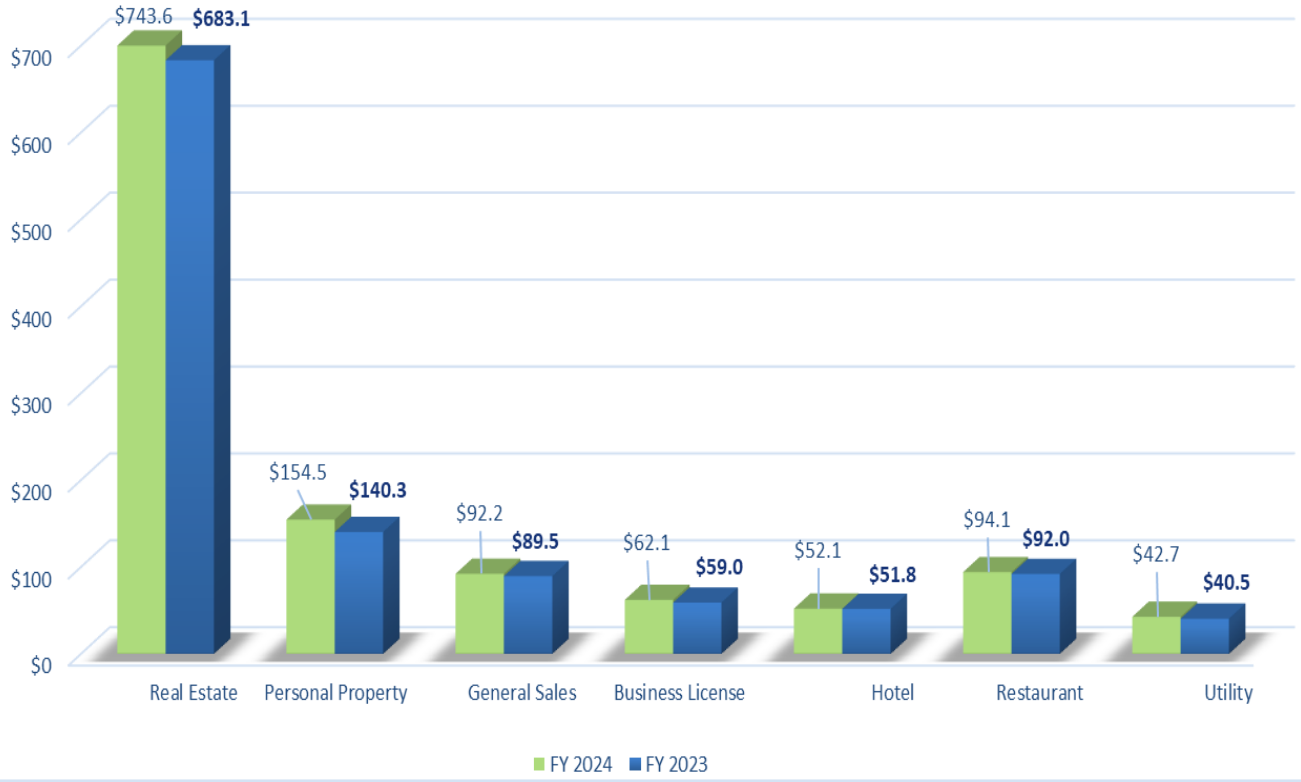
- Revenues recorded for personal property taxes of $154.5 million were higher than prior year by $14.3 million. There was an increase of 10.2% in personal property tax collectins due to an increase of 6.7% in assessed values. The City continues to receive PPTRA (personal property tax relief program) reimbursements from the State of $53.4 million, which are reported as state revenues.

- Other Taxes revenue category, which includes taxes on general sales, utility purchases, cigarettes, hotel rooms, restaurant meal, amusement, business licenses, deeds, wills, and automobile licenses totaled $381.9 million. This represents a $8.5 million increase over the previous year. Noted increases in general sales $2.7 million, hotel taxes $0.2 million, meal taxes $2.1 million and business licenses $3.1 million.

- Revenues from federal and state funding of $360.0 million were higher than prior year by $50.0 million. This is primarily due to increase in funding for capital projects for roadways $11.7 million, acquisitions $7.0 million, infrastucture development $10.0 million and state funding for human services programs $3.5 million.

- Revenues received in the capital projects fund from the federal and state governments were $3.6 million and $24.4 million, respectively, which were mostly in support of transportation projects. The capital projects fund received cash funding in the form of transfers totaling $169.2 million from the General Fund and other special revenue funds.

Figure 3: Selected Tax Revenues by Source (in millions)



Proprietary funds

The City's proprietary fund statements offer short and long-term financial information about the activities that the government operates as a business, such as the water and sewer system, storm water, waste management, parking, and development authority funds. These statements provide the same type of information found in the government-wide financial statements, but in more detail. The ending net position for the proprietary funds totals $1.5 billion.

Notable items are as follows:

- The Water and Sewer fund's net position increased by $1.3 million continues to reflect strong financial management and the continuing acquisition and construction of capital assets to help address continued compliance with federal consent order on sanitary sewer overflows. Water and Sewer fees are increased from $5.20 to $5.74 per thousand gallons.

- The net position for the Storm Water fund increased by $13.6 million, which provides funding to continue addressing backlogs in the areas of flood control and water quality over the next several years. Total operating revenues of $46.3 million were comparable to the prior year. Total operating expenses were $34.2 million, an increase of $9.0 million over the prior year primarily due to increases in personal and contractual services and the continuing construction of capital assets to maintain infrastructure. The equivalent residential unit fee of .493 cents per day remains in effect.

- The net position for the Waste Management fund decreased by $(1.1) million due to increased operating costs. Increase in the personal and contractual services for the waste management functions, including recycling activities, waste collection, and disposal at the landfill. Waste collection and disposal fees increased from $25.00 to $27.50 per month.

- The net position for the Development Authority, which is the City's blended component unit, increased by $28.7 million due to increases in capital contributions.

GENERAL FUND BUDGETARY HIGHLIGHTS

The following is a brief review of the budgetary changes from the original to the final budget and actual amounts to final budget (See Exhibits 12 and 13):

- Final budget amounts were often greater than original amounts due to the re-appropriation of prior year encumbrances which were completed in the current fiscal year. During the fiscal year, City Council approved various modifications to the original adopted budget. Major budget adjustments include:

  → $3.4 million supplemental funding from the Commonwealth of Virginia to support the City's mental health, developmental and substantce abuse programs due to increased program utilization and increased rates.

  → $10.8 million additional funding from the Virginia Department of Transportation (VDOT) for the maintenance of roads due to VDOT's release of fuel reserves.

  → $1.1 million added to budget for the sale of salvage assets.

Actual total revenues were greater than the amended budget by $20.1 million primarily due to increases in interest from bank deposits ($17.5 million), revenues from Aquarium admissions ($2.4 million), increase in plannng licenses issued ($0.8 million), court fines and forfeitures collected ($0.4 million) and coupled with decreases in general property taxes ($3.3 million) and other local taxes ($0.8 million).

General fund expenditures totaled $1.3 billion which was $93.0 million lower than the amended budget.

- Significant favorable variances were the result of the following:

→ Public Works was ($16.0 million) or (14.1%) below the amended budget - due to savings in administrative costs ($2.1 million), timing of pavement maintenance projects that were not completed during the fiscal year ($4.7 million), lower engineering costs ($2.2 million) and under utilization of Storm Water departments budgeted in General Fund in fiscal year 2023 ($6.8 million).

→ Education was ($31.7 million) or (6.8%) below the amended budget - mainly due to the reversion funds that were returned to the City's general fund at year-end. This amount will be requested by the School Board to be reappropriated in the next fiscal year budget to support Shool's operating cost.

→ The General Government category did not utilize ($41.4 million) of appropriations for Contingencies.

At the end of the fiscal year, unassigned fund balance for the general fund was $186.2 million or 12.65% of next fiscal year's budgeted revenues, and is within the City's fund balance policy.

CAPITAL ASSETS

During the current fiscal year, the City's investment in capital assets of $5.1 billion increased by $165.2 million from prior year (Table 3). This investment includes a broad range of capital assets (e.g. land, equipment, buildings, park facilities, roads, bridges, water and sewer lines, and construction in progress).

Major capital projects placed in service during the year included:

Buildings
- Police Department Administration, 1st Police Precinct, and the Information Technology Department's Data Center began operations in what was the old building 2 in fiscal year 2024. The building underwent an extensive renovation as a result of the May 31, 2019 event - $29.6 million project cost.

Coastal Projects
- Beach Replenishment and Dredging continued during fiscal year 2024, which includes expenditures of $7.1 million in Beach Replenishment and $5.1 in Lynnhaven River Dredging project.

Roadways
- Road Improvement and reconstruction of existing roadways throughout the city which includes total resurfacing of streets that have reached the end of their service life totaled $56.3 million. Such projects included; First Colonial Road/Virginia Beach Boulevard intersection ($3.1 million), Laskin Road Bridge and Road improvements ($20.7 million), Sandbridge and Nimmo Road Improvements ($5.3 million), Elbow Road Extension ($4.1million) and Traffic safety improvements ($3.6 million).

Capital Project expenditures for the fiscal year totaled $281.6 million for general government, $27.7 million for water/sewer and $56.0 million for storm water projects.

Major current year general government expenditures include:

Buildings
- Renovation of Operation Buildings including old public works/public utilities operations building and police buildings - $18.8 million
- HVAC Rehab and Renewal for Recreation Centers, Courts Building and Central Utility Plant $7.7 million

Flood Protection Program
- In November 2021, Virginia beach voters overwhelmingly supported a resiliency package for several key flood protection initiatives to include drainage improvements, tide gates, pump stations and flood barriers throughout the city, cost related to these activities in fiscal year 2024 - $25.0 million, which included the Princess Anne Plaza -Bow Creek Stormwater Park ($12.6 million).

Water/Sewer Utility

- Expenditures to upgrade, rehabilitation of existing and the construction of new water system transmission mains and storage tanks - $2.6 million
- Modifications and rehabilitation of sewer pump stations - $7.8 million
- Sanitary sewer system revitalizations - $2.3 million

Storm Water Utility

- Expenditures for maintenance of city lakes, including dredging and structural repairs/upgrades of dams and spillways - $32.7 million
- Utility infrastructure rehabilitation and drainage improvements to minimize flooding - $15.7 million
- Upgrades and renovations to existing infrastructure - $7.6 million

Table 3
Capital Assets
(In Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Non-Depreciable Assets:						
Land	$ 1,058.5	$ 1,057.7	$ 201.4	$ 201.4	$ 1,259.9	$ 1,259.1
Agriculture Reserve Program	45.1	44.1	-	-	45.1	44.1
Construction in Progress	363.7	206.4	198.5	119.5	562.2	325.9
Other Capital Assets:						
Land - Leases	0.3	0.3	3.0	3.0	3.3	3.3
Infrastructure	2,501.6	2,478.2	-	-	2,501.6	2,478.2
Buildings	1,388.6	1,452.9	163.1	165.0	1,551.7	1,617.9
Buildings - Leases	61.4	15.4	3.2	2.2	64.6	17.6
Machinery and Equipment	400.7	364.8	89.2	84.1	489.9	448.9
Subscription - Asset	7.3	-	0.8	-	8.1	-
Utility System	-	-	1,720.5	1,683.9	1,720.5	1,683.9
Site Improvements	383.0	382.9	1.2	1.2	384.2	384.1
Less: Accumulated Depreciation	(2,604.7)	(2,485.7)	(889.5)	(845.6)	(3,494.2)	(3,331.3)
Totals	$ 3,605.5	$ 3,517.0	$ 1,491.4	$ 1,414.7	$ 5,096.9	$ 4,931.7

For detailed information on the City's capital asset activity, refer to Note 5 to the financial statements - Capital Assets and Land Held for Resale.

LONG TERM LIABILITIES

At the end of fiscal year 2024, the City had $1.5 billion in bonds and notes outstanding and $875.5 million in other liabilities for a total of $2.3 billion (Table 4).

The state constitution limits the amount of general obligation debt a governmental entity may issue to 10% of the total assessed value of real property. At the end of the fiscal year, the City's assessed value of real property was $77.6 billion, which makes the City's debt less than the current debt limitation of $7.8 billion.

During the fiscal year, the City issued $261.3 million of new money in General Obligation Public Improvement Bonds and $161.5 million in Public Facility Revenue Bonds. The City also issued $39.1 million of General Obligation Public Improvement Refunding bonds and $27.2 million of Public Facility Revenue Refunding Bonds to achieve debt service savings of $4.7 million over the next 10 years.

For the fifteenth consecutive year, three major rating agencies, S&P Global Ratings, Moody's Investors Service and Fitch Ratings, affirmed the City's Triple-A ratings on its General Obligation bonds. Ratings for outstanding Public Facility Revenue Bonds (appropriation supported) are generally one notch below the General Obligation rating; the ratings were affirmed in 2024 with stable outlooks at Aa+ by Fitch Ratings and S&P Global Ratings and Aa1 and Aa2 by Moody's Investors Service.

Water and Sewer System Revenue Bonds existing AAA ratings were affirmed by Fitch Ratings and S&P Global Ratings in 2024 on the City's $175.7 million in outstanding bonds. Storm Water Utility Revenue Bonds existing AAA rating was affirmed by Fitch Ratings and Aa1 by Moody's Investors Service in 2024 on the City's $125.7 million in outstanding bonds.

Estimated claims and judgments reflect estimated unpaid losses and ALAE (allocated loss adjustment expenses) as of the end of the year. The projected liability by line of business consists of 85.0% for workers' compensation, 9.0% for general liability, and 6.0% for automobile liability. Landfill closure and post-closure care liability of $21.6 decreased $(3.0) million during the current fiscal year.

Table 4
Long Term Liabilities
(in Millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
General Obligation Bond	$ 713.1	$ 508.8	$ -	$ -	$ 713.1	$ 508.8
Public Facility Revenue Bonds	282.5	267.7	129.3	26.1	411.8	293.8
Revenue Bonds	-	-	301.4	318.2	301.4	318.2
Agriculture Reserve Program	45.1	44.1	-	-	45.1	44.1
Sub-total	1,040.7	820.6	430.7	344.3	1,471.4	1,164.9
Other Long-Term Liabilities:						
Landfill Closure & Post-closure Care	21.6	24.6	-	-	21.6	24.6
Premium/Discount on Bonds Sold	115.7	96.1	33.4	34.0	149.1	130.1
Net Pension Liability	400.6	330.1	35.7	25.0	436.3	355.1
Net OPEB Liability	74.6	86.6	4.0	5.4	78.6	92.0
Accrued Compensated Leave	82.8	80.9	6.6	6.3	89.4	87.2
Lease Liability	49.6	21.5	3.4	3.4	53.0	24.9
Estimated Claims & Judgments	43.6	42.0	-	-	43.6	42.0
Subscription Liability	3.6	4.8	0.3	0.6	3.9	5.4
	792.1	686.6	83.4	74.7	875.5	761.3
Totals	$ 1,832.8	$ 1,507.2	$ 514.1	$ 419.0	$ 2,346.9	$ 1,926.2

For detailed information the City's long-term debt activity, refer to Note 6 to the financial statements - Long-term Debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City's strong financial management and conservative budgeting practices allow the City to continue its commitment to the citizens of Virginia Beach. The Virginia Beach economy continues to improve as real estate assessments continue to increase, and consumer-driven revenues such as general sales, hotel tax, meals tax and amusement tax continue to perform well.

The adopted budget seeks to implement City Council priorities while also remaining flexible and conservative as the City continues to navigate the residual impacts of the pandemic, inflation, global supply chain issues, global unrest and other uncertainties.

The above indicators were taken into account when adopting the budget for fiscal year 2024. The adopted budget includes the following highlights:

- Real estate tax rate will decrease from $0.99 to $0.97 per $100 valuation in fiscal year 2024-2025 intended to ease the burden of increasing home values in the City. The real estate tax remains the single largest revenue source for the City, generating 27% of the City's total revenue and 46% of the General Fund revenue. Assessments have steadily been increasing over the past ten years.

- Personal property tax rate of $4.00 per $100 of assessed value will remain the same in fiscal year 2024-2025.

- Water commodity rate was increased by $0.54 per 1,000 gallons of water used. This is the second of a five-year programmed rate increase.

- The sanitary sewer charge increased by $0.81 per month. This is the second of a three-year programmed rate increase.
- Waste collection fees increased by $2.50 to $27.50 per month to support the daily operations of the Waste Management Division and will cover the increased costs for staffing, fuel, and vehicle replacements.

- The adopted Capital Improvement Program (CIP) for fiscal years 2024 through 2029 established six-year programmed funding of $5.4 billion. For year one, the amount appropriated was $418.5 million. The six-year program provides scheduled funding for the construction of projects for roadways $1,055.1 million, storm water $510.4 million, utilities $505.1 million, schools $778.9 million, flood protection $821.5 million, economic and tourism development $532.2 million, buildings $483.4 million, coastal development $207.0 million, information technology $232.8 million, and parks and recreation $347.2 million.

REQUEST FOR INFORMATION

This report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Finance Department, City of Virginia Beach, Municipal Center, Virginia Beach, Virginia 23456, telephone 757-385-4681, or visit the City's web site at www.virginiabeach.gov.

BASIC FINANCIAL STATEMENTS

Exhibit 1

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	School Board	Other
ASSETS					
Cash and Investments	$ 1,041,645,867	$ 184,963,599	$ 1,226,609,466	$ 368,137,191	$ 2,383,218
Restricted Cash & Cash Equivalents	172,304,331	156,635,719	328,940,050	-	22,743,396
Receivables (net)	139,299,451	53,574,416	192,873,867	8,926,170	5,422,007
Due from Other Governments	79,277,105	151,815	79,428,920	35,906,432	336,492
Internal Balances	(129,873,213)	129,873,213	-	-	-
Inventories	10,228,454	3,790,137	14,018,591	683,512	-
Other Assets	919,228	-	919,228	1,175,439	35,111
Net OPEB Asset	297,171	-	297,171	74,288	-
Land Held for Resale	-	26,391,857	26,391,857	-	1,208,960
Capital assets (net of accumulated depreciation):					
Land and Improvements	1,103,743,909	203,794,483	1,307,538,392	38,967,870	9,689,092
Buildings and Improvements	971,692,193	89,457,966	1,061,150,159	495,430,489	14,278,253
Improvements other than Buildings	227,086,768	810,866	227,897,634	27,665,800	-
Machinery and Equipment	93,888,575	17,058,851	110,947,426	62,061,068	840,558
Infrastructure	845,355,878	981,715,727	1,827,071,605	-	-
Construction in Progress	363,707,427	198,520,725	562,228,152	14,768,654	143,294
Total Capital Assets	3,605,474,750	1,491,358,618	5,096,833,368	638,893,881	24,951,197
Total Assets	4,919,573,144	2,046,739,374	6,966,312,518	1,053,796,913	57,080,381
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows from Pensions	147,453,137	13,153,698	160,606,835	148,771,591	-
Deferred Outflows From OPEB	24,751,832	1,203,940	25,955,772	46,510,239	-
Deferred Outflows from Debt Refunding	1,022,817	31,656	1,054,473	-	-
Total Deferred Outflows of Resources	173,227,786	14,389,294	187,617,080	195,281,830	-
LIABILITIES					
Accounts Payable	43,799,919	28,250,402	72,050,321	33,455,995	613,270
Accrued Liabilities	92,211,881	10,394,280	102,606,161	122,052,077	2,445,140
Due to Other Governments	205,390	2,425,199	2,630,589	110,804	298,688
Long-term Liabilities:					
Due Within One Year	155,878,646	34,662,053	190,540,699	28,137,842	631,173
Due in More Than One Year:					
Compensated Absences	52,053,070	4,041,998	56,095,068	33,966,613	-
Lease Liability	43,803,153	2,948,675	46,751,828	-	-
Subscription Liability	2,361,042	-	2,361,042	333,572	-
Claims and Contingencies	33,799,676	-	33,799,676	4,197,995	-
Bonds and Notes Payable	1,048,158,081	432,783,222	1,480,941,303	-	86,636,978
Landfill	21,630,594	-	21,630,594	-	-
Net Pension Liability	400,614,724	35,737,223	436,351,947	484,716,006	-
Net OPEB Liability	74,647,508	3,981,756	78,629,264	152,262,481	-
Total Liabilities	1,969,163,684	555,224,808	2,524,388,492	859,233,385	90,625,249
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows from Pensions	52,223,039	4,658,607	56,881,646	74,346,781	-
Deferred Inflows from OPEB	34,118,700	1,711,588	35,830,288	30,535,077	-
Deferred Inflows from Debt Refunding	9,312,713	1,626,259	10,938,972	-	-
Deferred Inflows from Leases	6,041,053	26,598,474	32,639,527	1,464,776	-
Total Deferred Inflows of Resources	101,695,505	34,594,928	136,290,433	106,346,634	-
NET POSITION					
Net Investment in Capital Assets	2,510,191,811	1,014,373,482	3,524,565,293	630,341,593	6,405,615
Restricted for:					
Future Debt Service	29,303,311	30,131,120	59,434,431	-	-
Special Projects	48,672,742	149,780,753	198,453,495	35,254,410	22,743,396
Unrestricted (Deficit)	433,773,877	277,023,577	710,797,454	(382,097,279)	(62,693,879)
Total Net Position (Deficit)	$ 3,021,941,741	$ 1,471,308,932	$ 4,493,250,673	$ 283,498,724	$ (33,544,868)

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

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

		Program Revenues			Net (Expenses) Revenues and Changes in Net Position				
					Primary Government			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	School Board	Other
Primary Government:									
Governmental Activities:									
Legislative	$ 1,468,324	$ -	$ -	$ -	$ (1,468,324)	$ -	$ (1,468,324)	$ -	$ -
Executive	5,599,555	-	-	-	(5,599,555)	-	(5,599,555)	-	-
Law	5,937,605	3,681	-	-	(5,933,924)	-	(5,933,924)	-	-
Finance	24,949,196	3,882,929	1,895,251	-	(19,171,016)	-	(19,171,016)	-	-
Human Resources	7,423,352	59,817	-	-	(7,363,535)	-	(7,363,535)	-	-
Judicial	88,066,515	4,596,972	30,287,035	-	(53,182,508)	-	(53,182,508)	-	-
Health	4,178,357	410,189	93,411	-	(3,674,757)	-	(3,674,757)	-	-
Police	129,670,014	2,867,944	1,903,941	204,160	(124,693,969)	-	(124,693,969)	-	-
Human Services	144,222,177	31,515,249	86,508,102	-	(26,198,826)	-	(26,198,826)	-	-
Public Works	194,087,984	3,792,590	65,625,386	6,552,154	(118,117,854)	-	(118,117,854)	-	-
Parks & Recreation	64,072,630	17,571,505	14,331,448	641,228	(31,528,449)	-	(31,528,449)	-	-
Library	21,092,444	252,516	341,750	-	(20,498,178)	-	(20,498,178)	-	-
Planning	492,585	7,228,825	10,000,000	-	16,736,240	-	16,736,240	-	-
Agriculture	3,791,376	1,575,034	-	-	(2,216,342)	-	(2,216,342)	-	-
Economic Development	17,178,244	495,502	676,608	69,099	(15,937,035)	-	(15,937,035)	-	-
Convention & Visitor Development	47,610,791	4,783,769	-	-	(42,827,022)	-	(42,827,022)	-	-
Cultural Affairs	2,081,568	31,755	4,500	-	(2,045,313)	-	(2,045,313)	-	-
Information Technology	53,920,241	690,448	-	-	(53,229,793)	-	(53,229,793)	-	-
Emergency Communications and Citizen Services	11,664,241	141,396	164,000	-	(11,358,845)	-	(11,358,845)	-	-
Fire	84,978,151	1,160,969	7,430,723	-	(76,386,459)	-	(76,386,459)	-	-
Budget and Management Services	1,274,471	-	-	-	(1,274,471)	-	(1,274,471)	-	-
Education	472,040,260	3,810,000	-	-	(468,230,260)	-	(468,230,260)	-	-
Housing & Neighborhood Preservation	43,390,447	1,879,292	31,707,164	-	(9,803,991)	-	(9,803,991)	-	-
Museums	14,253,604	14,607,889	-	-	354,285	-	354,285	-	-
Emergency Medical Services	24,293,971	9,720	395,055	-	(23,889,196)	-	(23,889,196)	-	-
General Government	182,488,336	47,486,406	18,079,024	244,828	(116,678,078)	-	(116,678,078)	-	-
Interest	11,073,510	-	-	-	(11,073,510)	-	(11,073,510)	-	-
Total Governmental Activities	1,661,299,949	148,854,397	269,443,398	7,711,469	(1,235,290,685)	-	(1,235,290,685)	-	-
Business-type Activities:									
Water and Sewer	147,847,890	137,900,937	-	2,864,627	-	(7,082,326)	(7,082,326)	-	-
Storm Water	37,616,424	46,378,291	-	342,225	-	9,104,092	9,104,092	-	-
Waste Management	43,957,570	41,674,317	91,331	-	-	(2,191,922)	(2,191,922)	-	-
Development Authority	23,186,966	63,408	-	34,040,451	-	10,916,893	10,916,893	-	-
Parking	6,560,663	5,853,769	-	-	-	(706,894)	(706,894)	-	-
Total Business-type Activities	259,169,513	231,870,722	91,331	37,247,303	-	10,039,843	10,039,843	-	-
Total Primary Government	1,920,469,462	380,725,119	269,534,729	44,958,772	(1,235,290,685)	10,039,843	(1,225,250,842)	-	-
Component Units:									
Virginia Beach School Board	1,020,110,658	14,112,785	291,860,087	-				(714,137,786)	-
Other	49,774,947	5,050,682	2,191,642	-				-	(42,532,623)
Total Component Units	$ 1,069,885,605	$ 19,163,467	$ 294,051,729	$ -				$ (714,137,786)	$ (42,532,623)

General Revenues:					
Taxes:					
Real Estate Property Taxes	$ 744,866,494	$ -	$ 744,866,494	$ -	$ -
Personal Property Taxes	151,608,558	-	151,608,558	-	-
Sales	92,967,694	-	92,967,694	-	-
Utility	44,171,572	-	44,171,572	-	-
Business Licenses	61,224,225	-	61,224,225	-	-
Meal	93,612,453	-	93,612,453	-	-
City Tax on Deeds and Wills	8,023,726	-	8,023,726	-	-
Cigarette	7,083,047	-	7,083,047	-	-
Automobile Licenses	10,208,977	-	10,208,977	-	-
Amusement	10,991,889	-	10,991,889	-	-
Lodging	52,773,365	-	52,773,365	-	-
Bank Stock	4,264,945	-	4,264,945	-	-
Total City Taxes	1,281,796,945	-	1,281,796,945	-	-
Grants and contributions not restricted to specific programs	53,412,868	-	53,412,868	314,410,070	-
Investment earnings	28,488,637	13,253,124	41,741,761	2,021,944	1,760,416
Miscellaneous	14,235,275	6,727,123	20,962,398	9,705,464	355,571
Transfers	(11,277,298)	11,277,298	-	484,102,134	-
Total General Revenues and Transfers	1,366,656,427	31,257,545	1,397,913,972	810,239,612	2,115,987
Change in Net Position	131,365,742	41,297,388	172,663,130	96,101,826	(40,416,636)
Net Position - Beginning - Restated (see Note 1)	2,890,575,999	1,430,011,544	4,320,587,543	187,396,898	6,871,768
Net Position - Ending	$ 3,021,941,741	$ 1,471,308,932	$ 4,493,250,673	$ 283,498,724	$ (33,544,868)

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

CITY OF VIRGINIA BEACH, VIRGINIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and Investments	$ 379,912,680	$ 450,631,376	$ 152,427,964	$ 982,972,020
Cash and Investments - Restricted	-	143,704,720	28,599,611	172,304,331
Cash Advances	89,379	-	-	89,379
Receivables (net of allowance for collectibles, where applicable):				
Property Tax	72,484,725	-	-	72,484,725
Accounts	28,561,502	94,555	244,475	28,900,532
Leases	4,465,580	-	1,437,247	5,902,827
Loans	3,032,483	-	4,650,639	7,683,122
Due from:				
Due from Other Funds	6,905,000	-	-	6,905,000
Due from Commonwealth	66,521,316	4,330,337	3,586,297	74,437,950
Due from Federal Government	1,783,861	1,151,138	1,904,156	4,839,155
Inventories	6,091,268	-	755,003	6,846,271
Total Assets	569,847,794	599,912,126	193,605,392	1,363,365,312
LIABILITIES				
Vouchers and Accounts Payable	37,556,452	18,813,169	5,932,047	62,301,668
Deposits Payable	8,978,643	-	-	8,978,643
Due to Other Funds	15,844	124,425,545	6,827,449	131,268,838
Due to Other Governments	476,983	-	1,080	478,063
Intergovernmental Payables	240,303	5,000	11,300	256,603
Unearned Revenues	64,325,204	-	983,523	65,308,727
Total Liabilities	111,593,429	143,243,714	13,755,399	268,592,542
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows from Leases	4,392,426	-	1,648,627	6,041,053
Deferred Inflows from Opioid Settlements	7,961,944	-	-	7,961,944
Deferred Inflows from APCDA	17,700,000	-	-	17,700,000
Unavailable Revenue - Property Taxes	60,096,898	-	-	60,096,898
Total Deferred Inflows of Resources	90,151,268	-	1,648,627	91,799,895
FUND BALANCES				
Nonspendable:				
Nonspendable Inventories	6,091,268	-	755,003	6,846,271
Loans Receivable	3,032,483	-	-	3,032,483
Restricted for:				
Debt Service	-	-	29,303,311	29,303,311
Community Services Board	6,795,589	-	-	6,795,589
General Government	-	-	8,151,487	8,151,487
Housing and Community Development	-	-	11,781,488	11,781,488
Judicial	-	-	318,109	318,109
Public Safety	-	-	3,417,073	3,417,073
Special Service District	-	-	8,330,242	8,330,242
Committed to:				
Agriculture	-	-	23,385,341	23,385,341
Convention and Visitor Development	-	-	59,328,948	59,328,948
Education	14,914,171	-	-	14,914,171
Judicial	-	-	284,654	284,654
Capital Improvement Program:				
Engineering and Highways	-	149,379,331	-	149,379,331
Buildings	-	50,201,098	-	50,201,098
Flood Protection	-	62,829,090	-	62,829,090
Communications and Information Technology	-	18,244,163	-	18,244,163
Parks and Recreation	-	16,510,363	22,494,224	39,004,587
Public Safety	-	-	12,290	12,290
Coastal	-	12,397,735	-	12,397,735
Economic and Tourism	-	30,656,880	-	30,656,880
General Government	-	116,449,752	-	116,449,752
Tax Increment Financing	-	-	12,899,342	12,899,342
Assigned to:				
Education	31,693,624	-	-	31,693,624
Convention and Visitor Development	-	-	1,704,385	1,704,385
Special Service District	-	-	710,010	710,010
General Government	83,188,937	-	-	83,188,937
Capital Improvement Program - General	36,170,416	-	-	36,170,416
Unassigned	186,216,609	-	(4,674,541)	181,542,068
Total Fund Balances	368,103,097	456,668,412	178,201,366	1,002,972,875
Total Liabilities, Deferred Inflows, and Fund Balances	$ 569,847,794	$ 599,912,126	$ 193,605,392	$ 1,363,365,312

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

CITY OF VIRGINIA BEACH, VIRGINIA
RECONCILIATION OF BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Total Fund Balances - Governmental funds (Exhibit 3)		$ 1,002,972,875
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds (net of ISF).		3,603,774,540
Other long-term assets are not available to pay for current period expenditures and, therefore, are offset by unearned revenue in the governmental funds.		115,536,749
Deferred Inflows and Outflows of Resources used to reflect deferred gains and losses on debt refunding bonds are not reported in the governmental funds.		(8,289,896)
Deferred Inflows and Outflows of Resources used to reflect differences between expected and actual earnings on pension plan investments and other postemployment benefits are not reported in the governmental funds (net of ISF).		83,820,330
Internal Service Funds (ISF) are used by management to charge the costs of risk management, information technology, and city garage to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. (Exhibit 1)		9,634,555
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
General Obligation Bonds	(713,109,234)	
Net Pension Liability (net of ISF)	(391,494,967)	
Other Postemployment Benefits Asset (net of ISF)	297,171	
Other Postemployment Benefits Liability (net of ISF)	(73,667,447)	
Subscription Liability	(3,514,660)	
Lease Liability	(49,579,887)	
Accrued Interest on Bonds Sold	(8,022,004)	
Agriculture Reserve Strips	(45,138,160)	
Public Facility Revenue Bonds	(282,471,136)	
Premium on Bonds Sold	(115,650,499)	
Compensated Absences (annual and sick leave) (net of ISF)	(81,525,995)	
Landfill Closure and Post-Closure Care	(21,630,594)	(1,785,507,412)
Total Net Position - Governmental Activities (Exhibit 1)		$ 3,021,941,741

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

Exhibit 4

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
General Property Taxes:				
Real Estate property taxes	$ 698,291,976	$ -	$ 45,348,579	$ 743,640,555
Personal property taxes	154,504,542	-	-	154,504,542
Other Local Taxes	296,856,481	-	85,038,176	381,894,657
Fines and Forfeitures	1,918,689	-	-	1,918,689
Permits, Privilege Fees, and Regulatory Licenses	10,011,022	-	138,602	10,149,624
From Use of Money and Property	28,621,823	1,303,336	5,288,461	35,213,620
Charges for Services	64,734,903	500,750	15,374,348	80,610,001
Miscellaneous	9,384,588	19,823,140	3,025,124	32,232,852
From Commonwealth	192,810,338	24,438,094	32,759,548	250,007,980
From Federal Government	29,421,722	3,602,545	76,949,583	109,973,850
Total Revenues	1,486,556,084	49,667,865	263,922,421	1,800,146,370
EXPENDITURES				
Current Operating:				
Legislative	1,457,483	-	-	1,457,483
Executive	7,661,418	-	-	7,661,418
Law	5,932,831	-	-	5,932,831
Finance	23,611,137	-	-	23,611,137
Human Resources	7,341,716	-	-	7,341,716
Judicial	21,717,049	-	65,712,450	87,429,499
Health	4,177,563	-	-	4,177,563
Police	123,374,662	-	1,816,402	125,191,064
Human Services	130,448,061	-	12,273,485	142,721,546
Public Works	97,204,303	-	9,722,552	106,926,855
Parks and Recreation	35,500,719	-	22,784,154	58,284,873
Library	20,677,124	-	216,132	20,893,256
Planning	14,001,600	-	11,101	14,012,701
Agriculture	988,094	-	282,218	1,270,312
Economic Development	5,830,817	-	3,012,314	8,843,131
Convention and Visitor Development	10,461,478	-	34,614,376	45,075,854
Cultural Affairs	3,228,789	-	903,833	4,132,622
Information Technology	26,872,859	-	-	26,872,859
Emergency Communications and Citizen Services	10,730,685	-	169,000	10,899,685
Fire	79,822,280	-	5,244,455	85,066,735
Budget and Management Services	1,270,780	-	-	1,270,780
Education	463,231,129	20,000,000	-	483,231,129
Housing and Neighborhood Preservation	7,550,407	-	35,833,384	43,383,791
Aquariums	14,238,214	-	-	14,238,214
General Registrar	4,256,484	-	-	4,256,484
General Government	91,581,619	-	3,676,096	95,257,715
Emergency Medical Services	22,962,268	-	1,977,264	24,939,532
Capital Outlay	-	260,783,923	-	260,783,923
Lease Payments	6,559,503	-	483,884	7,043,387
Subscription Payments	1,996,116	838,113	107,741	2,941,970
Debt Service:				
Principal Retirement	34,766,442	-	59,967,135	94,733,577
Interest and Fiscal Charges	13,385,635	-	23,908,157	37,293,792
Total Expenditures	1,292,839,265	281,622,036	282,716,133	1,857,177,434
Excess (Deficiency) of Revenues over (under) Expenditures	193,716,819	(231,954,171)	(18,793,712)	(57,031,064)
OTHER FINANCING SOURCES (USES)				
Transfers In	781,910	169,230,130	86,548,910	256,560,950
Transfers Out	(205,524,789)	-	(50,824,761)	(256,349,550)
Issuance of Capitalized Leases	34,537,972	-	-	34,537,972
Issuance of Capitalized Subscriptions	1,803,910	-	-	1,803,910
Issuance of Refunded Debt	-	-	57,595,356	57,595,356
Issuance of Debt	-	313,323,971	-	313,323,971
Premium on Bonds Sold	715,925	29,447,048	7,385,841	37,548,814
Payment to Refunding Bonds Escrow Agent	-	-	(63,074,756)	(63,074,756)
Total Other Financing Sources (Uses)	(167,685,072)	512,001,149	37,630,590	381,946,667
Net Change in Fund Balance	26,031,747	280,046,978	18,836,878	324,915,603
Fund Balance - Beginning	342,071,350	176,621,434	159,364,488	678,057,272
Fund Balance - Ending	$ 368,103,097	$ 456,668,412	$ 178,201,366	$ 1,002,972,875

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

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, 2024

Net Change in fund balance - total governmental funds (Exhibit 4)		$ 324,915,603
Amounts reported for governmental activities in the Statement of Activities (Exhibit 2) are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:		
Capital Project Expenses	261,622,036	
Capital Outlay	10,740,897	
Value of School Assets	(53,460,914)	
Right-to-use amortization	(10,945,892)	
Annual CIP Expensed Projects	(50,770,039)	
Depreciation and Amortization	(128,423,603)	28,762,485
In the Statement of Activities, only the gain on the sale of surplus assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus the change in net position differs from the change in funds balances by the net book value of the surplus assets sold.		(61,528)
Donations of capital assets increase revenues in the Statement of Changes in Net Position, but do not appear in the governmental funds because they are not financial resources.		16,074,166
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:		
Payments	151,876,623	
Proceeds of Debt	(408,447,930)	
Amortization of Premium	10,762,950	(245,808,357)
Revenues in the Statement of Activities that do not provide current financial resouces are not reported as revenues in the funds.		27,100,547
Lease/SBITA proceeds provide current financial resources to governmental funds, but issuing leases/SBITAs increase long-term liabilities in the Statement of Net Position. Repayment of leases/SBITA principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:		
Payments	9,985,357	
Proceeds	(36,341,882)	(26,356,525)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes (exclusive of internal service fund changes) of the following balances:		
Landfill	2,935,456	
Pension Expense	2,941,499	
OPEB	2,119,987	
Compensated Absences	(1,979,984)	6,016,958
Internal service funds are used by management to charge the costs of insurance, vehicles and communications and capital projects management to individual funds. The net revenue of the internal service fund is reported with governmental activities.		722,393
Change in net position of governmental activities.		$ 131,365,742

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

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities - Enterprise Funds	
	Water and Sewer	**Storm Water**
ASSETS		
Current Assets:		
Cash and Investments	$ 129,312,855	$ 28,696,492
Accounts Receivable - Net	15,674,613	5,405,010
Due From Other Funds	-	-
Lease Receivable	-	-
Intergovernmental Receivables	151,815	-
Inventory	3,790,137	-
Total Current Assets	148,929,420	34,101,502
Noncurrent Assets:		
Cash and Investments - Restricted	87,993,402	31,648,515
Accounts Receivable - Non-current	-	-
Lease Receivable - Non-current	-	-
Due From Other Funds - Non-current	-	-
Land Held for Resale	-	-
Capital Assets:		
Land	14,618,544	134,087,267
Site Improvements	-	-
Buildings	21,037,299	664,899
Utility System	1,256,625,431	463,850,051
Construction in Progress	61,193,202	76,172,365
Machinery and Equipment	38,368,706	24,128,912
Less: Accumulated Depreciation	(684,699,220)	(125,526,886)
Total Capital Assets	707,143,962	573,376,608
Total Noncurrent Assets	795,137,364	605,025,123
Total Assets	944,066,784	639,126,625
DEFERRED OUTFLOWS OF RESOURCES		
Debt Refundings Resulting in Loss Transactions	-	-
Deferred Outflows for Pensions	8,480,038	1,991,525
Deferred Outflows for OPEB	738,979	173,586
Total Deferred Outflows of Resources	9,219,017	2,165,111
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable	4,549,687	659,556
Deposits Payable	260,091	654
Accrued Interest Payable	1,636,213	564,263
Construction Contracts Payable	4,157,852	3,277,112
Due to Other Funds	-	-
Due to Other Governments	2,425,199	-
Unearned Revenues	1,730,100	-
Current Portion of Long-term Liabilities	16,549,625	6,580,041
Total Current Liabilities	31,308,767	11,081,626
Long-term Liabilties:		
Compensated Absences	2,311,979	604,681
Claims and Contingencies	-	-
Bonds and Notes Payable	178,513,673	131,956,055
Subscriptions Payable	-	-
Leases Payable	-	-
Net Pension Liability	23,039,382	5,410,764
Net OPEB Liability	2,444,003	574,095
Total Long-term Liabilities	206,309,037	138,545,595
Total Liabilities	237,617,804	149,627,221
DEFERRED INFLOWS OF RESOURCES		
Debt Refundings Resulting in Gain Transactions	114,937	388,025
Deferred Inflows for Pensions	3,003,351	705,333
Deferred Inflows for Leases	-	-
Deferred Inflows for OPEB	1,050,572	246,780
Total Deferred Inflows of Resources	4,168,860	1,340,138
NET POSITION		
Net Investment in Capital Assets	508,502,724	431,661,613
Restricted for:		
Future Debt Services	20,546,572	9,584,548
Special Projects	-	-
Unrestricted (deficit)	182,449,841	49,078,216
Total Net Position	$ 711,499,137	$ 490,324,377

Reconciling Items:
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
Total Net Position of Business-type activities (Exhibit 1)

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

Exhibit 5

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

Business-Type Activities - Enterprise Funds				Governmental Activities
Waste Management	Development Authority	Nonmajor Parking	Totals	Internal Service Funds
$ 12,196,107	$ 8,846,878	$ 5,911,267	$ 184,963,599	$ 58,584,468
4,714,041	417,438	-	26,211,102	-
-	14,227,978	-	14,227,978	-
-	809,130	-	809,130	-
-	-	-	151,815	-
-	-	-	3,790,137	3,382,183
16,910,148	24,301,424	5,911,267	230,153,761	61,966,651
-	36,993,802	-	156,635,719	-
-	20,000	-	20,000	-
-	26,534,184	-	26,534,184	-
-	111,069,687	-	111,069,687	-
-	26,391,857	-	26,391,857	-
-	52,698,440	2,965,874	204,370,125	-
410,325	-	779,517	1,189,842	265,782
8,730	143,454,723	1,104,658	166,270,309	-
-	-	-	1,720,475,482	-
-	61,155,158	-	198,520,725	-
25,515,611	1,945,561	72,269	90,031,059	9,041,494
(20,640,870)	(57,331,326)	(1,300,622)	(889,498,924)	(7,607,066)
5,293,796	201,922,556	3,621,696	1,491,358,618	1,700,210
5,293,796	402,932,086	3,621,696	1,812,010,065	1,700,210
22,203,944	427,233,510	9,532,963	2,042,163,826	63,666,861
-	31,656	-	31,656	-
2,537,589	-	144,546	13,153,698	3,356,682
278,976	-	12,399	1,203,940	296,336
2,816,565	31,656	156,945	14,389,294	3,653,018
1,554,237	18,345,657	657,729	25,766,866	910,231
75	-	-	260,820	-
-	1,247,329	4,127	3,451,932	1,060
-	-	-	7,434,964	-
-	404,551	-	404,551	-
-	-	-	2,425,199	-
-	-	-	1,730,100	-
473,331	10,698,154	360,902	34,662,053	10,343,866
2,027,643	30,695,691	1,022,758	76,136,485	11,255,157
1,056,351	-	68,987	4,041,998	806,083
-	-	-	-	33,799,676
-	122,313,494	-	432,783,222	-
-	-	-	-	114,474
-	-	2,948,675	2,948,675	-
6,894,361	-	392,716	35,737,223	9,119,757
922,652	-	41,006	3,981,756	980,061
8,873,364	122,313,494	3,451,384	479,492,874	44,820,051
10,901,007	153,009,185	4,474,142	555,629,359	56,075,208
-	1,123,297	-	1,626,259	-
898,730	-	51,193	4,658,607	1,188,827
-	26,598,474	-	26,598,474	-
396,609	-	17,627	1,711,588	421,289
1,295,339	27,721,771	68,820	34,594,928	1,610,116
5,293,796	68,575,205	340,144	1,014,373,482	1,585,736
-	-	-	30,131,120	-
-	149,780,753	-	149,780,753	-
7,530,367	28,178,252	4,806,802	272,043,478	8,048,819
$ 12,824,163	$ 246,534,210	$ 5,146,946	1,466,328,833	$ 9,634,555
			4,980,099	
			$ 1,471,308,932	

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds	
	Water and Sewer	**Storm Water**
OPERATING REVENUES		
Charges for Services	$ 137,458,997	$ 46,299,513
Insurance Recovery	-	-
Miscellaneous	36,173	32,414
Total Operating Revenues	137,495,170	46,331,927
OPERATING EXPENSES		
Cost of Goods Sold	38,246,406	-
Personal Services	37,101,153	8,955,249
Contractual Services	11,810,160	2,367,764
Internal Services	4,271,088	1,602,154
Other Charges	23,081,325	10,109,954
Leases and Rentals	-	-
Depreciation	27,891,790	11,152,513
Total Operating Expenses	142,401,922	34,187,634
OPERATING INCOME (LOSS)	(4,906,752)	12,144,293
NONOPERATING REVENUES (EXPENSES)		
From Commonwealth	-	-
Interest Income	8,291,846	2,553,536
Gain (Loss) From Sale of Assets	30,256	73,252
Payment Under Support Agreement	-	-
Interest and Fiscal Agent Fees	(4,996,754)	(3,348,277)
Total Nonoperating Revenues (Expenses)	3,325,348	(721,489)
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(1,581,404)	11,422,804
Capital Contributions	2,864,627	-
Capital Contributions - Federal Government	-	342,225
Capital Contributions - Transfers In	-	1,846,600
Transfers In	-	-
Transfers Out	-	-
CHANGE IN NET POSITION	1,283,223	13,611,629
Net Position - Beginning - Restated (see Note 1)	710,215,914	476,712,748
Net Position - Ending	$ 711,499,137	$ 490,324,377

Reconciling Items:
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.
Change in Net Position of Business-type activities (Exhibit 2)

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

Exhibit 6

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Business-Type Activities - Enterprise Funds				Governmental Activities
Waste Management	Development Authority	Nonmajor Parking	Totals	Internal Service Funds
$ 41,260,862	$ 6,832,037	$ 5,850,844	$ 237,702,253	$ 50,068,105
-	-	2,925	2,925	303,454
863,789	2,507,462	-	3,439,838	79
42,124,651	9,339,499	5,853,769	241,145,016	50,371,638
396,845	8,425,319	-	47,068,570	8,734,903
13,625,357	-	622,090	60,303,849	13,722,603
16,612,700	9,801,735	4,690,627	45,282,986	8,517,405
6,139,101	-	23,675	12,036,018	1,088,309
3,960,347	-	515,734	37,667,360	17,196,392
-	-	7,064	7,064	-
3,009,414	3,703,142	311,457	46,068,316	793,231
43,743,764	21,930,196	6,170,647	248,434,163	50,052,843
(1,619,113)	(12,590,697)	(316,878)	(7,289,147)	318,795
91,331	-	-	91,331	-
332,509	1,845,750	230,510	13,254,151	2,467,418
105,229	(9,441)	-	199,296	66,180
-	6,644,141	-	6,644,141	-
-	(1,247,329)	(662,921)	(10,255,281)	-
529,069	7,233,121	(432,411)	9,933,638	2,533,598
(1,090,044)	(5,357,576)	(749,289)	2,644,491	2,852,393
-	34,040,451	-	36,905,078	-
-	-	-	342,225	-
-	-	-	1,846,600	-
-	-	72,000	72,000	-
-	-	(500,000)	(500,000)	(2,130,000)
(1,090,044)	28,682,875	(1,177,289)	41,310,394	722,393
13,914,207	217,851,335	6,324,235		8,912,162
$ 12,824,163	$ 246,534,210	$ 5,146,946		$ 9,634,555
			(13,006)	
			$ 41,297,388	

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds	
	Water and Sewer	Storm Water
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers and Users	$ 134,709,820	$ 46,615,943
Receipts from (Payments for) Interfund Services Provided	2,795,177	-
Other Operating Cash Receipts (Disbrusements)	36,173	-
Cash Payments to Suppliers of Goods and Services	(75,608,349)	(14,008,918)
Cash Payments to Employees for Services	(34,413,228)	(8,593,476)
Net Cash Provided By Operating Activities	27,519,593	24,013,549
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Intergovernmental Receipts	-	-
Receipts from Other Funds	-	-
Payments Under Support Agreement	-	-
Payments to Other Funds	-	-
Net Cash Provided By (Used in) Noncapital Financing Activities	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital Contributions	2,548,097	2,188,826
Interest on Long-term Debt	(6,890,964)	(4,645,398)
Acquisition and Construction of Capital Assets	(23,926,225)	(51,529,890)
Subscription Financing	(284,285)	-
Payments from the City	-	-
Lease Financing	(665,899)	-
Proceeds (Loss) from Sale of Salvage	30,256	73,251
Principal Paid on Capital Debt	(12,045,000)	(4,700,000)
Net Cash Provided By (Used in) Capital and Related Financing Activities	(41,234,020)	(58,613,211)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends Received	8,291,846	2,553,536
Net Cash Provided By Investing Activities	8,291,846	2,553,536
Net Increase (Decrease) in Cash and Investments	(5,422,581)	(32,046,126)
Cash and Investments, July 1	223,271,732	92,391,133
Cash and Investments, June 30	$ 217,849,151	$ 60,345,007
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income (Loss)	$ (4,906,752)	$ 12,144,293
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used in) Operating Activities:		
Depreciation and Amortization Expense	27,891,790	11,152,513
Changes in assets and liabilities:		
Accounts Receivable	(525,851)	284,016
Intergovernmental Receivables	571,851	-
Lease Receivable		-
Inventory	(594,474)	-
Deferred Outflow of Resources	(2,467,438)	(513,395)
Vouchers and Accounts Payable	847,356	70,969
Deposits Payable	17,879	(15)
Unearned Revenue	1,529,869	-
Deferred Inflow of Resources	(1,424,869)	(387,121)
Estimated Claims and Judgments	-	-
Accrued Compensated Leave	575,843	40,288
Net Pension Liability	6,886,116	1,434,575
Net OPEB Liability	(881,727)	(212,574)
Net Cash Provided By (Used in) Operating Activities	27,519,593	24,013,549
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:		
Capital Contributions of Capital Assets	$ 316,530	$ -
Amortization of Bond Premiums	1,726,134	1,233,465
Economic Development Investment Program Appropriations	-	-

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

Exhibit 7

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Business-Type Activities - Enterprise Funds				Governmental Activities
Waste Management	Development Authority	Nonmajor Parking	Totals	Internal Service Funds
$ 41,185,272	$ 18,651,892	$ 5,850,844	$ 247,013,771	$ 50,371,638
-	(16,575,510)	-	(13,780,333)	-
863,789	32,146	2,925	935,033	-
(27,223,474)	-	(5,028,006)	(121,868,747)	(36,762,123)
(12,552,604)	-	(594,733)	(56,154,041)	(11,091,851)
2,272,983	2,108,528	231,030	56,145,683	2,517,664
91,331	-	-	91,331	-
-	-	72,000	72,000	-
-	-	(662,921)	(662,921)	-
-	-	(500,000)	(500,000)	(2,130,000)
91,331	-	(1,090,921)	(999,590)	(2,130,000)
-	16,415,278	-	21,152,201	-
-	(1,015,598)	-	(12,551,960)	-
(3,246,135)	(20,547,357)	(981,533)	(100,231,140)	(747,911)
-	-	-	(284,285)	115,534
-	-	713,575	47,676	-
-	6,488,487	-	6,488,487	-
105,229	-	-	208,736	66,180
-	(5,484,215)	-	(22,229,215)	-
(3,140,906)	(4,143,405)	(267,958)	(107,399,500)	(566,197)
332,509	1,527,639	230,510	12,936,040	2,467,418
332,509	1,527,639	230,510	12,936,040	2,467,418
(444,083)	(507,238)	(897,339)	(39,317,367)	2,288,885
12,640,190	46,347,918	6,808,606	381,459,579	56,295,583
$ 12,196,107	$ 45,840,680	$ 5,911,267	$ 342,142,212	$ 58,584,468
$ (1,619,113)	$ (12,590,697)	$ (316,878)	$ (7,289,147)	$ 318,795
3,009,414	4,215,908	311,457	46,581,082	793,231
(75,590)	3,782,635	-	3,465,210	-
-	-	-	571,851	-
-	(805,619)	-	(805,619)	-
-	6,129,173	-	5,534,699	(255,850)
(814,110)	-	(39,255)	(3,834,198)	(1,008,425)
(114,481)	1,116,284	209,094	2,129,222	(969,264)
-	-	-	17,864	-
-	1,207,095	-	2,736,964	-
(333,012)	(946,251)	(26,621)	(3,117,874)	(535,119)
-	-	-	-	1,652,449
203,457	-	(1,050)	818,538	53,133
2,350,145	-	108,703	10,779,539	2,800,457
(333,727)	-	(14,420)	(1,442,448)	(331,743)
2,272,983	2,108,528	231,030	56,145,683	2,517,664
$ -	$ 19,953,436	$ -	$ 20,269,966	$ -
-	(835,153)	-	2,124,446	-
-	1,659,582	-	1,659,582	-

Exhibit 8

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024

	Trust Funds	Custodial Funds
ASSETS		
Cash and Investments	$ -	$ 411,893
Fixed Income	12,613,290	-
Stocks	30,902,561	-
Real Estate	9,459,968	-
Alternative Investments	10,090,632	-
Total Assets	63,066,451	411,893
LIABILITIES		
Due to Commonwealth	-	5,990
NET POSITION		
Restricted for OPEB	63,066,451	-
Restricted for Individuals, Organizations & Others	-	405,903

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

Exhibit 9

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	Trust Funds	Custodial Funds
ADDITIONS		
Contributions From Primary Government	$ 7,427,056	$ -
Custodial Fund Additions	-	2,303,499
Investment Income (Loss):		
Increase (Decrease) in the Fair Value of Investments	5,462,822	-
Total Investment Income (Loss)	5,462,822	-
Total Additions	12,889,878	2,303,499
DEDUCTIONS		
Benefits	7,427,056	-
Administrative Expenses	37,738	-
Custodial Fund Deductions	-	2,437,500
Total Deductions	7,464,794	2,437,500
Net Increase (Decrease) in Net Position	5,425,084	(134,001)
RESTRICTED NET POSITION:		
Beginning of Year	57,641,367	539,904
End of Year	$ 63,066,451	$ 405,903

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Virginia Beach, Virginia (the City), was formed on January 1, 1963, by the merger of Princess Anne County and the then former smaller City of Virginia Beach. This merger created what has become one of the largest cities in the Commonwealth of Virginia with an area of 310 square miles and an estimated population of 459,750.

The City operates under the Council-Manager form of government. The elected eleven-member City Council, vested with the legislative powers, appoints the City Manager who is the executive and administrative head of the City government.

The City's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles in the United States of America. All applicable GASB statements have been implemented. The following is a summary of the significant accounting policies of the City of Virginia Beach:

A. The Financial Reporting Entity

The financial reporting entity consists of the Primary Government (City), as well as its component units that are legally separate organizations for which the City Council is financially accountable. The accompanying financial statements present the financial data of the City and its component units. The financial data of the component units are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Blended Component Unit

The Virginia Beach Development Authority (VBDA) - The VBDA, although legally separate in substance, is presented as a blended component unit and part of the City's reporting entity. The City has responsibility through support agreements for debt payments on outstanding Public Facility Revenue Bonds which are recorded on the VBDA's financial records. Therefore, the VBDA's outstanding bonds are expected to be repaid entirely from resources (support agreements) from the City. The support agreements are for a majority of the outstanding debt of the VBDA which necessitates this treatment as a blended component unit.

The VBDA was established for the specific purpose of attracting new industries and the expansion of existing industries. The VBDA's Commissioners are appointed by the City Council. The VBDA is authorized to issue industrial development bonds after approval by the City Council and to purchase land to improve and sell for development. In addition, the VBDA facilitates economic development projects as needed by City Council. Complete financial statements of the VBDA may be obtained by writing to the Virginia Beach Development Authority, 4525 Main Street, Suite 700, Virginia Beach, VA 23462.

Discretely Presented Component Units

Discretely presented component units are entities that are legally separate from the City, but for which the City is financially accountable, or whose relationship with the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. These component units are reported in separate columns to emphasize that they are legally separate from the City. All of the component units have a fiscal year end of June 30.

a. Schools - The Schools is a legally separate entity that is responsible for elementary and secondary education within the City. The members of the School Board are elected by the voters;

however, the School Board is fiscally dependent upon the City because the City Council annually approves its budget, levies the necessary taxes to finance operations and approves the borrowing of money and issuance of bonds. In addition, a financial burden relationship exists between the City and Schools because the City maintains a legal liability for the bonds issued for Schools' capital assets. Separate financial statements including statistical information of the School Board may be obtained by writing to the Virginia Beach School Board, 2512 George Mason Drive, Virginia Beach, VA 23456.

b. Virginia Beach Community Development Corporation (CDC) - The CDC was organized in September 1985 for the purpose of expanding and improving opportunities for low and moderate income households in Virginia Beach, Virginia. The Board of Directors for the CDC is appointed by City Council. Funding received by the CDC from the City is in the form of grants. Complete financial statements of the CDC may be obtained by writing to Virginia Beach Community Development Corporation, 2700 International Parkway, Suite 300, Virginia Beach, VA 23452.

c. Atlantic Park Community Development Authority (CDA) - The CDA was established purauant to the Virginia Water and Waste Authorities Act, Chapter 51, Title 15.2 of the Code of Virginia, 1950, as amended, and Chapter 59.2 of Title 15.2 of the Code of Virginia. The CDA was created by an ordinance adopted by the City Council on September 7, 2021, as amended by an ordinance adopted on April 5, 2022 to leverage the combined public and private investments and facilitate development and financing. The members of the CDA board are members of the City Council.The City has pledged certain additional real property taxes within the district along with meals, admissions, and sales taxes collected within the district as a revenue source for retiring debt issued by the CDA. If the revenues do not perform sufficient to meet debt service, there is a special assessment imposed upon the real property within the district. The City's obligations are subject to appropriation and limited to the amount of tax revenues collected within the district as well as any special assessments collected on the CDA's behalf. . Complete financial statements of the CDA may be obtained by writing to MuniCap, Inc., at 8965 Guilford Road, Suite 210, Columbia, Maryland 21046.

Joint Venture

Southeastern Public Service Authority (SPSA) - SPSA is a joint venture of the cities of Chesapeake, Franklin, Norfolk, Portsmouth, Suffolk and Virginia Beach and the counties of Isle of Wight and Southampton, created for the purpose of providing, operating and maintaining a regional system for the collection, transfer, processing and disposal of solid waste refuse. SPSA is a primary government, with no component units, that is a public body politic and corporate created pursuant to the Virginia Water and Sewer Authorities Act. It is governed by a sixteen (16) member Board of Directors consisting of eight (8) members appointed by the Governor and eight members appointed by each of the member cities or counties. Budgeting and financing of SPSA is subject to the approval of the Board of Directors with each representative having a single vote. SPSA is responsible for its own financial matters, maintains its own books of accounts and is audited annually by independent accountants that it engages. The participating governments do not have an equity interest in SPSA, and accordingly, no equity interest has been reflected in the City’s financial statements June 30, 2023. Complete financial statements of the SPSA can be obtained from SPSA, 730 Woodland Drive, Chesapeake, VA 23320.

Jointly Governed Organizations

Hampton Roads Planning District Commission (HRPDC) - A regional planning agency authorized by the Virginia Area Development Act of 1968, it was created by the merger of the Southeastern Virginia Planning District Commission and the Peninsula Planning District Commission on July 1, 1990. HRPDC performs various planning services for the cities of Chesapeake, Franklin,

Hampton, Newport News, Norfolk, Portsmouth, Poquoson, Suffolk, Williamsburg and Virginia Beach, plus the counties of Gloucester, Isle of Wight, James City, Southampton, and York. Revenue of the HRPDC is received primarily from local governmental (member) contributions and various state and federal grant programs. The participating governments do not have an equity interest in the HRPDC and accordingly no equity interest has been reflected in the City's financial statements at June 30, 2023. Completed financial statements of the HRPDC can be obtained from the HRPDC, 730 Woodlake Drive, Chesapeake, VA 23320.

Transportation District Commission (TDC) - The TDC was formed on June 29, 1999 to effect the merger of the Peninsula Transportation District Commission and the Tidewater Transportation District Commission effective October 1, 1999. The TDC was established in accordance with the Chapter 45 of Title 15.2 of the Code of Virginia. The TDC provides public transportation facilities and services within the cities of Chesapeake, Hampton, Norfolk, Portsmouth, Newport News and Virginia Beach. Oversight responsibility is exercised by all of the participating localities through their designated representatives. Responsibility for the day-to-day operations of the TDC rests with professional management. The TDC is the governing body of Hampton Roads Transit (HRT). The participating governments do not have an equity interest in the TDC and accordingly no equity interest has been reflected in the City's financial statements at June 30, 2023. Completed financial statements of the TDC can be obtained from the TDC at HRT 509 E 18th Street, Norfolk, VA 23510.

Hampton Roads Transportation Alliance Committee (HRTAC) The HRTAC was formed on July 1, 2014 to manage Hampton Roads Transportation Fund revenues and determine how new regional money, of approximately $200 million annually will be invested in transportation projects. The twenty-three (23) member commission consists of mayors from local governments, state legislators and Commonwealth Transportation Board members from the fourteen (14) cities and counties embraced by the Commission including Chesapeake, Franklin, Hampton, Newport News, Norfolk, Poquoson, Portsmouth, Suffolk, Virginia Beach, Williamsburg and the Counties of Isle of Wight, James City Southhampton and York. Separate financial statements are available from the HRTAC, 700 Woodlake Drive, Chesapeake, VA 23320.

Hampton Roads Economic Development Alliance (HREDA) The HREDA is a non-profit, initiatives and activities are designed to promote the jurisdictions of Chesapeake, Franklin, Hampton, Isle of Wight, Newport News, Norfolk, Poquoson, Portsmouth, Southampton County, Suffolk and Virginia Beach, Virginia. The business affairs are managed by a Board of not less than fifty (50) or more than three hundred (300) Directors. The participating governments do not have an equity interest in HREDA and accordingly no equity interest has been reflected in the City's financial statements at June 30, 2023. Separate financial statements are available from the HREDA, 500 Main Street, Suite 1300, Norfolk, VA 23510.

B. Government-Wide and Fund Financial Statements

The basic financial statements include both government-wide (based upon the City as a whole) and fund financial statements. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either Governmental or Business-type. In the government-wide Statement of Net Position, both the Governmental and Business-type Activities columns are presented on a consolidated basis by column and are reflected on a full accrual and economic resources basis, which incorporate long-term assets and receivables as well as long-term debt and obligations. The City generally uses restricted assets first for expenses incurred for which both restricted and unrestricted assets are available. The City may defer the use of restricted assets based on a review of the specific transaction.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

The program revenues must be directly associated with the function (police, public works, etc.) or a Business-type activity (water & sewer, waste management, etc.). Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

Fund financial statements are provided for Governmental Funds, Proprietary Funds, and Fiduciary 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 statements. Major individual Governmental Funds and major Enterprise Funds are reported as separate columns in the fund financial statements.

The City reports the following major Governmental Funds:

The **General Fund** is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal programs, licenses, permits, charges for service, and interest income. A significant part of the General Fund's revenues is used to finance the operations of the City of Virginia Beach School Board. The General Fund also includes the Flood Protection Referendum subfund which is used to account for collections and disbursements of the dedicated tax revenues.

The **Capital Projects Fund** is used to account for the financial resources for the acquisition or construction of major capital facilities within the City.

The City reports the following major Proprietary Funds:

The **Water and Sewer Fund** provides water service and sanitary sewer waste collection and transmission services to Virginia Beach citizens and accounts for operations that are financed in a manner similar to private business enterprises.

The **Storm Water Fund** accounts for the activities of the Storm Water Utility which charges a fee for operational and capital needs for Storm Water management in the City.

The **Waste Management Fund** provides service to our residents for collection, management and disposal of solid waste, recyclable materials and other refuse. In addition, the fund is responsible for the operation of the City's landfill.

The **Development Authority Fund** was established for the purpose of attracting new industries and the expansion of existing industries. These services are financed through fees for Industrial Revenue Bonds and other sources.

Additionally, the City reports the following fund types:

Internal Service Funds account for the financing of goods and services provided to other departments and agencies of the City or to other governmental units on a cost reimbursement basis. The City utilizes

Internal Service Funds for its City Garage, Risk Management, School Site Landscaping, Telecommunications, and Subscriptions.

Special Revenue Funds account for revenue derived from specific sources that are restricted by legal and regulatory provisions to finance specific activities. The City has the following Special Revenue Funds, which are described in detail in the Non-major Special Revenue Fund section: Agriculture Reserve Program, Central Business District South Tax Increment Financing, Combined Area Dredging Projects, Emergency FEMA, Federal Section Eight Program, Forfeited Assets, Grants Consolidated, Housing and Neighborhood Preservation, Law Library, Open Space, Parks and Recreation, Sandbridge Special Service District, Sheriff's Department, Tourism Advertising Program, Tourism Investment Program, Town Center Special Service District, Wetlands Board Mitigation.

Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Parking Enterprise Fund accounts for revenues derived from the operations of the Parking Systems Management Office, which manages the operation of parking lots at numerous locations. The primary revenue streams collected by the Parking Fund are residential parking permit fees, parking ticket fees, and charges for service at the City's garages or parking meters.

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or for individuals, private organizations and other governmental units. The City's Fiduciary Funds are divided into two separate fund types:

Other Postemployment Benefits (OPEB) Trust Fund accounts for assets held in trust by the City for the employees and beneficiaries of its OPEB plan.

Custodial Funds (Special Welfare, Sheriff's Inmate Fund and Escheat Property Funds) accounts for the assets held by the City as an agent for welfare recipients, individuals, the Commonwealth of Virginia, and other governmental units. The Custodial Funds are used to report fiduciary activities that are not required to be reported as another fiduciary fund type.

C. Basis of Accounting

The government-wide financial statements, Proprietary Fund and Fiduciary Fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by provider have been met.

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 and the modified accrual basis of accounting. 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. The term available is limited to collection within forty-five days of the fiscal year end. Levies made prior to the fiscal year end but which are not available are recorded as deferred inflows. Expenditures are recorded when the related fund liability is incurred, if measurable (except for unmatured interest on general long-term debt which is recognized when due and paid). Interest on general long-term debt is recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as

expenditures in Governmental Funds. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

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

General Property Taxes	Interest on Deposits
General Sales Taxes	Revenue from Commonwealth
Utility Taxes	Revenue from Federal Government
Hotel Taxes	Amusement Taxes
Restaurant Taxes	

Other postemployment benefits plan financial statements are prepared using the accrual basis of accounting. City and School Board retiree's contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and both the City and School Board have made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Unearned revenues also arise when resources are received by the government before it has a legal claim to them. 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, or Statement of Net Position, and revenue is recognized.

Unbilled Water and Sewer and Storm Water Enterprise Funds accounts receivable for services provided through June 30 are included in the financial statements.

As a general rule, the effects of interfund activity have been eliminated from the government-wide financial statements**.** Exceptions to this general rule are payments in lieu of taxes and other charges between the City's Water and Sewer Function, Storm Water Function, Waste Management Function, Parking Function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions. Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues of the Enterprise Funds and the City's Internal Service Fundsare charges to customers for sales and service. Operating expenses for Enterprise Funds and Internal Service Funds include the cost of sales and services, personnel, contractual services, land structures and improvements, other charges, internal service charges and depreciation. All other revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Capital Assets

Capital assets, which include land, buildings, improvements, right-to-use leased assets, equipment, and infrastructure assets (e.g. roads, bridges, curbs and gutters, sidewalks, drainage systems) are reported in the applicable Governmental or Business-type Activities columns in the government-wide financial statements.

The City defines capital assets as assets with an initial, individual cost of more than $5,000. They are recorded as expenditures in the Governmental Funds and as assets in the government-wide financial statements. Depreciation is recorded on capital assets on a government-wide basis using the straight-line method and the following estimated useful lives:

Building and Improvements	40	years
Site Improvements	40	years
Equipment	5-10	years
Roadway Network	40	years

Bridge Network	50	years
Hurricane Protection Network	50	years
Landfill Network	Percentage of Completion	

Depreciation of exhaustible capital assets used by City Proprietary Funds and the blended VBDA are recorded as an expense against their operations and accumulated depreciation is reported on the Proprietary Funds' balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method of depreciation.

The utility system in the Water and Sewer Enterprise Fund has been recorded at cost since July 1, 1976 and contributed capital asset additions have been recorded at their estimated fair market value in the year contributed as determined by the City's utility engineers. Prior to that date, the utility system was recorded at "estimated historical cost depreciated" as determined by independent professional engineers.

Depreciation on the utility system, based on costs described above, and other capital assets of the City Proprietary Funds have been charged to operations and was computed as follows:

Utility System Water and Sewer	20-100	years
Utility System Storm Water	5-50	years
Buildings and Improvements	40	years
Site Improvements	40	years
Machinery and Equipment	5-10	years

Interest incurred during the construction phase of capital assets of Business-type Activities is included as part of the capitalized value of the assets constructed through FY 2018.

All capital assets are reported at cost or estimated historical cost, if actual cost is not available. The value of historical buildings is included in assets. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

E. Operating Budget Process

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The City Manager is required by the City Charter to present a proposed 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 unassigned fund balances. The necessary budget ordinances are also submitted at this time.

2. 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. The notice of the time and place must be published at least seven days prior to the hearing. In addition, City Council holds budget workshops with the City Manager that are open to the media and public.

3. 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.

4. The City Manager or the Director of Budget and Management Services is authorized to approve transfers of appropriations in an amount up to $100,000 between any Appropriation Units included in the budget ordinance. The City Manager shall make a monthly report to the City Council of all transfers between $25,000 and $100,000. In addition, the City Manager may transfer, in amounts necessary, appropriations from all Reserves for Contingencies except Reserve for Contingencies - Regular, within the intent of the Reserve as approved by City Council. Additional appropriations require one reading of

the ordinance for approval and must be offset by additional estimated revenues and/or a transfer from the proper unassigned fund balances. Additional appropriations that exceed 1% of the total estimated expenditures shown in the adopted budget require a public hearing and one reading of the ordinance for approval by City Council.

5. Annual budgets are adopted for the General Fund, Enterprise Funds and all Special Revenue Funds except for Wetlands Board Mitigation, Development Authority and the Emergency FEMA Fund. The City's Capital Project Fund and the Grants Consolidated Fund's budgets are adopted on a project basis. The budgets for these funds are adopted in conformity with the GAAP.

6. The accounting system is employed as a budgetary management control device to monitor the individual departments or bureaus/divisions within departments. The legal level of budgetary control is at the organizational unit level as noted in the separately issued budget report. Additional controls are exercised administratively on some budget units, personnel positions and capital outlay items and the appropriations related thereto. A budget unit is an activity (e.g. Street Maintenance) of an organizational unit (e.g. Public Works Department). Department Directors are authorized to make spending adjustments within non-controlled accounts (operating support accounts including contractual services, internal service charges, other charges and supplies) that do not exceed the scope or intent of the department's approved budget. The non-controlled accounts for the appropriation unit must balance in total, but do not have to balance individually. The City Manager or the Director of Budget and Management Services is authorized to transfer appropriations up to a maximum of $100,000 through the accrual period.

7. The City Manager or the Director of Budget and Management Services is authorized to change the Estimated Revenues included in the annual Budget Ordinance to reflect expected collections. If the Estimated Revenue in support of an Operating Appropriation Unit declines, the City Manager or the Director of Budget and Management Services is authorized to reduce, subject to any other provision of law, those appropriations to equal the decline in Estimated Revenue. The City Manager shall give prior notice to the City Council of any reduction to total appropriations exceeding $100,000. The notice to City Council shall identify the basis and amount of the appropriation reduction and the Appropriation Units affected.

8. Unexpended appropriations lapse (except for the City Capital Projects and Grants Funds) and are closed to the proper fund balances at the end of each fiscal year (June 30). However, appropriations for the subsequent fiscal year are increased in the amount necessary to satisfy the outstanding encumbrances at June 30. The current operating budget ordinance approved by City Council stipulated that the city shall maintain an unassigned General Fund Balance of 8% to 12% of the following years' budgeted revenues for contingency and emergency situations. These shall not to be used to support appropriations already approved, except upon subsequent authorization by City Council.

9. Capital Projects for the City are budgeted separately from the Operating Budget. Since the City has over three hundred (300) projects in its Capital Improvements Program and 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 the City's Capital Improvement Program require a public hearing and one reading of the ordinance for approval. 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.

10. Many of the Federal and state grants in the Grants Consolidated Fund are budgeted separately from the Operating Budget and do not parallel the City's fiscal year. Expenditures are restricted by the grantor

agency and are subject to financial and compliance audits. Annual revenues and expenditures are reported within the applicable Special Revenue Funds.

11. All expenditures were within existing appropriations for the governmental major funds.

F. Inventories

All inventories, except in the Water and Sewer Enterprise Fund, Development Authority, the General Fund's Virginia Aquarium and Marine Science Center and the City Garage Internal Service Fund, are reported at cost using the first-in, first-out inventory method.

Reported inventories are accounted for under the consumption method (i.e., recorded as expenditures when used) in the remaining Governmental Funds, except for General Fund Public Works inventory. This inventory utilizes the Purchase Method (i.e., recorded as expenditures when purchased).
The Water and Sewer Enterprise Fund and the General Fund's Virginia Aquarium and Marine Science Center, the City Garage Internal Service Fund and the Sheriff's Special Revenue Fund inventories are reported at cost using the moving weighted average cost inventory method. The VBDA Enterprise Fund inventories are reported at net realizable value.

G. Land and Building Inventory Held For Resale

Land and building inventory for Development Authority is stated at the lower of net realizable value or original purchase price plus capitalized interest, if applicable, and development cost.

H. Accrued Compensated Leave

In accordance with GAAP, an accrual has been made in the financial statements for accrued compensated leave. Annual leave, according to a graduated scale based on years of employment, is credited to each employee as it accrues. A permanent City employee, not participating in the VRS Hybrid Plan, may carry-forward a maximum of fifty (50) days. All full-time employees hired on or after January 1, 2014, except hazardous duty employees, and those hired before this date, who made the irrevocable decision to participate in the Hybrid Plan shall accrue and use Paid Time Off. Those participating in the Hybrid Plan may carry-forward a maximum of twenty-four (24) days.

City employees not participating in the Hybrid Plan 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 City on the unused portion upon employment termination (except on the condition of retirement).

Compensated leave for the City (current and non-current) is recorded in the government-wide financial statements. For Proprietary Funds, the current and long-term accrued compensated leave liabilities are recorded in the appropriate fund. The current portion of compensated leave is based upon the estimated leave usage in the subsequent year increased by cost of living salary increases.

The City established guidelines, following IRS regulations, for the administration of the Leave Donation Program which allows eligible employees to obtain approval to receive sick leave donations. The City also established the following plans:

Hybrid Retirement Plan - A Virginia Retirement System (VRS) program provided to eligible employees that specifies retirement payout and provides short-term and long-term disability income replacement under the Virginia Local Disability Plan (VLDP).

VRS Plan 1 and Plan 2 Retirement Plan - A VRS retirement program provided to eligible employees that specifies retirement payout with no provisions for short-term and long-term disability income replacement.

I. Fund Balances

Fund balance is divided into five classifications based primarily on the extent to which the City 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 category 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.

Restricted - Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City 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 City 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 that can be used only for the specific purposes imposed by formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by City Council, the City Manager or by a City official delegated that authority by appropriate action.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classification. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City 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.

J. 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 liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

K. Fund Balance Policy

It is the City Council's policy that there shall be retained in the General Fund an unassigned fund balance of 8% to 12% of the following year's budgeted revenues. This level equates to approximately one month of operating expenses.

L. Miscellaneous

1. Cash and Investments

Cash invested at June 30 is included in the various cash accounts reflected in the financial statements. Investments are stated at amortized cost or at their fair value (Note 8). Interest earnings on investments are allocated to the appropriate funds based upon the average monthly cash balance of each fund. Qualified investments in State Treasurer's Local Government Investment Pool (LGIP), and Non-Arbitrage Program (SNAP) are reported at amortized cost. All others are reported at fair value (Note 8).

Other OPEB investments are reported at fair value, which for the City and School Board is determined by the most recent bid and asking prices as obtained from markets of such investments. Securities for which market quotations are not readily available are valued at their fair value as determined in good faith by the custodian under the direction of the Board of Trustees of the Virginia Pooled OPEB Trust Fund. A valuation service may be engaged to assist in the determination of fair value.

2. Proprietary Funds' Other Charges

This category mainly consists of General Fund charges (e.g., data processing, buildings and grounds maintenance, indirect costs) to the Water and Sewer, Storm Water, Waste Management and Resort Parking Enterprise Funds, Internal Service Funds except Risk Management, and the Development Authority. For Risk Management it represents premiums and claims payments (including current estimated claims and judgments). The VBDA other charges consist of selling, lease and leasehold improvements, professional services, and other general expenses.

3. Statement of Cash Flows

For purposes of the statements of cash flows, all highly liquid debt instruments and certificates of deposit, with a maturity of three months or less at the time of acquisition, are grouped into cash and temporary investments. Proprietary Funds participate in a centralized cash and investment pool and therefore, separate information on cash equivalents (i.e., investments with maturities of three months or less upon acquisition) for the funds is not applicable.

4. Bond Premiums and Discounts

Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds are reported net of the applicable bond premium or discount.

5. Internal Balances

The amount reported in the Statement of Net Position for internal balances represents support payments to the blended component unit, the VBDA, during the fiscal year just ended and the amounts charged back to the business-type activities.

M. Net Position

The difference between assets plus deferred outflows of resources less liabilities less deferred inflows of resources in the government-wide statement of net position must be labeled as *net position.* GAAP further requires that net position be subdivided into three categories: net investment in capital assets, restricted net position; and unrestricted net position.

N. Long-Term Obligations

In the Government-wide and Proprietary Fund type financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable Governmental or Business-type Statement of Activities, or the Proprietary Fund type Statement of Net Position. Bond premiums and deferred loss on refunding bonds are deferred over the life of the bonds using a straight-line method. Issuance costs are reported as debt service expenditures in the year incurred.

In the fund financial statements, Governmental Fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

O. Restricted Assets - Cash and Investments

Certain proceeds of the Primary Government's revenue bond issuance have been set aside in separate bank accounts as a reserve for future debt service payments. In addition, inclusive in this category are option deposits, funds held for capital projects and improvements and grant awards.

P. Unrestricted Net Position - Governmental Activities

Inclusive in Governmental Activities unrestricted net position are ending committed fund balances of certain Special Revenue Funds, which have been earmarked for specific purposes by City Council. These funds include, but are not limited to, Agriculture Reserve Fund, Tax Increment Financing Funds, Open Space Fund, Parks and Recreation Fund, Tourism Investment Program Fund, Tourism Advertising Program Fund and the Capital Projects Fund.

Q. Restricted Net Position

Some Primary Government and component unit net position amounts are subject to various restrictions. Bond resolutions restrict the net position of the Water and Sewer, Storm Water and Debt Service Funds for operations. The Master Water and Sewer Resolution restricts net position of the Water and Sewer Enterprise Fund for the cost of operation, maintenance and debt service costs. The Agreement of Trust, dated January 1, 2000, restricts the net position of the Storm Water Enterprise Fund in a similar manner. The ending fund balance of the Debt Service Fund is restricted for future debt costs. The Waste Management Enterprise Fund ending net position is restricted for fund operations.

Certain amounts in the General Fund, Special Revenue Funds, and component units are restricted through other enabling legislation.

R. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period and as such will not be recognized as an expense or expenditure until then. The City's deferred outflows of resources consist of the amount by which the principal and premium of a refunding bond exceed the net

carrying amount of the refunded debt, Pension and OPEB activities and contributions made subsequent to the measurement date. The deferred outflow related to debt is being amortized over the remaining life of the refunded debt or the life of the new debt, whichever is shorter.

Deferred inflows of resources represents an acquisition of net assets that applies to a future period and as such will not be recognized as a revenue until then. The City's deferred inflows of resources consist of the amount by which the net carrying amount of refunded debt exceed the principal and premium of a refunding bond, the property tax levy recorded in the current fiscal year pertaining to Fiscal Year 2021, Pension and OPEB activities that will be recognized as pension expense over a four to five year period, long term receivables associated with leases. The deferred inflow is being amortized over the remaining life of the refunded debt or the life of the new debt, whichever is shorter. Under the modified accrual basis of accounting, the City has revenues which are applicable to a future period, and will not be recognized until the period they become available. These amounts are recorded on the governmental funds balance sheet as a deferred inflow of resources.

S. Pensions

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 Political Subdivision's Retirement Plan and the additions to deductions from the Political Subdivision's Retirement Plan's net fiduciary position have been determined on the same basis as they were reported by the 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.

T. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Political Subdivision's OPEB Plan, and the additions to/deductions from the Political Subdivision's OPEB Plan's net fiduciary position have been determined on the same basis as they were reported by the 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.

U. New Accounting Standards

In Fiscal Year 2024, the City adopted new pronouncements issued by GASB:

- Statement No. 100*, Accounting Changes and Error Corrections*
- Statement No. 101, *Compensated Absences*

Statement No. 100, is an amendment of GASB Statement No. 62, addresses accounting and financial reporting requirements for certain types of accounting changes and error corrections. In Fiscal Year 2024, the City implemented GASB No. 101 which is considered an accounting change. See below for changes related to GASB No. 101.

Statement No. 101, establishes standards of 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 the restatement of the City's Statement of Net Postion for fiscal year ended June 30, 2023 of $35.4 million comprised of $33.1 million in governmetal activities and $2.3 million in business type acitivies. The change in the compensated leave liability is outlined below and incorporates the restatement.

	FY 2023 Ending Net Position	Net Compensated Leave Liability Adjustment	FY 2024 Beginning Net Position
Government-Wide Restatements:			
Governmental Activities	$ 2,923,681,240	$ 33,105,241	$ 2,890,575,999
Business-type Activities	1,432,358,184	2,346,640	1,430,011,544
Total	$ 4,356,039,424	$ 35,451,881	$ 4,320,587,543
Proprietary Funds:			
Enterprise Funds:			
Water & Sewer	$ 711,785,588	$ 1,569,674	$ 710,215,914
Storm Water	477,100,002	387,254	476,712,748
Waste Management	14,250,006	335,799	13,914,207
Development Authority	217,851,335	-	217,851,335
Nonmajor Parking	6,378,148	53,913	6,324,235
Total Enterprise Funds	$ 1,427,365,079	$ 2,346,640	$ 1,425,018,439
Internal Service Funds:			
City Garage	$ 5,943,950	$ 369,333	$ 5,574,617
Risk Management	1,692,739	5,878	1,686,861
School Site Landscaping	825,439	13,188	812,251
Telecommunications	951,946	113,513	838,433
Total Internal Service Funds	$ 9,414,074	$ 501,912	$ 8,912,162

V. Pronouncements Issued but not Yet Effective

GASB has issued the following pronouncements prior to June 30, 2024 that may affect future financial position, results of operations, cash flows or financial presentation of the City upon implementation. Management has not yet evaluated the effect of implementation of these standards.

GASB STATEMENT NO.	GASB ACCOUNTING STANDARD	EFFECTIVE FISCAL YEAR
102	*Certain Risk Disclosures*	2025
103	*Financial Reporting Model Improvements*	2025
104	*Disclosure of Certain Capital Assets*	2026

2. FUND BALANCES – GENERAL FUND AND NONMAJOR GOVERNMENTAL FUNDS

General Fund and Nonmajor governmental fund balances are classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of these resources. The constraints placed on fund balances for the General Fund and Nonmajor governmental funds are presented below:

GENERAL FUND:

Nonspendable:		
Inventories		$ 6,091,268
Housing and Volunteer Rescue Squad Loans		3,032,483
Total Nonspendable		9,123,751
Restricted:		
Community Services Board		6,795,589
Committed		
Education		14,914,171
Assigned:		
Community Programs	$ 84,208	
Judicial	251,161	
Library	343,291	
Living Shorelines Program	10,722	
Maritime Forest Program	43,512	
Oyster Heritage Program	137,920	
Public Safety	34,785	
Other General Programs	115,463	
Total Special Programs	1,021,062	
General Government	82,167,875	
Total General Government		83,188,937
Education		31,693,624
Capital Improvement Program - General		36,170,416
Total Assigned		151,052,977
Unassigned:		
General Government		186,216,609
Total Fund Balance		$ 368,103,097

NONMAJOR GOVERNMENTAL FUNDS:

Nonspendable:	
Inventories	$ 755,003
Restricted:	
General Government	8,151,487
Housing and Community Development	11,781,488
Forfeited Assets - Judicial	318,109
Forfeited Assets - Police	2,424,625
Public Safety	992,448
Special Service Districts	8,330,242
Total Special Revenue Funds	32,753,402
Future Debt Service	29,303,311
Total Restricted	62,056,713
Committed:	
Agriculture Program	23,385,341
Convention and Visitor Development	59,328,948
Forfeited Assets - Judicial	284,654
Parks and Recreation Activities	22,494,224
Public Safety	12,290
Central Business District TIF Program	12,899,342
Total Committed	118,404,799
Assigned:	
Convention and Visitor Development	1,704,385
Special Service Districts	710,010
Total Assigned	2,414,395
Unassigned:	
General Government	(4,674,541)
Total Fund Balance	$ 178,201,366

3. RECEIVABLES AND ACCRUED LIABILITIES

A. Receivables

Receivables at June 30, 2024 consist of the following:

Primary Government

	Governmental Activities	Business-type Activities	Total
Real Estate Taxes	$ 19,657,904	$ -	$ 19,657,904
Personal Property Taxes	74,793,254	-	74,793,254
Accounts	63,058,795	29,921,323	92,980,118
Leases	5,902,827	27,343,314	33,246,141
Loans	7,683,122	-	7,683,122
Due from Other Government	79,277,105	151,815	79,428,920
Gross Receivables	250,373,007	57,416,452	307,789,459
Less: Allowance for Uncollectibles	(31,796,451)	(3,690,221)	(35,486,672)
Net Receivables - Entity Wide	$ 218,576,556	$ 53,726,231	$ 272,302,787

Major Funds – Governmental

	General Fund	Capital Projects	Total
Real Estate Taxes	$ 19,657,904	$ -	$ 19,657,904
Personal Property Taxes	74,793,254	-	74,793,254
Accounts	28,561,502	94,555	28,656,057
Leases	4,465,580	-	4,465,580
Loans	3,032,483	-	3,032,483
Due from Other Funds	6,905,000	-	6,905,000
Intergovernmental Accounts	68,305,177	5,481,475	73,786,652
Gross Receivables	205,720,900	5,576,030	211,296,930
Less: Allowance for Uncollectibles	(21,966,433)	-	(21,966,433)
Net Receivables	$ 183,754,467	$ 5,576,030	$ 189,330,497

Major Funds – Proprietary

	Water and Sewer	Storm Water	Waste Management	Virginia Beach Development Authority	Total
Accounts	$ 18,177,362	$ 5,711,368	$ 5,595,155	$ 437,438	$ 29,921,323
Leases	-	-	-	27,343,314	27,343,314
Due from Other Funds	-	-	-	111,069,687	111,069,687
Intergovernmental Accounts	151,815	-	-	-	151,815
Gross Receivables	18,329,177	5,711,368	5,595,155	138,850,439	168,486,139
Less: Allowance for Uncollectibles	(2,502,749)	(306,358)	(881,114)	-	(3,690,221)
Net Receivables	$ 15,826,428	$ 5,405,010	$ 4,714,041	$ 138,850,439	$ 164,795,918

Component Units

Receivables at June 30, 2024 consist of the following:

	School Board	Community Development Corporation	Atlantic Park CDA	Total
Intergovernmental Accounts	$ 35,906,432	$ 119,119	$ 217,373	$ 36,242,924
Accounts Receivables	7,370,439	1,142,744	-	8,513,183
Lease Receivables	1,555,731	-	-	1,555,731
Notes Receivables	-	4,113,843	-	4,113,843
Interest Receivables	-	-	165,420	165,420
Net Receivables	$ 44,832,602	$ 5,375,706	$ 382,793	$ 50,591,101

B. Property Taxes Receivable

An annual ad valorem tax is levied by the City on the assessed value of real and tangible personal property. These levies are made each year on July 1 and January 1 for real property and tangible personal property, respectively. Taxes levied on these dates become liens on the subject property on the date of levy. Real property taxes are payable in two installments on December 5 and June 5. Personal property taxes are payable on June 5, however, pro-rated bills on automobiles are also payable throughout the year on the portion of the year they are owned if not owned a full year. These taxes are considered delinquent when not paid by the due dates and subject to penalties and interest charges by the City Treasurer. City property tax revenues are recognized when levied and collected.

The City calculates its allowance for uncollectible taxes by using historical collection data. Furthermore, the taxes receivable amount which remains uncollected after the 45 day accrual period is recorded as unearned revenue for the fund financial statements.

Fiscal Year 2024 real property rate was $.99 per $100 of assessed valuation, except for public service corporation properties. In addition there are Special Service Districts that were charged an additional rate, these districts and rates are as followed:

Special Service District	Additional Tax Rate
Bayville Creek Special Service District	$ 0.472
Chesopeian Colony Special Service District	0.291
Gills Cove Special Service District	0.063
Harbour Point Special Service District	0.120
Hurds Cove Special Service District	0.438
Old Donation Special Service District	0.184
Sandbridge Special Service District	0.010
Schilling Point Special Service District	0.404
Shadowlawn Special Service District	0.159
Town Center Special Service District	0.450

Additionally, the real property tax rate on all real estate that has been classified as an energy efficient building, not exempt from taxation, was $0.84 on each $100 of assessed valuation thereof. Taxes on buildings that are individually listed on the Virginia Landmarks Register, not including the real estate or land on which the building is located, so long as the building is maintained in a condition such that it retains the characteristics for which it was listed on the Virginia Landmarks Register, were at a rate of $0.52 on each $100 of assessed valuation thereof. The personal property rate was $4.00 per $100 of assessed valuation (100% of fair market value). Other personal property tax rates exist for qualified equipment. There are no limits currently on the property tax rates which may be established by the City Council. City Council is the only governmental entity that has the local taxing authority.

C. Intergovernmental Receivables - Primary Government and School Board Component Unit – Entity Wide

1. The following revenues were due from the Commonwealth of Virginia at June 30, 2024:

Primary Government

	Governmental Activities
Personal Property Tax Relief Act	$ 53,412,868
Sheriff's Department	3,519,528
Special Revenue Funds	66,769
Capital Projects	4,330,337
Other Grants, Entitlements and Shared Revenues	4,608,136
Sales Tax	8,354,798
CDA Sales Tax Passthrough	145,514
Total Due from Commonwealth	$ 74,437,950

School Board Component Unit

State Share Sales Tax	$ 7,891,655
Special Education-Regional Program	2,437,494
Technology Initiative	403,222
Juvenile Detention Center	328,487
Other Grants, Entitlements and Shared Revenues	56,716
Total Due from Commonwealth-Governmental Funds	$ 11,117,574

2. The following revenues were due from various Federal agencies at June 30, 2024:

Primary Government

	Governmental Activities
Federal Section Eight Program	364,443
Grants Consolidated	702,204
Housing and Neighborhood Preservation	487,531
Emergency FEMA	349,978
Capital Projects	1,151,138
General Fund	1,783,861
Total Due from Federal Government	$ 4,839,155

School Board Component Unit

Adult Basic Education	$ 96,919
ARP and ARPA	11,023,995
Carl Perkins	903,881
CSLFRF	3,147,471
COPS School Violence Prevention	134,635
DODEA Spanish Immersion	50,608
DoDEA WLARP	172,191
McKinney Homeless	65,952
NJROTC	205,484
Preschool Incentive	133,612
RIPE for Public Instruction	185,000
National School Lunch Program	832,256
School Breakfast Program	354,956
Summer Feeding Program	2,575
Child and Adult Care Program	16,612
Title I	4,184,046
Title II	638,363
Title III	49,491
Title IV	818,501
Title VI-B	1,679,668
Other Grants, Entitlements, and Shared Revenues	92,642
Total Due from Federal Government	$ 24,788,858

3. The following revenues were due from Other Governments at June 30, 2024:

Business - Type Activities:

The Water and Sewer fund is due $151,815 from the City of Chesapeake. Virginia in June operations, maintenance, and capital improvement costs for the Lake Gaston Water Supply Project.

D. Allowances For Uncollectible Accounts Receivable

Allowances for uncollectible accounts receivable are generally established using historical collection data, specific account analysis and subsequent cash receipts. The allowances at June 30, 2024 are as follows:

General Fund	$	21,966,433
Water and Sewer Fund		2,502,749
Storm Water Fund		306,358
Waste Management Fund		881,114
Special Revenue Funds		9,830,018
Total	$	35,486,672

E. Major Components of Accrued Liabilities at June 30, 2024 consist of the following

Primary Government

	Governmental Activities	Business-Type Activities	Total
Accrued Interest Payable	$ 8,024,124	$ 3,451,932	$ 11,476,056
Unearned Revenues	55,805,676	1,730,100	57,535,776
Other Accrued Liabilities	28,382,081	5,212,248.00	33,594,329
Total Accrued Liabilities	$ 92,211,881	$ 10,394,280	$ 102,606,161

Component Units

	School Board	Community Development Corporation	Atlantic Park CDA	Total
Accrued Interest Payable	$ 21,354	$ 120,869	$ 1,389,714	$ 1,531,937
Unearned Revenues	29,703,467	145,643	-	29,849,110
Other Accrued Liabilities	92,327,256	-	788,914	93,116,170
Total Accrued Liabilities	$ 122,052,077	$ 266,512	$ 2,178,628	$ 124,497,217

4. UNEARNED REVENUES

Unearned revenues represent amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Under the modified accrual basis of accounting, such amounts are measurable, but not available.

Unearned revenues consist of the following as of June 30, 2024:

A. General Fund

Unspent ARPA Relief Funds	$	61,406,419
Convention Center - Deposits		278,626
Reimbursement -State Ward		2,137,200
Aquarium - Advance Program Receipts		502,959
Total General Fund	$	64,325,204

B. Nonmajor Special Revenue Fund

Parks and Recreation - Advance Customer Receipts	$	939,012
Federal Section Eight Program - Unspent CARES Grant		42,790
Grants Consolidated - Unspent BHDS IT Infrastructure Grant		1,721
Total Special Revenue Funds	$	983,523

C. Enterprise Funds

Water and Sewer - Customers and Developers - Tap and Meter Fees	$	1,730,100

D. School Board Component Unit

School Operating Fund - Summer School Tuition, Regular School Tuition	$	542,873
School Grants Fund - Early Reading Intervention, Algebra Readiness, VA Preschool Initiative and Other Grants		19,510,091
School Cafeterias - Charges for Services		662,897
Other Governmental Funds		40,673
Total Unearned Revenue - Governmental Funds		20,756,534
School Health Insurance Internal Service Fund - Prepayment of July Health Insurance Premiums		8,946,933
Total Unearned Revenues - Governmental Activities	$	29,703,467

5. CAPITAL ASSETS AND LAND HELD FOR RESALE

A. Governmental Activities

The following is a summary of the changes in capital assets for the fiscal year ended June 30, 2024:

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated/Amortized				
Land and Improvements	$ 1,057,663,703	$ 834,572	$ 455	$ 1,058,497,820
Agriculture Reserve Program	44,146,562	2,025,959	1,034,361	45,138,160
Construction in Progress	206,350,979	261,622,036	104,265,588	363,707,427
Total Capital Assets Not Being Depreciated	1,308,161,244	264,482,567	105,300,404	1,467,343,407
Capital Assets Being Depreciated/Amortized				
Right-to-use - Land - Leases	251,834	-	-	251,834
Buildings and Improvements	1,004,265,152	-	-	1,004,265,152
School Buildings	448,663,992	-	64,318,192	384,345,800
Right-to-use - Buildings - Leases	27,796,622	34,537,972	953,494	61,381,100
Site Improvements	382,629,199	166,531	25,929	382,769,801
Site Improvements - ISF	265,782	-	-	265,782
Equipment	373,489,551	22,956,853	4,629,394	391,817,010
Right-to-use -Subscription - Assets	10,541,469	1,803,910	5,178,647	7,166,732
Equipment - ISF	8,376,891	627,946	113,515	8,891,322
Right-to-use - Subscription - Assets ISF	16,766	150,174	16,766	150,174
Infrastructure	2,478,234,084	34,276,544	10,940,533	2,501,570,095
Total Other Capital Assets at Historical Cost	4,734,531,342	94,519,930	86,176,470	4,742,874,802
Less Accumulated Depreciation/Amortization				
Right-to-use - Land - Leases	143,905	-	-	143,905
Buildings and Improvements	374,407,221	22,969,797	-	397,377,018
School Buildings	78,668,649	-	10,857,278	67,811,371
Right-to-use - Buildings - Leases Amortization	6,551,256	7,170,975	610,761	13,111,470
Site Improvements	146,548,964	9,134,735	-	155,683,699
Site Improvements - ISF	264,881	235	-	265,116
Equipment	274,015,264	34,426,159	4,594,250	303,847,173
Right-to-use - Subscription - Amortization	4,151,955	3,775,022	4,979,439	2,947,538
Equipment - ISF	6,637,193	788,962	113,515	7,312,640
Right-to-use - Subscription - Amortization ISF	11,835	17,477	-	29,312
Infrastructure	1,594,321,305	61,892,912	-	1,656,214,217
Total Accumulated Depreciation/Amortization	2,485,722,428	140,176,274	21,155,243	2,604,743,459
Total Capital Assets Being Depreciated/Amortized, Net	2,248,808,914	(45,656,344)	65,021,227	2,138,131,343
Governmental Activities Capital Assets/Amortized, Net	$ 3,556,970,158	$ 218,826,223	$ 170,321,631	$ 3,605,474,750

Governmental Activities capital assets net of accumulated depreciation/Amortization at June 30, 2024 are comprised of the following:

General Government Capital Assets, Net	$ 3,603,774,540
Internal Service Fund Capital Assets, Net	1,700,210
Total	$ 3,605,474,750

Depreciation was charged to governmental functions as follows:

Finance	$	186,669
Judicial		823,038
Police		5,277,648
Public Works		92,003,167
Parks and Recreation		4,777,287
Libraries		195,584
Planning		272,569
Economic Development		16,411
Convention & Visitors Bureau		254,996
Information Technology		27,191,239
Human Resources		189,795
Emergency Communications		9,400
Fire		910,686
Human Services		2,419,135
Housing & Neighborhood Preservation		135,268
Museums		29,856
General Government		5,304,012
Emergency Medical Services		179,514
Total	$	140,176,274

B. Component Unit - School Board

Capital Assets activity for the year ended June 30, 2024 was as follows:

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated:				
Land	$ 38,967,870	$ -	$ -	$ 38,967,870
Construction in Progress	18,441,696	19,243,466	22,916,508	14,768,654
Total Capital Assets Not Being Depreciated	57,409,566	19,243,466	22,916,508	53,736,524
Capital Assets Being Depreciated				
Buildings	819,176,395	106,839,500	2,323,665	923,692,230
Improvement Other Than Buildings	84,175,685	2,501,369	-	86,677,054
Right-to-use - Subscription Lease	2,516,118	-	837,556	1,678,562
Machinery and Equipment	152,070,028	13,311,124	5,966,904	159,414,248
Total Capital Assets Being Depreciated	1,057,938,226	122,651,993	9,128,125	1,171,462,094
Less Accumulated Depreciation For:				
Buildings	392,992,474	37,541,309	2,272,042	428,261,741
Improvement Other Than Buildings	56,301,573	2,709,681	-	59,011,254
Right-to-use - Subscription Amortization	854,895	868,607	837,556	885,946
Machinery and Equipment	94,525,951	9,447,459	5,827,614	98,145,796
Total Accumulated Depreciation	544,674,893	50,567,056	8,937,212	586,304,737
Total Capital Assets Being Depreciated, Net	513,263,333	72,084,937	190,913	585,157,357
Component Unit School Board, Capital Assets, Net	$ 570,672,899	$ 91,328,403	$ 23,107,421	$ 638,893,881

C. Business-Type Activities

The following is a summary of the changes in capital assets for the fiscal year ended June 30, 2024:

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated/Amortized:				
Land	$ 201,404,251	$ -	$ -	$ 201,404,251
Construction in Progress	119,467,277	124,429,719	45,376,271	198,520,725
Total Capital Assets Not Being Depreciated	320,871,528	124,429,719	45,376,271	399,924,976
Capital Assets Being Depreciated/Amortized				
Right-to-use - Land - Leases	2,965,874	-	-	2,965,874
Buildings	165,022,290	-	1,953,386	163,068,904
Right-to-use - Buildings - Leases	2,192,669	1,008,736	-	3,201,405
Improvement Other Than Buildings	1,189,842	-	-	1,189,842
Utility System	1,683,884,448	36,591,034	-	1,720,475,482
Right-to-use - Subscription - Asset	1,043,644	-	211,621	832,023
Machinery and Equipment	84,110,867	5,659,743	571,574	89,199,036
Total Capital Assets Being Depreciated/Amortized	1,940,409,634	43,259,513	2,736,581	1,980,932,566
Less Accumulated Depreciation/Amortization For:				
Right-to-use - Land - Leases Amortization	367,510	-	-	367,510
Buildings	72,065,449	3,845,220	1,440,618	74,470,051
Right-to-use - Buildings - Leases Amortization	1,597,078	645,153	-	2,242,231
Improvement Other Than Buildings	708,292	21,468	-	729,760
Utility System	704,064,843	34,324,641	-	738,389,484
Right-to-use - Subscription - Amortization	344,408	621,382	144,161	821,629
Machinery and Equipment	66,421,200	6,610,452	553,393	72,478,259
Total Accumulated Depreciation/Amortization	845,568,780	46,068,316	2,138,172	889,498,924
Total Capital Assets Being Depreciated/Amortized, Net	1,094,840,853	(2,808,803)	598,409	1,091,433,642
Business-Type Activities Capital Assets, Net	$ 1,415,712,382	$ 121,620,916	$ 45,974,680	$ 1,491,358,618

Depreciation expense was charged to Business-Type Activities as follows:

Water and Sewer	$ 27,891,790
Storm Water	11,152,513
Waste Management	3,009,414
Development Authority	3,703,142
Parking	311,457
Total	$ 46,068,316

D. Major Fund - Water and Sewer Enterprise Fund

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated/Amortized				
Land and Improvements	$ 14,618,544	$ -	$ -	$ 14,618,544
Construction in Progress	36,562,668	27,666,351	3,035,817	61,193,202
Total Capital Assets Not Being Depreciated	51,181,212	27,666,351	3,035,817	75,811,746
Other Capital Assets:				
Buildings and Improvements	18,940,552	-	-	18,940,552
Right-to-use - Buildings - Leases	2,096,747	-	-	2,096,747
Utility System	1,256,214,787	410,644	-	1,256,625,431
Right-to-use - Subscription Assets	904,238	-	45,912	858,326
Machinery and Equipment	36,553,933	1,339,460	383,013	37,510,380
Total Other Capital Assets at Historical Cost	1,314,710,257	1,750,104	428,925	1,316,031,436
Less Accumulated Depreciation/Amortization For:				
Buildings and Improvements	17,635,926	100,085	-	17,736,011
Right-to-use - Buildings - Leases Amortization	1,290,306	645,153	-	1,935,459
Utility System	607,377,861	24,870,200	-	632,248,061
Right-to-use - Subscription - Amortization	260,641	305,522	45,912	520,251
Machinery and Equipment	30,671,621	1,970,830	383,013	32,259,438
Total Accumulated Depreciation/Amortization	657,236,355	27,891,790	428,925	684,699,220
Total Capital Assets Being Depreciated/Amortized, Net	657,473,902	(26,141,686)	-	631,332,216
Water and Sewer Capital Assets, Net	$ 708,655,114	$ 1,524,665	$ 3,035,817	$ 707,143,962

E. Major Fund – Storm Water Enterprise Fund

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated:				
Land and Improvements	$ 134,087,267	$ -	$ -	$ 134,087,267
Construction in Progress	62,485,559	56,027,260	42,340,454	76,172,365
Total Capital Assets Not Being Depreciated	196,572,826	56,027,260	42,340,454	210,259,632
Other Capital Assets:				
Buildings and Improvements	664,899	-	-	664,899
Utility System	427,669,661	36,180,390	-	463,850,051
Machinery and Equipment	23,288,378	1,013,045	172,511	24,128,912
Total Other Capital Assets at Historical Cost	451,622,938	37,193,435	172,511	488,643,862
Less Accumulated Depreciation For:				
Buildings and Improvements	207,781	41,556	-	249,337
Utility System	96,686,982	9,454,441	-	106,141,423
Machinery and Equipment	17,609,736	1,656,516	130,126	19,136,126
Total Accumulated Depreciation	114,504,499	11,152,513	130,126	125,526,886
Total Capital Assets Being Depreciated, Net	337,118,439	26,040,922	42,385	363,116,976
Storm Water Capital Assets, Net	$ 533,691,265	$ 82,068,182	$ 42,382,839	$ 573,376,608

F. Major Fund – Waste Management

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Other Capital Assets:				
Buildings	$ 8,730	$ -	$ -	$ 8,730
Site Improvements	410,325	-	-	410,325
Right-to-use - Subscription - Asset	98,251	-	98,251	-
Machinery and Equipment	22,269,474	3,262,187	16,050	25,515,611
Total Other Capital Assets at Historical Cost	22,786,780	3,262,187	114,301	25,934,666
Less Accumulated Depreciation/Amortization For:				
Buildings	1,491	437	-	1,928
Site Improvements	279,556	21,468	-	301,024
Right-to-use - Subscription - Amortization	53,592	44,657	98,249	-
Machinery and Equipment	17,395,066	2,942,852	-	20,337,918
Total Accumulated Depreciation/Amortization	17,729,705	3,009,414	98,249	20,640,870
Total Capital Assets Being Depreciated/Amortized, Net	5,057,075	252,773	16,052	5,293,796
Waste Management Capital Assets, Net	$ 5,057,075	$ 252,773	$ 16,052	$ 5,293,796

G. Major Fund - Virginia Beach Development Authority

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated:				
Land and Improvements	$ 52,698,440	$ -	$ -	$ 52,698,440
Construction in Progress	20,419,050	40,736,108	-	61,155,158
Total Capital Assets Not Being Depreciated	73,117,490	40,736,108	-	113,853,598
Other Capital Assets:				
Buildings and Improvements	145,408,109	-	1,953,386	143,454,723
Machinery and Equipment	1,900,510	45,051	-	1,945,561
Total Other Capital Assets at Historical Cost	147,308,619	45,051	1,953,386	145,400,284
Less Accumulated Depreciation For:				
Buildings and Improvements	54,404,007	3,703,142	1,440,618	56,666,531
Machinery and Equipment	664,795	-	-	664,795
Total Accumulated Depreciation	55,068,802	3,703,142	1,440,618	57,331,326
Total Capital Assets Being Depreciated, Net	92,239,817	(3,658,091)	512,768	88,068,958
Development Authority Capital Assets, Net	$ 165,357,307	$ 37,078,017	$ 512,768	$ 201,922,556

H. Component Unit - Virginia Beach Community Development Corporation

	Balance 7/1/2023	Increases	Decreases	Balance 6/30/2024
Capital Assets Not Being Depreciated:				
Land and Improvements	$ 9,713,110	$ -	$ 24,018	$ 9,689,092
Construction in Progress	215,592	-	72,298	143,294
Total Capital Assets Not Being Depreciated	9,928,702	-	96,316	9,832,386
Other Capital Assets:				
Buildings and Improvements	36,228,245	-	33,000	36,195,245
Machinery and Equipment	715,249	125,309	-	840,558
Total Other Capital Assets at Historical Cost	36,943,494	125,309	33,000	37,035,803
Less Accumulated Depreciation For:	20,868,960	1,048,032	-	21,916,992
Component Unit-VA Beach Community Dev.	$ 26,003,236	$ (922,723)	$ 129,316	$ 24,951,197

I. Land and Building Inventory Held for Resale – Development Authority

Oceana West Corporate Park	$	1,555,548
Corporate Landing Office Park		8,489,205
Town Center Beacon Building		3,402,900
Hunt Club 2		200,305
Historic Kempsville		543,000
Progress Lane		308,200
Bio-Med Park		11,892,699
Total Land Held for Resale	$	26,391,857

J. Construction in Progress

1. Governmental Activities and School Board Component Unit

In accordance with the City's accounting policies, these projects will not be transferred from Construction in Progress until completion. Construction in progress is comprised of the following:

	Expended through 6/30/2024	Outstanding Commitments	Unobligated Balance
Government Activities			
Engineering and Highways	$ 113,937,243	$ 149,379,331	$ 341,585,376
Buildings	94,343,799	50,201,098	76,791,081
Flood Protection Program	32,983,360	62,829,090	488,929,357
Communications and Information Technology	26,324,298	18,244,162	47,335,398
Parks and Recreation	33,752,372	16,510,363	80,525,630
Coastal	7,156,062	12,397,735	60,514,720
Economic and Tourism	55,210,293	30,656,880	214,191,576
Total Other Capital Assets at Historical Cost	$ 363,707,427	$ 340,218,659	$ 1,309,873,138
School Board Component Unit			
Buildings and Improvements Other than Buildings	$ 14,768,654	$ 23,791,997	$ -

2. Business-Type Activities

In accordance with the City's accounting policies, these projects will not be transferred from Construction in Progress into the various capital asset accounts until substantially completed. Construction in Progress for Business-Type Activities is comprised of the following at June 30, 2024:

	Expended through 6/30/2024	Outstanding Commitments	Unobligated Balance
Water & Sewer Utility Projects	$ 61,193,202	$ 74,092,430	$ 64,801,821
Storm Water Projects	76,172,365	56,935,558	156,345,527
Development Authority	61,155,158	-	-
Total Business-Type Activities	$ 198,520,725	$ 131,027,988	$ 221,147,348

6. LONG-TERM DEBT

A. Summary of Changes in Long-Term Liabilities

1. Primary Government - Governmental Activities

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
General Obligation Bonds	$ 508,818,472	$ 300,390,000	$ 96,099,238	$ 713,109,234	$ 66,470,117
Public Facility Revenue Bonds	267,719,194	70,529,327	55,777,385	282,471,136	28,168,316
Agriculture Reserve Program	44,146,562	2,025,959	1,034,361	45,138,160	2,442,859
Total Tax Supported Debt	820,684,228	372,945,286	152,910,984	1,040,718,530	97,081,292
Other Debt:					
Landfill Closure & Post-Closure Care	24,566,050	-	2,935,456	21,630,594	-
Premiums	96,062,381	37,528,603	17,940,486	115,650,498	11,129,655
Net Pension Liability	330,059,160	70,555,564	-	400,614,724	-
Net OPEB Liability	86,573,280	-	11,925,772	74,647,508	-
Accrued Compensation Leave*	80,856,418	1,979,990	-	82,836,408	30,783,338
Lease Liability	21,516,168	34,982,204	6,918,485	49,579,887	5,776,734
Estimated Claims & Judgements	41,986,762	12,940,839	11,288,390	43,639,211	9,839,535
Subscription Liability	4,812,596	1,997,207	3,180,669	3,629,134	1,268,092
Governmental Activities Long-Term Debt	$ 1,507,117,043	$ 532,929,693	$ 207,100,242	$ 1,832,946,494	$ 155,878,646

* July 1, 2023 balance has been restated to reflect implementation of GASB 101, Compensated Absences in fiscal year 2024.

2. Primary Government - Business-Type Activities

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Revenue Bonds	$ 318,170,000	$ -	$ 16,745,000	$ 301,425,000	$ 17,675,000
Public Facility Revenue Bonds	26,100,806	118,200,673	15,022,615	129,278,864	10,446,685
Total Self/Tax Supported Debt	344,270,806	118,200,673	31,767,615	430,703,864	28,121,685
Less/Add Deferred Amounts:					
For Issuance Premiums	33,984,925	3,408,297	3,981,112	33,412,110	3,211,067
Total Bonds Payable	378,255,731	121,608,970	35,748,727	464,115,974	31,332,752
Net Pension Liability	24,957,684	10,779,539	-	35,737,223	-
Net OPEB Liability	5,424,204	-	1,442,448	3,981,756	-
Accrued Compensated Leave*	6,304,320	275,644	-	6,579,964	2,537,966
Subscription Liability	574,363	-	284,285	290,078	290,078
Lease Liability	3,401,759	48,173	-	3,449,932	501,257
Business-Type Activities Long-Term Debt	$ 418,918,061	$ 132,712,326	$ 37,475,460	$ 514,154,927	$ 34,662,053

*July 1, 2023 balance has been restated to reflect implementation of GASB 101, Compensated Absences in fiscal year 2024.

3. Major Fund - Water and Sewer Enterprise Fund (Included in Business-Type Activities)

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Revenue Bonds	$ 187,725,000	$ -	$ 12,045,000	$ 175,680,000	$ 12,720,000
Add Deferred Amounts:					
For Issuance Premiums	19,005,942	-	1,726,135	17,279,807	1,726,134
Total Bonds Payable	206,730,942	-	13,771,135	192,959,807	14,446,134
Net Pension Liability	16,153,266	6,886,116	-	23,039,382	-
Net OPEB Liability	3,325,730	-	881,727	2,444,003	-
Accrued Compensated Leave*	3,924,062	32,950	-	3,957,012	1,645,033
Subscription Liability	574,363	-	284,285	290,078	290,078
Lease Liability	834,279	-	665,899	168,380	168,380
Water & Sewer Long-Term Liabilities	$ 231,542,642	$ 6,919,066	$ 15,603,046	$ 222,858,662	$ 16,549,625

*July 1, 2023 balance has been restated to reflect the implementation of GASB 101, Compensated Absences.

4. Major Fund – Storm Water Enterprise Fund (Included in Business-Type Activities)

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Revenue Bonds	$ 130,445,000	$ -	$ 4,700,000	$ 125,745,000	$ 4,955,000
Add Deferred Amounts:					
For Issuance Premiums	13,632,983	-	1,233,464	12,399,519	1,233,464
Total Bonds Payable	144,077,983	-	5,933,464	138,144,519	6,188,464
Net Pension Liability	3,976,189	1,434,575	-	5,410,764	-
Net OPEB Liability	786,669	-	212,574	574,095	-
Accrued Compensated Leave*	955,970	40,288	-	996,258	391,577
Storm Water Long-Term Liabilities	$ 149,796,811	$ 1,474,863	$ 6,146,038	$ 145,125,636	$ 6,580,041

*July 1, 2023 balance has been restated to reflect the implementation of GASB 101, Compensated Absences.

5. Major Fund – Waste Management Enterprise Fund (Included in Business-Type Activities)

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Net Pension Liability	$ 4,544,216	$ 2,350,145	$ -	$ 6,894,361	$ -
Net OPEB Liability	1,256,379	-	333,727	922,652	-
Accrued Compensated Leave*	1,326,225	203,457	-	1,529,682	473,331
Waste Management Long-Term Liabilities	$ 7,126,820	$ 2,553,602	$ 333,727	$ 9,346,695	$ 473,331

*July 1, 2023 balance has been restated to reflect the implementation of GASB 101, Compensated Absences.

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6. Major Fund - Development Authority Enterprise Fund (Included in Business-Type Activities)

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Public Facility Revenue Bonds	$ 26,100,806	$ 118,200,673	$ 15,022,615	$ 129,278,864	$ 10,446,685
For Issuance Premiums	1,346,000	3,408,297	1,021,513	3,732,784	251,469
Virginia Beach Development Authority Long-Term Debt	$ 27,446,806	$ 121,608,970	$ 16,044,128	$ 133,011,648	$ 10,698,154

7. Component Unit - School Board

School-related long term debt is shown in table 6.A.1 for Primary Government - Governmental Activities as it is considered and reported as the City's long term debt. The City Council is the only elected local governing body authorized by the City Charter (sections 6.01 & 6.06) and Constitution of Virginia (article VII, section 10) to incur debt in the name of the City.

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Net Pension Liability	$ 462,205,827	$ 257,306,967	$ 234,796,788	$ 484,716,006	$ -
Net OPEB Liability	157,587,101	66,279,293	71,603,913	152,262,481	-
Accrued Compensated Leave	43,913,225	19,955,073	14,802,814	49,065,484	15,098,871
Estimated Claims and Judgements	18,090,286	185,780,913	187,079,220	16,791,979	12,593,984
Subscription Liability	1,623,811	-	845,252	778,559	444,987
School Board Long-Term Liabilities	$ 683,420,250	$ 529,322,246	$ 509,127,987	$ 703,614,509	$ 28,137,842

8. Component Unit - Virginia Beach Community Development Corporation

Various mortgage loan agreements and notes payable with interest at 2.5% to 7.1%, collaterized by real property.

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Lines of Credit	$ 119,203	$ 428,705	$ -	$ 547,908	$ -
Notes Payable	19,657,861	-	1,112,279	18,545,582	631,173
VBCDC Long Term Liabilities	$ 19,777,064	$ 428,705	$ 1,112,279	$ 19,093,490	$ 631,173

9. Component Unit - Atlantic Park Community Development Authority

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Public Facility Revenue Bonds	$ 53,365,000	$ -	$ -	$ 53,365,000	$ -
For Issuance Discount	(3,027,430)	-	137,091	(2,890,339)	-
	50,337,570	-	137,091	50,474,661	-
Promissory Note Payable	-	17,700,000	-	17,700,000	-
Atlantic Park CDA Long-Term Debt	$ 50,337,570	$ 17,700,000	$ 137,091	$ 68,174,661	$ -

B. Bonds, Notes and Loans Payable

Details of long-term indebtedness are shown below with outstanding balance as of June 30, 2024:

Bond Issue/Purpose	Dated	Issue Amount	True Interest (%)	Proprietary Percentage VBDA %	Outstanding Balance City
General Obligation Public Improvement (PI) Bonds and Loans:					
2024A PI	6/4/2024	$ 143,260,000	3.402659	-	$ 143,260,000
2024B PI (Flood Mitigation)	6/4/2024	118,000,000	3.411656	-	118,000,000
2024C PI Refunding	6/4/2024	39,130,000	2.804559	-	39,130,000
2021A PI	8/18/2021	94,915,000	1.442517	-	85,415,000
2020 GO Refunding	10/30/2020	3,445,000	1.280000	-	2,126,356
2019A PI	7/31/2019	101,210,000	2.260682	-	79,265,000
2019B PI Refunding	7/31/2019	54,915,000	1.376528	-	15,400,000
2018A PI	3/13/2018	67,595,000	2.885678	-	45,115,000
2017A PI Refunding	12/28/2017	71,530,000	2.253621	-	53,550,000
2016A PI	2/9/2016	61,255,000	2.437448	-	36,780,000
2016B PI Refunding	2/9/2016	50,430,000	1.771418	-	13,320,000
2015A PI	4/21/2015	51,295,000	2.617345	-	28,215,000
2015B PI Refunding	4/21/2015	56,530,000	1.989322	-	29,080,000
2013A PI	4/17/2013	22,885,000	2.587348	-	11,450,000
2013B PI Refunding	4/17/2013	33,795,000	2.143873	-	7,535,000
2012B PI Refunding	4/18/2012	19,630,000	2.413515	-	2,815,000
2010-1 QSCB*	7/8/2010	4,875,000	5.310000	-	870,000
2008 VPSA*	12/1/2008	6,350,705	-	-	1,782,878
Total General Obligation Bonds and Loans					713,109,234
Revenue Bonds:					
2020A W&S Revenue	10/22/2020	45,600,000	1.813325	-	42,185,000
2020B W&S Refunding	10/22/2020	51,110,000	1.268969	-	38,375,000
2020A Storm Water Revenue	10/7/2020	77,365,000	2.013284	-	71,780,000
2020B Storm Water Refunding	10/7/2020	14,150,000	1.246522	-	10,955,000
2019 Storm Water Revenue	2/27/2019	29,525,000	3.139267	-	25,820,000
2016A W&S Revenue	6/8/2016	46,560,000	2.711344	-	37,935,000
2016B W&S Refunding	6/8/2016	42,865,000	1.813975	-	24,730,000
2015A Storm Water Revenue	1/28/2015	23,500,000	2.829639	-	17,190,000
2013 W&S Revenue	11/13/2013	44,845,000	3.641572	-	32,455,000
Total Revenue Bonds					301,425,000
Public Facility Revenue Bonds:					
2024A Public Facility Revenue	6/5/2024	33,435,000	3.5480760	-	33,435,000
2024B Public Facility Refunding	6/5/2024	27,225,000	2.9459610	32.175	27,225,000
2024C Public Facility Revenue (Federally Taxable)	6/5/2024	128,070,000	5.0409160	85.454	128,070,000
2020A Public Facility Revenue	6/17/2020	158,960,000	1.7175703	-	132,280,000
2018A Public Facility Revenue	3/28/2018	33,395,000	3.0289500	8.850	19,350,000
2016A Public Facility Revenue	11/3/2016	21,225,000	2.4588020	-	12,375,000
2016B Public Facility Refunding	11/3/2016	7,880,000	2.1224430	100.000	1,630,000
2015A Public Facility Revenue	6/25/2015	48,245,000	3.0509530	-	21,265,000
2015B Public Facility Refunding	6/25/2015	34,885,000	2.6779800	27.050	21,985,000
2014B Public Facility Refunding	6/18/2014	20,320,000	2.4309790	25.620	5,645,000
2013A Public Facility Revenue	6/19/2013	20,960,000	2.5996020	-	8,490,000
Total Public Facility Revenue Bonds					411,750,000
Other Long-Term Debt:					
Agricultural Reserve Program	Various	45,138,160	Various	-	45,138,160
Total Other Long-Term Debt					45,138,160
Grand Total Bonds, Notes and Loans Payable					$ 1,471,422,394

* QSCB - Qualified School Construction Bond, VPSA - Virginia Public School Authority

Defeased Debt - In current and prior years as a result of debt refunding, the City defeased certain general obligation, public improvement, and public utility bonds by placing funds in irrevocable escrow accounts to provide for future debt service payments on the defeased debt. Accordingly, the escrow account assets and liabilities for the defeased debt are not included in the City's financial statements. At June 30, 2024, the

outstanding balance of the defeased debt is $72.6 million, and is considered in-substance defeased.

C. Summary of Recent Refundings

Periodically, the City issues debt to refund amounts outstanding on prior bond issuances to reduce interest payment costs. The details of these refunding bond issuances are as follows.

1. **Current Refunding of General Obligation Public Improvement Bonds, Series 2014A**
On June 4, 2024, the City issued $39.13 million of General Obligation Public Improvement Refunding Bonds, Series 2024C to refund the remaining portions of the General Obligation Public Improvement Bonds, Series 2014A. The refunding bonds combined with $4.06 million in premiums to provide resources to purchase U.S. Government, State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of $52.48 million of refunded General Obligation Public Improvement Bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net position. The net carrying amount of the old debt exceeded the reacquisition price by $3.82 million. This difference is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This current refunding was undertaken to reduce total debt service payments over the next 10 years by $3.35 million and resulted in an economic gain of $2.61 million. The escrow agent called the Series 2014A refunded bonds on August 28, 2024.

2. **Current Refunding of Public Facility Revenue Bonds, Series 2012A and Series 2014A**
On June 5, 2024 the City issued $27.2 million of Public Facility Refunding Revenue Bonds (PFRBs), Series 2024B to refund the remaining portions of the PFRBs, Series 2012A and 2014A. Of the bonds sold, 32.2% was to refund debt currently held by the City of Virginia Beach Development Authority and 67.8% was to refund debt currently held by the City of Virginia Beach. The refunding bonds combined with $2.57 million in premiums provided resources to purchase U.S. Government, State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of $35.29 million of PFRBs. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the business-type activities and government activities columns of the statement of net position. The net carrying amount of the old debt exceeded the reacquisition price by $2.42 million. The difference is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This current refunding was undertaken to reduce total debt service payments over a 10-year period by $1.35 million and will result in an economic gain of $1.05 million. The escrow agent called the Series 2012A and 2014A refunded bonds on August 29, 2024.

D. Summary of Annual Requirements to Amortize All Bonds and Notes Payable

Annual Debt Service requirements to maturity for General Obligation Bonds including loans supported by the City's General Obligation Bond authority (e.g., Virginia Public School Authority and Virginia Resources Authority) are as follows:

Year Ending	Governmental Activities		
June 30	Principal	Interest	Total
2025	$ 66,470,117	$ 26,015,287	$ 92,485,404
2026	62,756,103	27,793,683	90,549,786
2027	58,440,666	24,807,282	83,247,948
2028	54,399,719	21,834,097	76,233,816
2029	50,283,815	19,341,263	69,625,078
2030-2034	202,268,814	65,723,969	267,992,783
2035-2039	134,180,000	30,379,500	164,559,500
2040-2044	84,310,000	8,583,100	92,893,100
Totals	$ 713,109,234	$ 224,478,181	$ 937,587,415

Annual Debt Service requirements to maturity for Storm Water Utility and Water and Sewer System Revenue Bonds are as follows:

Year Ending June 30	Business-Type Activities		
	Principal	Interest	Total
2025	$ 17,675,000	10,646,406	$ 28,321,406
2026	17,995,000	9,763,131	27,758,131
2027	16,270,000	8,932,981	25,202,981
2028	16,995,000	8,173,019	25,168,019
2029	15,365,000	7,453,081	22,818,081
2030-2034	80,090,000	27,150,951	107,240,951
2035-2039	74,670,000	14,148,047	88,818,047
2040-2044	48,675,000	5,072,256	53,747,256
2045-2049	13,690,000	370,744	14,060,744
Totals	$ 301,425,000	$ 91,710,616	$ 393,135,616

Annual Debt Service requirements to maturity for Public Facility Revenue Bonds are as follows:

Year Ending June 30	Governmental Activities		Business-Type Activities		Total Debt Service		
	Principal	Interest	Principal	Interest	Principal	Interest	Total
2025	$ 28,168,316	$ 10,397,134	10,446,685	$ 4,584,104	$ 38,615,001	$ 14,981,238	$ 53,596,239
2026	23,548,028	10,267,814	8,231,972	6,228,565	31,780,000	16,496,379	48,276,379
2027	22,480,660	9,155,565	8,304,340	5,772,839	30,785,000	14,928,404	45,713,404
2028	22,226,676	8,126,930	8,228,324	5,325,261	30,455,000	13,452,191	43,907,191
2029	17,429,506	7,177,747	6,535,494	4,907,832	23,965,000	12,085,579	36,050,579
2030-2034	85,339,193	24,308,613	32,235,807	18,869,193	117,575,000	43,177,806	160,752,806
2035-2039	62,238,334	9,246,297	27,946,666	10,670,235	90,185,000	19,916,532	110,101,532
2040-2044	21,040,423	1,913,698	27,349,576	4,074,002	48,389,999	5,987,700	54,377,699
Totals	$ 282,471,136	$ 80,593,798	$ 129,278,864	$ 60,432,031	$ 411,750,000	$ 141,025,829	$ 552,775,829

Debt service requirements for general obligation bonds are principally met by the General Fund. The Governmental Activities, Landfill Closure and Post-Closure Care, Federal Arbitrage Rebate (there are no set maturity dates for these liabilities) will also be liquidated by the General Fund. Internal Service Funds predominately serve the Governmental Funds. Accordingly, long-term liabilities for them are included as part of the above totals for Governmental Activities in Note 6A1. The net pension liability and net OPEB liability are liquidated by the correlating funds with respect to the departmental costs and are reflected, based on allocation, on Internal Services Fund, Enterprise Fund and Entity-Wide Fund statements. Claims and Judgments are liquidated by the Risk Management Fund. Total interest expense incurred on the various types of debt shown in Note 6D for the year ended June 30, 2024, was $43,688,229 as reflected in Note 6I.

E. Agricultural Reserve Program

On May 9, 1995, City Council adopted an ordinance establishing the Agricultural Reserve Program ("ARP"). The primary purpose of the ordinance is to promote and encourage the preservation of farmland in the rural southern portion of the City. Through ARP, the City acquires development rights in designated areas within the southern portion of the City through the purchase of agricultural land preservation easements. Landowners who meet certain eligibility criteria may sell an easement to the City while holding fee simple title to the land and continuing to

farm. The City acquires these development rights by executing installment purchase agreements with the landowners.

These agreements provide for the payment of the principal balance of each agreement in a single installment due approximately twenty-five years after execution of the agreement. Interest on the unpaid principal balance is payable semi-annually. On May 9, 1995, the City Council originally dedicated a one and one-half cent increase in the real estate tax to finance the program, and has made the following changes to the tax rate dedication and/or uses of ARP funds.

- On May 11, 2004, the Council reduced the amount to one cent.
- On May 9, 2006 the Council reduced the amount to nine tenths of one cent.
- On May 12, 2015, the Council reduced the amount to 56 one-hundredths of one cent.
- On May 9, 2017, the Council increased the amount to nine tenths of one cent to preserve property in the Transition Area of the City and other Agricultural Reserve Program costs.
- On May 15, 2018, the Council expanded the use of ARP funds to provide support for storm water capital projects benefiting the southern portion of the City including $990,000 annually in cash funding for project 7-024, "Southern Canal/Lead Ditch and Culvert Improvements" and a one-time contribution of $1.5 million to project 7-047, "Ashville Park Drainage Improvements" (currently, projects 100390 and 100022, respectively).
- On May 14, 2024 in connection with the adoption of the FY 2024-25 Operating Budget, the Council expanded the use of ARP funds to provide $500,000 annually in cash funding for the parks and recreation capital improvement program to reduce the burden on the General Fund following the City Council's direction to reduce the real estate tax rate by 2-cents in the FY 2025 Operating Budget.

These obligations constitute indebtedness within the meaning of Article VII, Section 10 of the Virginia Constitution and will be general obligations of the City, pledging the full faith and credit and unlimited taxing power of the City. By policy, interest and principal payments will be paid from a dedicated portion of real estate taxes. Principal payments will be made from maturing zero coupon Treasury securities purchased using funds provided by the dedicated portion of real estate taxes; the term to maturity is 25-years.

As of June 30, 2024, 106 installment purchase agreements totaling 10,531 acres with a total purchase price of $55,333,306 have been executed since program inception. During FY 2024, one installment purchase agreement was executed totaling $2,025,959 for 143.38 acres. Principal totaling $1,034,361 was retired for four installment purchase agreements totaling 479.37 acres in FY 2024. Interest expense incurred on all ARP debt for the year ended June 30, 2024 was $1,960,565. As of June 30 2024, 83 ARP installment purchase agreements totaling 6,600.48 acres with a total purchase price of $45,138,160 are outstanding.

Annual Debt Service requirements to maturity for Agricultural Reserve Program**:**

Year Ending June 30	Principal	Interest	Total
2025	$ 2,442,859	$ 1,990,551	$ 4,433,410
2026	2,166,758	1,791,999	3,958,757
2027	3,644,389	1,615,590	5,259,979
2028	2,013,935	1,457,355	3,471,290
2029	1,079,365	1,366,300	2,445,665
2030-2034	8,991,932	6,078,765	15,070,697
2035-2039	10,929,708	3,103,598	14,033,306
2040-2044	6,246,052	1,800,994	8,047,046
2045-2049	7,623,162	822,703	8,445,865
Totals	$ 45,138,160	$ 20,027,855	$ 65,166,015

F. Legal Debt Limit

The Constitution of Virginia (article VII, section 10) and the City Charter (section 6.05:1) impose a legal limit on the amount of general obligation debt that the City may issue without referendum; this legal limit is 10% of the total assessed value of taxable real property. At June 30, 2024, the City's debt limit was $7.8 billion of which $7.0 billion was available for the issuance of additional debt (which is known as the legal debt margin).

G. Water and Sewer Enterprise Revenue Bonds

Water and Sewer System Revenue Bonds are obligations of the City, payable solely from pledged revenues of the System (Water and Sewer Fund), subject to the prior application thereof to the payment of operating expenses. The City has pledged future water and sewer revenues, net of specified operating expenses, to repay the following bond issues:

- $44.8 million in Water and Sewer System Revenue Bonds issued on November 13, 2013. The bonds are payable solely from water and sewer customer net revenues and are payable through October 1, 2038. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $43,082,300.

- $46.7 million in Water and Sewer System Revenue Bonds issued on June 8, 2016. The bonds are payable solely from water and sewer customer net revenues and are payable through October 1, 2041. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $49,840,713.

- $42.9 million in Water and Sewer System Refunding Revenue Bonds issued on June 8, 2016. The bonds are payable solely from water and sewer customer net revenues and are payable through October 1, 2030. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $27,574,062.

- $45.6 million in Water and Sewer System Revenue Bonds issued on October 22, 2020. The bonds are payable solely from water and sewer customer net revenues and are payable through October 1, 2045. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $54,494,950.

- $51.1 million in Water and Sewer System Refunding Revenue Bonds issued on October 22, 2020. The bonds are payable solely from water and sewer customer net revenues and are payable through October 1, 2035. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $46,848,775.

The aforementioned Water and Sewer System Revenue Bonds were issued for rehabilitation of aging infrastructure, neighborhood improvement projects, system expansion, and roadway and storm water coordination projects adopted in the City's Capital Improvement Program. The total principal and interest remaining to be paid on the outstanding Water and Sewer Revenue Bonds is $221,840,800. The City will fix, charge, collect and revise its fees, rates and other charges for the use of and for the services furnished by the system so as to produce revenues sufficient to meet its cash requirements each fiscal year. Furthermore, City Council set a goal of debt service coverage on its water and sewer revenue bonds at not less than 1.50-times of net revenues to debt service. At June 30, 2024, the debt service coverage on the water and sewer revenue bonds is 2.0-times. As shown on Statistical Table 13, the total principal and interest expense for the current year and net available customer operating income were $18,940,744 and $38,141,511, respectively.

H. Storm Water Revenue Bonds

Storm Water Utility Revenue Bonds are obligations of the City, payable solely from pledged revenues of the System (Storm Water Fund), subject to the prior application thereof to the payment of Operating Expenses. The City has pledged future storm water revenues, net of specified operating expenses, to repay the following bond issues:

- $23.5 million in Storm Water Revenue Bonds issued on January 28, 2015. The bonds are payable solely from storm water customer net revenues and are payable through November 15, 2039. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $21,763,422.

- $29.5 million in Storm Water Utility Revenue Bonds issued on February 27, 2019. The bonds are payable solely from storm water customer net revenues and are payable through November 15, 2043. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $35,696,869.

- $77.4 million in Storm Water Utility Revenue Bonds issued on October 7, 2020. The bonds are payable solely from storm water customer net revenues and are payable through November 15, 2045. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $100,167,750

- $14.1 million in Storm Water Utility Refunding Revenue Bonds issued in October 7, 2020. The bonds are payable solely from storm water customer net revenues and are payable through November 15, 2035. At June 30, 2024, the total principal and interest remaining to be paid on the bonds is $13,666,775.

The aforementioned Storm Water Utility Revenue Bonds were issued to address flood control, water quality and capital maintenance adopted in the City's Capital Improvement Program. The total principal and interest remaining to be paid on the outstanding Storm Water Revenue Bonds is $171,294,816. The City will fix, charge, collect and revise its fees, rates and other charges for the use of and for the services furnished by the system so as to produce revenues sufficient to meet its cash requirements each fiscal year. At June 30, 2024, the debt service coverage on the storm water revenue bonds is 2.8-times. As shown on Statistical Table 14, the total principal and interest expense for the current year and net available customer operating income were $9,345,397 and $25,850,342, respectively.

I. Debt Service Expenditures

Summarized below are the annual requirements to pay debt service costs on all outstanding long-term debt as of June 30, 2024.

General Government City:	Principal Retirement[1]	Interest and Fiscal Charges[2]	Total
General Obligation Bonds	$ 53,149,239	$ 20,858,180	$ 74,007,419
Public Facility Revenue Bonds	35,670,785	10,255,058	45,925,843
Agriculture Reserve Program	1,034,361	1,960,565	2,994,926
Bank Charges & Bond Issuance Costs	-	3,251,206	3,251,206
Total Tax Supported Debt Service	89,854,385	36,325,009	126,179,394

Enterprise Funds:	Principal[1] Retirement	Interest and Fiscal[2] Charges	Total
Revenue Bonds	16,745,000	11,498,781	28,243,781
Public Facility Revenue Bonds	5,484,215	1,015,598	6,499,813
Bank Charges & Bond Issuance Costs	-	42,360	42,360
Total Enterprise Debt Service	22,229,215	12,556,739	34,785,954
Total Debt Service	$ 112,083,600	$ 48,881,748	$ 160,965,348

[1] Excludes bonds refunded
[2] Excludes Premium from bond sales

J. Accrued Compensated Leave

The accrued compensated leave is as follows at June 30, 2024.

	Primary Government			
	Governmental Activities	Business-Type Activities	School Board Component Unit	Total
City - Annual	$ 39,883,123	$ 3,443,487	$ -	$ 43,326,610
City - Compensatory	8,471,219	595,641	-	9,066,860
City - Sick	34,482,066	2,540,836	-	37,022,902
School - Annual	-	-	16,953,206	16,953,206
School - Sick	-	-	23,463,493	23,463,493
School - Personal	-	-	8,648,785	8,648,785
Total	$ 82,836,408	$ 6,579,964	$ 49,065,484	$ 138,481,856

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K. Authorized But Unissued Bonds

A summary of debt authorized by City Council, as of June 30, 2024, but not yet issued is listed below.

Charter Based Debt:		
General Obligation Debt:		
2020 Charter Bonds	$	22,944,090
2021 Charter Bonds[1]		61,678,775
2021 Charter Bonds (Flood Protection Program Referendum)[1]		449,500,000
2022 Charter Bonds		69,107,404
2023 Charter Bonds		62,460,057
2024 Charter Bonds		71,116,108
Total General Obligation Debt		736,806,434
Revenue Bond Debt:		
Water and Sewer Debt:		
2015 W & S Revenue Bonds		7,082,666
2019 W & S Revenue Bonds		14,373,971
2020 W & S Revenue Bonds		1,318,515
2021 W & S Revenue Bonds		9,993,368
2022 W & S Revenue Bonds		22,597,430
2023 W & S Revenue Bonds		26,030,000
2024 W & S Revenue Bonds		28,746,000
Total Water and Sewer Debt		110,141,950
Storm Water Utility Debt:		
2018 Storm Water Utility Revenue Bonds		6,650,717
2019 Storm Water Utility Revenue Bonds		25,000,000
2020 Storm Water Utility Revenue Bonds		34,708,495
2021 Storm Water Utility Revenue Bonds		50,545,315
2022 Storm Water Utility Revenue Bonds		2,177,367
2023 Storm Water Utility Revenue Bonds		6,399,140
2024 Storm Water Utility Revenue Bonds		6,982,612
Total Storm Water Utility Debt		132,463,646
Total Authorized and Unissued Charter & Revenue Bond Debt - June 30, 2024		**979,412,030**
Appropriation-Supported Debt:		
Public Facility Revenue Bonds		432,051,622
Total Authorized and Unissued Debt - June 30, 2023	**$**	**1,411,463,652**

[1]The authorized but unissued 2021 Charter Bonds include: $61,678,755 authorized by City Council May 11, 2021 and the remaining balance of the $567,500,000 authorized by City Council on November 16, 2021 for twenty-one flood protection projects in the Flood Protection Program approved in a General Election Referendum by voters, with more than 72% voting in the affirmative on November 2, 2021.

L. Revenue Covenants

Management believes the City is in compliance with all significant financial covenants contained in the various bond indentures, including those found in the Master Resolution adopted February 1992, as amended and supplemented, for the Water & Sewer Revenue Bonds, as well as those found in the Agreement of Trust dated January 1, 2000, as amended and supplemented, for the Storm Water Revenue Bonds.

M. Compliance

Management believes the City has no violations of finance related legal and contractual provisions.

N. Public Facility Revenue Bonds and Associated Virginia Beach Development Authority Support Agreements

City Council through the Capital Improvement Program has previously authorized the financing of various public facilities with the utilization of Public Facility Revenue Bonds (PFRB) issued through the Virginia Beach Development Authority (Authority), a blended component unit of the City.

The Authority issued PFRBs, Series 2005B, 2007A and 2007B, to finance the acquisition of three public parking garages and appurtenant structures for the Town Center Project - Phase II and III. The Authority issued 2014A Public Facility Revenue Bonds and paid $20.5 million (includes premium) to purchase the Block 11 garage in Town Center Phase V during FY 2014. These bonds are limited obligations of the Authority, payable from certain payments to be made by the City pursuant to a Support Agreement dated June 1, 2002, as amended.

The Authority issued PFRBs, Series 2010B, Series 2010C, 2012B, 2014B, 2015B, and 2016B to advance refund certain maturities of the previously issued PFRBs series 2002A, 2003A, 2005A, 2007A, 2005B, 2007B and its 1998 Lease Revenue Bonds. During FY 2018, the Authority issued PFRB, Series 2018A, of which $3.1 million (including premiums) paid for a public plaza and public infrastructure to elevate Zeiders American Dream Theater in Town Center Phase VI. During FY 2020, the Authority issued PFRB, Series 2020A, of which $68.6 million (including premiums) paid for the Virginia Beach Sports Center and related parking located on 19th Street across from the Virginia Beach Convention Center. In addition, it issued PFRB, Series 2020B to refund certain maturities of the previously issued Series 2010B and 2010C bonds. During FY 2024, the Authority issued PFRB, Series 2024A and 2024C (federally taxable) totaling $166.0 million (including premiums), of which $133.7 million paid for public infrastructure related to the Atlantic Park development including an entertainment venue, streetscapes, offsite infrastructure, and two parking garages. Also, it issued PFRB, Series 2024B to refund the outstanding maturities of the previously issued series 2012A and 2014A bonds (see Note 6C).

A portion of the PFRBs, Series 2003, 2005A, 2007A, 2010A, Series 2012A, 2014A, 2018A, 2020A, 2024A, and 2024C was used to finance acquisition and construction of various capital improvements in the City of Virginia Beach.

PFRB debt is subject to annual appropriation by the City Council, and therefore, does not constitute a general obligation debt of the City, or a pledge of the full faith and credit of the City. The bonds are limited obligations of the Authority, payable solely from payments made by the City pursuant to a Support Agreement dated September 1, 2003, as supplemented and amended.

7. LEASES

A lease is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange or exchange-like transaction. Under GASB statement #87, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

Lessee

The City leases a significant amount of nonfinancial assets such as land, land improvements, buildings, and equipment. The related obligations are presented in the amounts equal to the present value of lease payments, payable during the remaining lease term. As the lessee, a lease liability and the associated lease asset is recognized on the government-wide Statement of Net Position.

Amount of Lease Assets by Major Classes of Underlying Asset as of Fiscal Year-end:

Asset Class	Lease Asset Value	Accumulated Amortization
Buildings	$ 64,582,505	$ 15,353,701
Land	3,217,708	511,415
Total Leases	$ 67,800,213	$ 15,865,116

The City has a variety of variable payment clauses, within its lease arrangements, which include payments dependent on indexes and rates (such as the Consumer Price Index and a market interest rates), including variable payments based on future performance and usage of the underlying asset. Components of variable payments that are fixed in substance, are included in the measurement of the lease liability presented in the table below. The City did not incur expenses related to its leasing activities related to residual value guarantees, lease termination penalties or losses due to impairment. As a lessee, there are currently no agreements that include sale-leaseback and lease-leaseback transactions.

As of June 30, 2024, the City (excluding discretely presented component units) had minimum principal and interest payment requirements for its leasing activities with a remaining term in excess of one year, as follows:

	Governmental Activities				
Fiscal Year	Liability Beginning Balance	Principal Payments	Interest Payments	Total Payments	Liability Ending Balance
2025	$ 49,579,887	$ 5,776,734	$ 557,676	$ 6,334,410	$ 43,803,153
2026	43,803,153	4,615,830	505,115	5,120,945	39,187,323
2027	39,187,323	4,598,804	460,319	5,059,123	34,588,519
2028	34,588,519	4,539,225	414,257	4,953,482	30,049,294
2029	30,049,294	4,654,303	366,701	5,021,004	25,394,991
2030-2034	25,394,991	11,408,622	1,316,706	12,725,328	13,986,369
2035-2039	13,986,369	8,842,772	711,321	9,554,093	5,143,597
2040-2043	5,143,597	5,143,597	116,546	5,260,143	-
Total		$ 49,579,887	$ 4,448,641	$ 54,028,528	

	Business - Type Activities				
Fiscal Year	Liability Beginning Balance	Principal Payments	Interest Payments	Total Payments	Liability Ending Balance
2025	$ 3,449,932	$ 501,257	$ 9,668	$ 510,925	$ 2,948,675
2026	2,948,675	320,017	8,401	328,418	2,628,658
2027	2,628,658	300,443	7,495	307,938	2,328,215
2028	2,328,215	304,053	6,630	310,683	2,024,162
2029	2,024,162	307,755	5,756	313,511	1,716,407
2030-2034	1,716,407	1,500,660	15,525	1,516,185	215,747
2035-2039	215,747	215,747	665	216,412	-
Total		$ 3,449,932	$ 54,140	$ 3,504,072	

Lessor

In addition, as the lessor, the City leases City-owned properties such as buildings and land. The related receivables are presented in the Statement of Net Position for the amounts equal to the present value of lease payments expected to be received during the lease term. The total amount of lease revenue, interest revenue, and other lease-related revenues recognized in the current reporting period from leases is $5.9 million. Total deferred inflow of resources related to leases are $6.0 million. The City's variable payments clause within its lease arrangements as the lessor, is similar to the arrangements made as lessee. The City did not incur revenue related to residual value guarantees or lease termination penalties. It also does not currently have agreements that include sale-leaseback and lease-leaseback transactions.

As of June 30, 2024, the City had minimum principal and interest lease receivable payments for its leasing activities, including its subleasing activities, with a remaining term in excess of one year as follows:

Principal and interest Expected to Maturity

	Governmental Activities		
Fiscal Year	Principal Payments	Interest Payments	Total Payments
2025	$ 1,054,384	$ 75,998	$ 1,130,382
2026	1,016,388	64,748	1,081,136
2027	846,802	53,788	900,590
2028	683,130	45,150	728,280
2029	99,482	39,389	138,871
2030-2034	402,537	177,162	579,699
2035-2039	281,808	145,253	427,061
2040-2044	388,098	115,864	503,962
2045-2049	526,787	76,689	603,476
2050-2054	603,411	24,047	627,458
Total	$ 5,902,827	$ 818,088	$ 6,720,915

8. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)

The City has implemented GASB Statement No. 96 in fiscal year 2023. A SBITA is defined as contractural agreemented agreement that conveys control of the right to use another party's information technology softwardm alone or in combination with tangible capital assets, as specified in the contract for a minimum contractual period of greater than one, year in an exchange or exchange-like transaction.

The City uses various SBITA assets that it contracts through cloud computing arrangements, such as software as a service and platform as a service. The related obligations are presented in the amounts equal to the present value of the subscriptions payments payable during the remaining SBITA term. A SBITA asset is presented as part of Equipment , in the Capital Assets section of the government-wide Statement of Net Position.

The City has a variety of variable payment clauses, within its SBITA arrangements, including variable payments based on future performance and usage of the underlying assets. Components of variable payments that are fixed in substance, are included in the measurement of the SBITA liability presented in the table below. The City did not incur expenses related to its SBITA activities such as termination penalties, not previously included in the measurement of the SBITA liability, or losses due to impairment.

As of June 30, 2024 the City (excluding discretely present component units) had minimum principal and interest payment requirements for its SBITA activities, with a remaining term in excess of one year, as follows:

	Governmental Activities				
Fiscal Year	Liability Beginning Balance	Principal Payments	Interest Payments	Total Payments	Liability Ending Balance
2025	$ 3,629,134	$ 1,268,092	$ 78,447	$ 1,346,539	$ 2,361,042
2026	2,361,042	1,058,684	53,467	1,112,151	1,302,358
2027	1,302,358	904,639	30,446	935,085	397,719
2028	397,719	397,719	10,135	407,854	-
Total		$ 3,629,134	$ 172,495	$ 3,801,629	

	Business Type Activities				
Fiscal Year	Liability Beginning Balance	Principal Payments	Interest Payments	Total Payments	Liability Ending Balance
2025	$ 290,078	$ 290,078	$ 5,911	$ 295,989	$ -
Total		$ 290,078	$ 5,911	$ 295,989	

9. DEPOSITS AND INVESTMENTS

All cash of the City including the School Board Component Unit (excluding the School Board Activity Funds) 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. Funds deposited in accordance to the Virginia Security for Public Deposits Act are considered to be insured, thereby reducing custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party.

The City has compensating balance arrangements with one financial institutions. Bank of America provides services to the City while a $3.5 million balance is maintained in a non-interest bearing certificate of deposit. A fluctuating checking 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 GAAP. 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, 2024, the City had the following recurring investments. Except for the investments in the SNAP, Virginia Investment Pool (VIP), and LGIP, all investments are in an internally managed investment pool.

Investments at Fair Value:	6/30/2024	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)
Money Market funds	$ 10,742,242	$ -	$ 10,742,242	$ -
Negotiable Certificates of Deposits	70,068,337	-	70,068,337	-
Commercial Paper	43,785,533	-	43,785,533	-
U. S. Government Securities	405,988,386	-	405,988,386	-
Municipal Bonds	5,028,603	-	5,028,603	-
Miscellaneous Coupon Securities	290,049,159	-	290,049,159	-
	$ 825,662,260	$ -	$ 825,662,260	$ -
Investments Measured at amortized Cost:				
Certificates of Deposits	$ 65,000,000			
SNAP	148,984,682			
LGIP	312,000,000			
VIP	11,223,232			
VIP - Liquidity Pool	322,231,703			
Total Fair Value	$ 859,439,617			
Total Investments				
Portfolio Weighted Average Maturity	$ 1,685,101,877			

The City has investments in U.S. Government securities valued at $406.0 million (Level 2 inputs). These investments are classified in Level 2 of 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 our 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 our custodian bank.

The remaining investments, measured in accordance with GAAP and at amortized costs, totaled $859.4 million at June 30, 2024. Investments within the SNAP Investment Pool are held there to meet 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.

Reconciliation of total deposits and investments to the government-wide financial statements at June 30, 2024:

	Primary Government	School Board Component Unit	Total
Cash and Investment	$ 1,226,609,466	$ 368,137,191	$ 1,594,746,657
Restricted Cash and Cash Equivalents	328,940,050	-	328,940,050
Fiduciary Funds	64,478,345	46,810,838	111,289,183
Total	$ 1,620,027,861	$ 414,948,029	2,034,975,890
Less: Cash on Deposit			(349,874,013)
Total Fair Value of Investment at June 30, 2024			$ 1,685,101,877

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.

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; corporate notes with at least a rating of Aa by Moody's or AA by Standard and Poor's. Negotiable certificates of deposits, municipal obligations issued by state and local governments, and Virginia investment pool

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 Risks Investments – 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, 2024 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+
State LGIP	$ 312,000,000	$ -
U. S. Government Securities	405,988,386	-
SNAP	148,984,682	-
Commercial Paper	-	43,785,533

Concentration of Credit Risk: Concentration of credit risk represents the risk of investments in any one issue that represents five percent 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 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.

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 City and Schools do not hold foreign currency invetments.

10. COMMITMENTS AND CONTINGENCIES

A. Litigation

The City is a named defendant in litigation filed by parties concerning alleged personal injuries, property damage, and other causes of action. The City is vigorously defending all cases and expects no losses will be incurred which would have a material effect on the City's financial position.

B. Intergovernmental Grants, Entitlements, and Shared Revenues

The City participates in a number of federal and state grants, entitlements, and shared revenues programs. These programs are subject to financial and program compliance audits by the applicable federal or state agency or their representatives.

Furthermore, Federal grant programs in which the City participates have been audited in accordance with the provisions of the Office of Management 2 CFR 200, Uniform Administrative Requirements. The amounts, if any, of expenditures which may be disallowed by these audits cannot be determined at this time although the City expects such amounts, if any, would not have a material adverse effect on the City's financial position.

C. Salaries Payable

The outstanding School's amount represents salaries due (2 months) to school teachers who have opted to be paid over a twelve-month period, and to substitute and supplemental school personnel.

D. Landfill Closure and Environmental Trust Fund Claims

On May 24, 2016, the City entered into a use and support agreement with Southeastern Public Service Authority of Virginia (SPSA). Under this agreement, effective January 1, 2018 which continues until June 2027, the City agreed to use SPSA's solid waste disposal system to dispose of solid waste generated within and collected by the City. For this service, the City agreed to pay tipping fees to SPSA.

The total remaining capacity as of January 1, 2024 of the permitted cells at the City landfill is 1.61 million tons. Total usage to date has been estimated at 3.89 million tons. Estimated remaining life of the landfill, based on current fill rates is 17 years for the existing developed capacity and 67 years for the permitted capacity.

As of January 1, 2024, approximately 71 percent (by tonnage) of the permitted landfill has been used. Based on a June 2024 analysis, the present value of the estimated cost for both closure and post-closure care is $21,630,594, an amount based on landfill capacity used to date. Until another cell of the landfill is opened, no additional estimated closure and post-closure care costs will be recognized, except for the effects of inflation, changes in landfill conditions, changes in estimates, changes in technology or changes in laws or regulations. This amount is reflected in the government-wide financial statements. The City is required by law to submit a worksheet that demonstrates the ability to fund landfill closure and post-closure care costs.

The Environmental Trust Funds were established through agreements between the City, Suffolk and SPSA which include the Suffolk Environmental Trust fund and the Virginia Beach Environmental Trust Fund. The purpose of these accounts are to provide for all costs relating to legal suits and other similar claim activity relating to environmental pollution that are made against the Regional Landfill and the Virginia Beach Landfill during a thirty (30) year period after cessation of each landfill’s operation. The City’s proportionate share of the funds, held by SPSA, total $340,032 as of June 30, 2024.

E. Encumbrances

Encumbrance accounting, the recording of purchase orders, contracts, and other monetary commitments in order to reserve an applicable portion of an appropriation is used as an extension of formal budgetary control by the City. At June 30, 2024 the City had outstanding encumbrances as follows:

General Fund		
General Government	$	370,020
City Manager		153,687
Aquarium		272,034
City Treasurer		77,138
Computer Replacement Program		897,699
Convention and Visitors Bureau		238,508
Cultural Affairs and Historic Houses		1,357,490
Economic Development		897,859
Emergency Communication and Citizen Services		239,642
Emergency Medical Services		443,250
Finance		1,153,847
Housing and Neighborhood Preservation		204,826
Human Services		1,135,344
Information Technology		247,473
Library		236,753
Parks and Recreation		939,562
Planning		182,174
Police		347,955
Public Works		7,346,238
Vehicle Replacement		3,154,794
Voter Registration and Elections		118,010
Total General Fund		20,014,303
Capital Projects Fund		
Engineering and Highways		149,379,331
Buildings		50,201,098
Flood Protection		62,829,090
Information Technology		18,244,162
Parks and Recreation		16,510,363
Coastal		12,397,735
Economic and Tourism		30,656,880
Total Capital Projects Fund		340,218,659
Nonmajor Special Revenue Funds		7,636,821
Total	$	367,869,783

11. TAX ABATEMENTS

Virginia Beach Tax Abatement Disclosure as required by Statement No. 77 of the Governmental Accounting Standards	Programs Administered by City of Virginia Beach	
	Tourism Development Financing Program (TDFP) Cavalier	Business License Incentive Program (BPOL)
1) Purpose of Program	Provides incentive payment annually of "but for" project revenues after a project is operational and has paid sales taxes. This annual incentive payment is to assist in closing a financing gap between debt and equity a developer currently has and the total financing required by a tourism project.	Incentive program providing partial tax exemption for new businesses, and will foster business development and encourage entrepreneurialism.
2) Tax being abated	1% local sales tax	Business License Tax
3) Authority under which abatement agreements are entered into	VA Code 58.1-3851.1 City Code Chapter 35.4	City Code Chapter 18.202-208
4) Criteria to be eligible to receive abatement	Capital investment greater than $30 million and taxable sales greater than $1 million annually. Compensates for a shortfall in project funding, not to exceed 30% of a qualified project's total cost.	A qualifying business that locates in the City of Virginia Beach for the first time and anticipates gross receipts greater than $100K.
5) How recipients' taxes are reduced	Through sales tax dedication based on generated sales.	Pay maximum license fee of $60 for the first 2 calendar years.
6) How amount of abatement is determined	1) 1% of local sales tax generated on-premise is paid to developer as an incentive payment - total of $8.17M 2) 1% of state sales tax generated on-premise is paid to developer as an incentive payment - total of $8.17M 3) 1% developer access fee that is paid to the state is provided to the developer as an incentive payment - total of $8.17M	Business License Tax reduced to $50.
7) Provisions for recapturing abated taxes	N/A	N/A
8) Types of commitments made by the City other than to reduce taxes	1) Economic Development Investment Program Grant - $8.2M (FY 2014) 2) Green Space/Historic Preservation Easement - $2.37M (FY2014) 3) Cavalier Drive Improvements - $2.45M (FY2014 and 2017) 4) Annual Grants based on increased Real Estate Tax Revenues - capped at $5M in total; fully paid as of 6/30/21	Eligible for Economic Development Investment Program Grant: FY2024 - $113,070 FY2023 - $360,133
9) Gross dollar amount, on accrual basis, by which the City's tax revenues were reduced as a result of abatement agreement	Sales Tax: FY2024 - $793,120 (City's portion only) FY2023 - $681,490 (City's portion only)	Business License Tax: FY2024 - $632,150 FY2023 - $534,972

Virginia Beach Tax Abatement Disclosure as required by Statement No. 77 of the Governmental Accounting Standards	Programs Administered by City of Virginia Beach	
	Yes Oceana APZ-1 Incentives	Cityview II Development Constitution Park
1) Purpose of Program	Developed to meet the requirements of the Base Realignment and Closure (BRAC) Commission to protect our citizens and keep the Navy's East Coast master jet base, Naval Air Station (NAS) Oceana, in Virginia Beach. Consists of zoning ordinances and incentives to foster the conversion of nonconforming businesses in APZ-1 into conforming ones and relocating ones that cannot be converted to another part of Virginia Beach.	New development of a multiphased, mixed use project that includes office space, apartment units, structured parking and liminted service hotel.
2) Tax being abated	Real Estate Tax; Business License Tax and Fees	Real Estate Tax
3) Authority under which abatement agreements are entered into	VA Code 58.1-3220.1 and 58.3221 Ord. No. 2786, 9-23-03 Ord. No. 2932, 3-28-06 VB Code 35-72.1, 35.2-11	VB Code Section 9-1 through 9-9. Ord. No. 3402
4) Criteria to be eligible to receive abatement	The assessed value after the rehabilitation, renovation, or replacement of the structure shall be at least 20% greater than the base assessed value; for commercial or industrial use; consistent with the City's Comprehensive Plan and Zoning Ordinances; result in conversion of a nonconforming use to a conforming use.	The abatement is based on an incremental real estate tax over the assessed value of $2,555,999 (base value).
5) How recipients' taxes are reduced	Credit on tax bill, rebate, and reimbursements of fees. All last 15 years.	Credit on bill for real estate tax.
6) How amount of abatement is determined	The difference between the taxes computed upon the base value and the initial rehabilitated assessed value of the property for each year of the partial exemption from real estate taxes; credit shall not increase. 90% of business license taxes imposed by Chapter 18.	The difference between the taxes computed upon the base value and the increase in assessed value of the property for each year, following the issuance of final certificate of occupancy. Incentive payment to continue for 25 years from date of initial payment or until the total incentive paymentss equal $10,200,000 whichever shall occur first.
7) Provisions for recapturing abated taxes	N/A	N/A
8) Types of commitments made by the City other than to reduce taxes	Eligible for Economic Development Investment Program Grant: FY2024 - $ - FY2023 - $ -	
9) Gross dollar amount, on accrual basis, by which the City's tax revenues were reduced as a result of abatement agreement	Business License Tax: FY2024 - $107,971 FY2023 - $129,368 No Real Estate Taxes have been credited to-date	Real Estate Tax: FY2024 - $327,248 FY2023 - $956,247

Virginia Beach Tax Abatement Disclosure as required by Statement No. 77 of the Governmental Accounting Standards	Programs Administered by City of Virginia Beach	
	25th Street Parking Garage and iFLY	Atlantic Park Community Development Authority (CDA)
1) Purpose of Program	The City partnered with a private company to develop a unique tourism amenity and to provide public parking in the resort area. The project includes a public garage, and privately owned entertainment facility and apartments. The project is aligned with Council's Resort Strategic Action Plan (2008) for year-round entertainment, a year-round residential development/presence, and public parking. The Venue opened in 2016 and had private investment of $21.66 million.	The City partnered with a private company to develop the former Dome site into a mixed use, high density development including space for residences, offices, retail, resturants, a surf park, an entertainment venue, and parking. The project is aligned with Coundil's Resort Strategic Action Plan (2030) for the year-round entertainment and residential presense.
2) Tax being abated	Admissions Tax	Sales/Use Tax
3) Authority under which abatement agreements are entered into	Virginia Public-Private Education Facilities and Infrastructure Act of 2002	Sales/Use Tas: VA Code 15.2-5928/5933
4) Criteria to be eligible to receive abatement	The project's comprehensive agreement was approved by City Council February 2013.	The project's comprehensive agreement was approved by City Council September 2021
5) How recipients' taxes are reduced	Company receives a rebate/incentive payment.	Company receives a rebate/incentive payment.
6) How amount of abatement is determined	90% of admission taxes remitted to the City are rebated back as an incentive payment (but for revenues) until a total of $1.6 million have been returned.	Sale/Use tax is submitted to State by contractor. Under agreement with VA Department of Tax the entitlement tax of 2.025% tax is sent back to the city and along with a local portion of 1.0% from the city is reimbursed to the CDA quarterly.
7) Provisions for recapturing abated taxes	N/A	N/A
8) Types of commitments made by the City other than to reduce taxes	The City sold the 25th Street parking lot to the developer for $7.65 million. After the developer built 147 apartment units, 2,500 square feet of retail space, "iFLY" entertainment facility, and a 565-space garage, the City purchased the parking garage for $7.65 million. Also, the City contributed approximately $250,000 towards landscaping and $586,000 for streetscape improvements.	The City executed a promissory note with CDA for $17.7 million, without interest, for off-site public improvements to be paid back by October 18, 2062.
9) Gross dollar amount, on accrual basis, by which the City's tax revenues were reduced as a result of abatement agreement	Admission Tax: FY2024 - $75,961 FY2023 - $89,429	Sales/Use Tax: FY2024 - $140,437 (city portion only) FY2023 - $-

12. INTERFUND BALANCES AND TRANSACTIONS, FUND RESULTS AND RECONCILIATIONS

A. Interfund Transfers

Interfund transfers for the year ended June 30, 2024 were made up of the following:

Transfer To:	General Fund	Nonmajor Governmental	Nonmajor Parking Enterprise	Internal Service	Total
General Fund	$ -	$ 781,910	$ -	$ -	$ 781,910
Capital Projects Fund	120,405,903	46,694,227	500,000	2,130,000	169,730,130
Storm Water Fund	856,600	990,000	-	-	1,846,600
Nonmajor Governmental	84,262,286	2,286,624	-	-	86,548,910
Nonmajor Enterprise Funds	-	72,000	-	-	72,000
Total	$ 205,524,789	$ 50,824,761	$ 500,000	$ 2,130,000	$ 258,979,550

Transfers From General Fund:

$ 120,405,903	Capital Projects Fund: Funding for Pay-As-You-Go Capital Projects Fund
856,600	Storm Water Projects Fund: Funding for Pay-As-You-Go Storm Water Projects Fund
84,262,286	Nonmajor Governmental Funds: Funding for Special Revenue programs and Debt Fund

Transfers From Nonmajor Governmental Funds:

$ 781,910	General Fund: Special Revenue Funds - Combined Area Dredging Projects
46,694,227	Capital Projects Fund: Funding for Pay-As-You-Go capital projects
990,000	Storm Water Fund: Funding for support of Storm Water Operations
2,286,624	Nonmajor Governmental Funds: Funding for support of existing programs
72,000	Nonmajor Enterprise Funds: Funding for Parking support

Transfer From Nonmajor Enterprise Fund:

$ 500,000	Capital Project Funds: Economic and Tourism.

Transfer From Internal Service Fund:

$ 2,130,000	Capital Project Funds: Funding for support of Information Technology Capital Projects

B. Net Position Deficit

The following funds have deficit balances in Fund Balance or Net Position at June 30, 2024:

Governmental Funds:	
Sheriff's Department Fund	$ (3,873,128)
Law Library Fund	(46,410)

The deficit in the Sheriffs Department Fund is a result of court closures and decreasing inmate population, resulting in a loss of state revenues and the timing of federal reimbursements.

The deficit in the Law Library Fund is a result of lower civil action activity within the state courts. The fund deficit is projected to decline in coming years.

13. RISK MANAGEMENT

A. Primary Government Self-Insurance Program

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During Fiscal Year 1973, the City established an internal service Risk Management Fund to account for and finance its uninsured risks of loss. Under this program, the Fund provides coverage for up to a maximum of $2,000,000 for each workers' compensation claim, $2,000,000 for each general and auto liability claim, $50,000 for each fire and property claim ($100,000 for schools), and $2,000,000 for each public officials (errors and omissions) claim.

The City is also exposed to the risk of loss for employee medical benefits. These medical benefits are accounted for in the School Health Insurance Internal Service Fund. This fund accounts for and finances this joint self-insured program between the City and the School Board.

The insurance coverage for each major category of risk is the same as those reported in the prior fiscal year. There have not been any reductions in commercial insurance coverage from the prior year and the amount of settlements applied against this coverage in each of the past three years did not exceed the commercial insurance. The City has $20,000,000 of excess insurance coverage per claim and $20,000,000 aggregate. In addition, the City purchased Cyber insurance with a limit for each claim and in aggregate policy. These coverages include data breach incident response, network security, privacy liability, data breach liability, regulatory liability, business interruption, data restoration, cyber extortion and media liability.

All funds of the City participate in the program (except for School Board Component Unit funds) and make payments to the Risk Management Fund based on normal underwriting criteria and each agency's loss experience. The City uses an actuary to aid in the determination of self-insurance liabilities.

The claims liability of $43,639,211 is based on the ultimate cost of settling the claims, which includes incremental claim adjustment expenses (i.e., outside legal assistance) and estimated recoveries on unsettled claims as required by GAAP. The City prepares an update of the actuarial liability biennially, and believes the estimates contained herein substantially reflect estimated claims and judgments for the period ending June 30, 2024.

Fiscal Year	Beginning Liability	Claims & Changes in Estimates	Claims Payments	Balance at Year-End
2023	$ 49,400,980	$ 5,852,912	$ 13,267,130	$ 41,986,762
2024	41,986,762	12,940,839	11,288,390	43,639,211

B. School Board 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 $10,000 per occurrence; School Leaders Liability (errors and omissions) coverage is $350,000 per occurrence; Crime (Employee Dishonesty) coverage is $2,500 per occurrence; Environmental Impairment is $25,000 and Cyber Liability coverage has a $50,000 self-insured retention. Automobile Liability coverage (engine on) is $450,000 per occurrence; Automobile Physical Damage coverage (engine off) is $60,000 per occurrence; General and Automobile and 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, 2024 is $9,145,979 (undiscounted), as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims & Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2023	$ 11,120,619	$ 6,123,274	$ 8,144,607	$ 9,099,286
2024	9,099,286	8,064,104	8,017,411	9,145,979

Self-Insured Health Care Benefits Program

Effective January 1, 2000, the School Board and City Council 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. The amount of settlements did not exceed insurance coverage for each of the past three fiscal years.

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, 2024 is $7,646,000 (undiscounted), as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims & Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2023	$ 7,613,000	$ 152,680,096	$ 151,302,096	$ 8,991,000
2024	8,991,000	177,716,809	179,061,809	7,646,000

C. Surety Bonds

All City employees, including employees of elected constitutional officers (Commissioner of the Revenue, Treasurer, Commonwealth's Attorney, Sheriff, Clerk of the Circuit Court), are bonded in favor of the City in the amount of $1,000,000. This bond is written by the Travelers Insurance Company.

The Commonwealth of Virginia has secured a blanket bond for the City Treasurer and Finance Director ($1,500,000) Commissioner of Revenue ($3,000) and the Sheriff ($30,000) which covers the bonds required by law or contract for the position they hold. The bond is written by Travelers Casualty and Surety Company of America.

The Commonwealth of Virginia also provides coverage through the “Faithful Performance of Duty Bond Plan” in the amount of $500,000 for the constitutional officers. This does take the place of a separate bond required by law or contract.

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.

14. RETIREMENT

A. Virginia Retirement System

Plan Description

The City and School Board contribute to the VRS, which provides agent, multiple employer and cost-sharing, multiple-employer defined benefit pension plans administered by the Virginia Retirement System (System). The City employees and School Non Professional employees are covered by the VRS Political Subdivision Retirement Plan, which is the agent, multiple employer defined benefit. All full-time, salaried permanent (professional) employees of Virginia Beach City Public Schools (VBCPS) are covered by the VRS Teacher Retirement Plan, which is the cost-sharing, multiple employer defined benefit plan upon employment.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the VRS Retirement Plans and the additions to/deductions from the VRS Retirement plans' 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.

All full-time, salaried permanent employees of the City and School Board are automatically covered by the VRS Retirement Plan upon employment. This plan is administered by the System 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 a 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 – Plan 1, Plan 2, and, Hybrid. Each of these benefit structures has a 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	PLAN 2	HYBRID RETIREMENT PLAN
About 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.	About 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.	About the 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 January 1, 2013, and they have not taken a refund.	Eligible Members: Employees are in Plan 2 if their membership date is on or after July 1, 2010, or their membership date is before July 1, 2010, and they were not vested as of January 1, 2013.	Eligible Members: Employees are in the Hybrid Retirement Plan if their membership date is on or after January 1, 2014. This includes: • 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.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
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.	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.	*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 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.	Retirement Contributions: Employees contribute 5% of their compensation each month to their member contribution account through a pre-tax salary reduction.	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 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.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
Creditable Service: Creditable service includes active service. Members earn creditable service for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional creditable service the member was granted. A member's total creditable service 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.	Creditable Service: Same as Plan 1.	Creditable Service Defined Benefit Component: Under the defined benefit component of the plan, creditable service includes active service. Members earn creditable service for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional creditable service the member was granted. A member's total creditable service 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 Contributions Component: Under the defined contribution component, creditable service is used to determine vesting for the employer contribution portion of the plan.
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 creditable service. 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 creditable service. Plan 1 or Plan 2 members with at least five years (60 months) of creditable service who opted into the Hybrid Retirement Plan remain vested in the defined benefit component.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
		Defined Contributions 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 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. Distribution is not required by law until age 73.
Calculating the Benefit: The Basic Benefit is calculated based on a formula using the member's average final compensation, a retirement multiplier and total service credit at retirement. It is one of the benefit payout options available to a member at retirement.	Calculating the Benefit: See definition under Plan 1.	Calculating the Benefit Defined Benefit Component: See definition under Plan 1.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
An early retirement reduction factor is applied to the Basic Benefit if the member retires with a reduced retirement benefit or selects a benefit payout option other than the Basic Benefit.		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 VRS: The retirement multiplier is a factor used in the formula to determine a final retirement benefit. The retirement multiplier for non-hazardous duty members is 1.70%.	Service Retirement Multiplier VRS: Same as Plan 1 for service earned, purchased or granted prior to January 1, 2013. For non-hazardous duty members the retirement multiplier is 1.65% for creditable service earned, purchased or granted on or after January 1, 2013.	Service Retirement Multiplier Defined Benefit Component: VRS: 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.
Sheriffs and regional jail superintendents: The retirement multiplier for sheriffs and regional jail superintendents is 1.85%.	Sheriffs and regional jail superintendents: Same as Plan 1.	Sheriffs and regional jail superintendents: Not applicable.
Political subdivision hazardous duty employees: The retirement multiplier of eligible political subdivision hazardous duty employees other than sheriffs and regional jail superintendents is 1.70% or 1.85% as elected by the employer.	Political subdivision hazardous duty employees: Same as Plan 1.	Political subdivision hazardous duty employees: Not applicable. Defined Contribution Component: Not applicable.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
Normal Retirement Age VRS: Age 65.	Normal Retirement Age VRS: Normal Social Security retirement age.	Normal Retirement Age Defined Benefit Component: VRS: Same as Plan 2.
Political subdivisions hazardous duty employees: Age 60.	Political subdivisions hazardous duty employees: Same as Plan 1.	Political subdivisions hazardous duty employees: Not applicable. Defined Contribution Component: Members are eligible to receive distributions upon leaving employment, subject to restrictions.
Earliest Unreduced Retirement Eligibility VRS: Age 65 with at least five years (60 months) of creditable service or at age 50 with at least 30 years of creditable service.	Earliest Unreduced Retirement Eligibility VRS: Normal Social Security retirement age with at least five years (60 months) of creditable service or when their age and service equal 90.	Earliest Unreduced Retirement Eligibility Defined Benefit Component: VRS: Normal Social Security retirement age and have at least five years (60 months) of creditable service or when their age and service equal 90.
Political subdivisions hazardous duty employees: Age 60 with at least five years of creditable service or age 50 with at least 25 years of creditable service.	Political subdivisions hazardous duty employees: Same as Plan 1.	Political subdivisions hazardous duty employees: Not applicable. Defined Contribution Component: Members are eligible to receive distributions upon leaving employment, subject to restrictions.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
Earliest Reduced Retirement Eligibility VRS: Age 55 with at least five years (60 months) of creditable service or age 50 with at least 10 years of creditable service. Political subdivisions hazardous duty employees: Age 50 with at least five years of creditable service.	Earliest Reduced Retirement Eligibility VRS: Age 60 with at least five years (60 months) of creditable service. Political subdivisions hazardous duty employees: Same as Plan 1.	Earliest Reduced Retirement Eligibility Defined Benefit Component: VRS: Age 60 with at least five years (60 months) of creditable service. Political subdivisions hazardous duty employees: Not applicable. 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 creditable service, the COLA will go into effect on July 1 after one full calendar year from the retirement date. For members who retire with a reduced benefit and who have less than 20 years of creditable service, the COLA will go into effect on July 1 after one calendar year following the unreduced retirement eligibility 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	PLAN 2	HYBRID RETIREMENT PLAN
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 under the Virginia Sickness and Disability Program (VSDP). • 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 year (January 1 to December 31) from the date the monthly benefit begins.	Exceptions to COLA Effective Dates: Same as Plan 1.	Exceptions to COLA Effective Dates: Same as Plan 1 and Plan 2.
Disability Coverage: Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.7% on all service, regardless of when it was earned, purchased or granted. VSDP members are subject to a one-year waiting period before becoming eligible for non-work- related disability benefits.	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. VSDP members are subject to a one-year waiting period before becoming eligible for non-work related disability benefits.	Disability Coverage: Employees of political subdivisions (including Plan 1 and Plan2 opt-ins) participate in the Virginia Local Disability Program (VLDP) unless their local governing body provides and 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.

PLAN 1	PLAN 2	HYBRID RETIREMENT PLAN
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 creditable service in their plan. Prior creditable service 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.

The System issues a publicly available annual comprehensive financial report that includes financial statements and required supplemental information for VRS. A copy of the most recent report may be obtained from the VRS website at https://employers.varetire.org/pdfs/gasb/actuarial/gasb-68-2023.pdf or by writing to the System's Chief Financial Officer at P.O. Box 2500 Richmond, VA., 23218-2500.

Employees Covered by Benefit Terms

As of the June 30, 2022 actuarial valuation, the following employees were covered by the benefit terms of the pension plan:

	City	School Board Non Professional
Inactive Members or Their Beneficiaries Currently Receiving Benefits	4,972	1,820
Inactive Members:		
Vested	1,063	408
Non-Vested	1,776	1,174
Long Term Disability	20	13
Active Elsewhere in VRS	987	412
Total Inactive Members	3,846	2,007
Active Members	5,841	1,768
Total	14,659	5,595

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 political subdivisions and School divisions by the Virginia General Assembly. Employees are required to contribute 5.00% of their compensation toward their retirement. Prior to July 1, 2012, all or part of the 5.00% member contribution may have been assumed by the employer. Beginning July 1, 2012 new employees were required to pay the 5.00% member contribution. In addition, for existing employees, employers were required to begin making the employee pay the 5.00% member contribution. This could be phased in over a period of up to 5 years and the employer was required to provide a salary increase equal to the amount of the increase in the employee-paid member contribution**.**

The City's contractually required employer contribution rate for the year ended June 30, 2024 was 18.25% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. This rate, when combined with employee contributions, were expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The School Board Professional VRS plan's contractually required employer contribution rate for the year ended June 30, 2024 was 16.62% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. 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. The School Board Non Professional VRS pension plan's contractually required contribution rate for the year ended June 30, 2024 was 7.99% of annual covered payroll. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. This rate, when combined with employee contributions, were expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Contributions made by the Employer and Employee for the years ended June 30, 2024 and June 30, 2023 are listed in the table below:

	City		School Board - Professional		School Board - Non-Professional	
Fiscal Year	Employer Contributions	Employee Contributions	Employer Contributions	Employee Contributions	Employer Contributions	Employee Contributions
2024	$ 72,565,286	$ 18,261,694	$ 80,073,655	$ 73,702,797	$ 4,494,351	$ 4,109,022
2023	$ 67,629,663	$ 16,674,134	$ 73,202,797	$ 70,274,556	$ 4,109,022	$ 3,604,642

Net Pension Liability

The City's net pension liability measured as of June 30, 2023 totaled $436,351,947. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2022, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

As of June 30, 2024, the School Board Professional Retirement Plan reported a liability of $471,432,374 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. 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, 2023 relative to the total actuarially determined employer contributions for all participating employers. At June 30, 2023, the School Board's proportion was 4.66432% as compared to 4.75530% at June 30, 2022. The School Board's net pension liability for the Non Professional Retirement Plan measured as of June 30, 2023 totaled $13,283,632. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2022, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Actuarial Assumptions – City General Employees

The total pension liability for general employees in the City's Retirement Plans was based on an actuarial valuation as of June 30, 2022, 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, 2023.

Inflation:	2.5 percent
Salary increases, including inflation:	3.5 percent - 5.35 percent
Investment rate of return:	6.75 percent, net of pension plan investment expenses, including inflation*

Mortality rates:

Largest 10 - Non-LEOS: 20% 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% 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: Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

All Others (Non 10 Largest) – Non-LEOS: 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% 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: 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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Largest 10-Non-LEOS:
- Update 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
- Adjusted withdrawal 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 line of duty
- No change to discount rate

All Others (Non 10 Largest) – Non-LEOS:
- 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
- Adjusted withdrawal 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 line of duty
- No change to discount rate

Actuarial Assumptions – City Public Safety Employees

The total pension liability for Public Safety employees in the City's Retirement Plan was based on an actuarial valuation as of June 30, 2022, 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, 2023.

Inflation:	2.5 percent
Salary increases, including inflation:	3.5 percent - 4.75 percent
Investment rate of return:	6.75 percent, net of pension plan investment expenses, including inflation*

Mortality rates:

Largest 10 - LEOS: 70% of deaths are assumed to be service related

Pre-Retirement:
Pub-2010 Amount Weighted Safety Employee Rates projected generationally with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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-LEOS: 15% of deaths are assumed to be service related

Pre-Retirement:
Pub-2010 Amount Weighted Safety Employee Rates projected generationally with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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 with a Modified MP-2020 Improvement Scale; 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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2016 through June 30, 2020 except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. Changes to the actuarial assumptions as a result of the experience study are as follows:

Largest 10-LEOS:

- Update mortality rates to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted retirement rates to better fit experience and changed final retirement age from 65 to 70
- Decrease withdrawal rates
- No change in disability rates

- No change in salary scale
- No change in line of duty disability
- No change in discount rate

All Others (Non 10 Largest) – LEOS:
- Update mortality rates to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted retirement rates to better fit experience and changed final retirement age from 65 to 70
- Decrease withdrawal rates and change from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Largest 10 Hazardous Duty
- No change in disbility rates
- No change in salary scale
- No change in line of duty disability
- No change in discount rate

Actuarial Assumptions – School Board

Professional/Teacher Retirement Plan

The total pension liability for the VRS Professional/Teacher Retirement Plan was based on an actuarial valuation as of June 30, 2022, 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, 2023.

Inflation	2.5 percent
Salary increases, including Inflation	3.5 percent – 5.95percent
Investment rate of return	6.75 Percent, net of pension plan investment expense, including inflation*

* Administrative expenses as a percent of the market value of assets for the last experience study were found to be approximately 0.06% of the market assets for all of the VRS plans. This would provide an assumed investment return rate for GAAP purposes of slightly more than the assumed 6.75%. However, since the difference was minimal, and a more conservative 6.75% investment return assumption provided a projected plan net position that exceeded the projected benefit payments, the long-term expected rate of return on investments was assumed to be 6.75% to simplify preparation of pension liabilities.

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
Beneficiaries and Survivors:
Pub-2010 Amount Weighted Teachers Contingent Annuitant Rates projected generationally
Mortality Improvements:
Rates projected with Modified MP 2020 Improvement Scale that is 75% of the MP 2020 rates

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the four-year period from July 1, 2016 through June 30, 2020 except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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; change 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, salary scale or discount rate

Non Professional Retirement Plan

The total pension liability for Non Professional (Non Teacher) Retirement Plan was based on an actuarial valuation as of June 30, 2022, 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, 2023.

Inflation	2.5 percent
Salary increases, including inflation	3.5 percent – 5.35
Investment rate of return	6.75 percent, net of pension plan investment expense, including inflation*

Mortality rates:
Largest 10 - 20% of deaths are assumed to be service related
All Others (Non 10 Largest) - 15% of deaths are assumend 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 Survifors:
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 with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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
- Adjusted rates to better fit experience at each year age and service through 9 years of service
- No change to disability rates, salary scale or discount rate

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	34.00%	6.14%	2.09%
Fixed Income	15.00%	2.56%	0.38%
Credit Strategies	14.00%	5.60%	0.78%
Real Assets	14.00%	5.02%	0.70%
Private Equity	16.00%	9.17%	1.47%
MAPS - Multi-Asset Public Strategies	4.00%	4.50%	0.18%
PIP - Private Investment Partnership	2.00%	7.18%	0.14%
Cash	1.00%	1.20%	0.01%
Total	100.00%		5.75%
		Inflation	2.50%
		Expected arithmetic nominal return*	8.25%

* The above allocation provides a one-year return of 8.25%. 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 7.14%, 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 40th percentile of expected long-term results of the VRS fund asset allocation at the time, providing a median return of 7.14%, including expected inflation of 2.50%.

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 System 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. Consistent with the phased-in funding provided by the General Assembly for state and teacher employer contributions; political subdivisions were also provided with an opportunity to use an alternate employer contribution rate. For the year ended June 30, 2023, the alternate rate was the employer contribution rate used in FY 2012 or 100% of the actuarially determined employer contribution rate from the June 30, 2022, actuarial valuations, whichever was greater. From July 1, 2023, on, participating employers are assumed to continue 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.

Changes in Net Pension Liability

City	**Increase/(Decrease)**		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Liability (a) - (b)**
Balances at June 30, 2022	$ 2,416,594,400	$ 2,061,577,556	$ 355,016,844
Changes for the Year:			
Service Cost	50,070,544	-	50,070,544
Interest	161,907,327	-	161,907,327
Difference between expected and actual experience	85,562,485	-	85,562,485
Contribution - Employer	-	67,544,081	(67,544,081)
Contribution - Employee	-	18,261,694	(18,261,694)
Net Investment Income	-	131,785,575	(131,785,575)
Benefit payments, including refunds of Employee Contributions	(136,075,768)	(136,075,768)	-
Administrative Expense	-	(1,323,192)	1,323,192
Other Changes	-	(62,905)	62,905
Net Changes	161,464,588	80,129,485	81,335,103
Balances at June 30, 2023	$ 2,578,058,988	$ 2,141,707,041	$ 436,351,947

School Board Non Professional	**Increase/(Decrease)**		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Liability / (Asset) (a) - (b)**
Balances at June 30, 2022	$ 266,164,170	$ 256,691,371	$ 9,472,799
Changes for the Year:			
Service Cost	4,580,664	-	4,580,664
Interest	17,751,173	-	17,751,173
Difference between expected and actual experience	4,390,987	-	4,390,987
Contribution - Employer	-	4,068,854	(4,068,854)
Contribution - Employee	-	2,670,800	(2,670,800)
Net Investment Income	-	16,335,735	(16,335,735)
Benefit payments, including refunds of Employee Contributions	(15,194,069)	(15,194,069)	-
Refunds of contributions	(334,923)	(334,923)	-
Administrative Expense	-	(165,884)	165,884
Other Changes	-	2,486	(2,486)
Net Changes	11,193,832	7,382,999	3,810,833
Balances at June 30, 2023	$ 277,358,002	$ 264,074,370	$ 13,283,632

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

The following presents the net pension liability for the City, School Board Non Professional and School Board's proportional share for the Professional/Teacher Retirement Plans, each using the discount rate of 6.75%, as well as what 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% Decrease (5.75)%	Current Discount Rate (6.75%)	1% Increase (7.75)%
City's Net Pension Liability	$ 759,160,352	$ 436,351,947	$ 168,575,442
School Board's Non Professional Net Pension Liability / (Asset)	45,575,504	13,283,632	(13,813,099)
School Board's Proportionate Share of the ProfessionalNet Pension Liability for the VRS Professional/Teacher Retirement Plan	835,681,452	471,432,374	171,989,671

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the City recognized pension expense of $87,968,594. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	City	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 62,977,967	$ 23,619,022
Changes of assumptions	25,063,582	-
Net difference between projected and actual earnings on plan investments	-	33,262,624
Employer contributions subsequent to the measurement date	72,565,286	-
Total	$ 160,606,835	$ 56,881,646

The $72,565,286 reported as deferred outflows aof resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as an adjustment of the Net Pension Liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as follows:

Year Ended June 30:	
2025	$ 8,554,849
2026	(25,869,598)
2027	47,349,149
2028	1,125,503
	$ 31,159,903

School Board Professional/Teachers Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the School Board recognize pension expense of $38,202,035 for the Professional/Teacher Retirement Plan. At June 30, 2024, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	School Board Professional	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 40,496,442	$ 18,397,306
Change of assumptions	21,371,682	-
Net difference between projected and actual earnings on plan investments	-	30,652,614
Changes in proportion and differences between employer contributions and porportionate share of contributions	65,724	20,633,056
Employer contributions subsequent to the Measurement Date	80,073,655	
Total	$ 142,007,503	$ 69,682,976

The $80,073,655 reported as deferred outflows of resources related to pensions resulting from the contributions by the School Board for the Professional/Teachers plan subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as follows:

Year Ended June 30:	
2025	(16,970,620)
2026	(32,878,635)
2027	34,421,029
2028	7,679,098
	$ (7,749,128)

In addition, for the year ended June 30, 2024, the School Board recognized pension expense was $1,005,529 for the Non Professional Retirement Plan. At June 30, 2024, the School Board Non Professional Plan reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	School Board Non Professional	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,269,737	$ 446,267
Net difference between projected and actual earnings on plan investments	-	4,217,538
Employer contributions subsequent to the measurement date	4,494,351	-
Total	$ 6,764,088	$ 4,663,805

The $4,494,351 reported as deferred outflows of resources related to pensions resulting from the contributions by the School Board Non Professional plan made subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the fiscal year ending June 30, 2025. Other

amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as follows:

Year Ended June 30:		
2025	$	(1,309,820)
2026		(4,923,073)
2027		3,701,071
2028		137,754
	$	(2,394,068)

B. Sheriff's Supplemental Retirement Plan

1. Description of the Plan

The Sheriff's Supplemental Plan is a defined contribution plan that was established by the City Council of Virginia Beach, Virginia ("City Council") in 1995 in accordance with Internal Revenue Code Section 401. The Plan sponsor and participating employer is the City of Virginia Beach Sheriff's Office ("Employer"). The Plan is available to all employees of the City Sheriff's Office, who have completed one year of service, as defined by the Plan.

The City Code of establishes a Deferred Compensation Board ("Board") to supervise, administer and implement the Plan. The Board has full power and authority to adopt rules and regulations for the administration of the Plan. The Board also contracts with providers to manage the investment of plan assets and is responsible for selecting the Plan investment options. Plan provisions and contribution requirements are established and may be amended by the City Council.

The Deferred Compensation Board and the City Council and School Board of the City, the Plan Sponsor, voted to offer its employees the Commonwealth of Virginia Cash Match Plan (COV). In January 2020, Sheriff's existing plan was transferred to COV and continue for the benefit of employees of the City of Virginia Beach.

The Virginia Cash Match Plan provides an opportunity for the City of Virginia Beach to make a discretionary contribution on behalf of employees. The investment options for the plan are organized into three pathways to make it easier for participants to implement investment decisions according to their knowledge of investments and investment style. The *Do-It-For-Me Path* includes the target date portfolios for participants who prefer a pre-mixed portfolio that is already diversified. The *Help-Me-Do-It Path* includes a carefully selected menu of ten funds for participants who prefer to take a more active role in investing and want to construct a portfolio that addresses their individual needs. The *Do-It-Myself Path* includes a self-directed brokerage account (SDBA) for those who believe that are skilled and knowledgeable about investments. Investments for the SDBA include mutual funds, exchange-traded funds (ETFs) and individual securities.

As of June 30, 2024, the composition of participants was as follows:

Active Not Contributing	233
Separated from Service	94
Separated Without Balance	-
Total	327

Participants may not contribute to the Plan. The Employer may contribute discretionary amounts to be determined by the City Sheriff's Office annually. The employer did not make any contributions during

the plan year end. Employer contributions to the Plan, and any earnings they generate, are vested as follows:

Years of Service	Vested Percentage
0- 5 years	0%
5 years of more	100%

Participants may withdraw from their accounts during a qualifying distribution event. Qualifying distribution events are: retirement, permanent disability, termination from employment, attainment of age 59½, and death. Ordinary income tax will apply to each withdrawal. Withdrawals received prior to age 59½ may also be assessed a 10% early withdrawal federal tax penalty.

Participant Accounts – Each participant's account is credited with an allocation of the City's discretionary contributions as well as Plan earnings. Participant accounts are charged with an allocation of administrative expenses that are paid by the Plan. Allocations are based on participant compensation, account balances, or specific participant transactions as defined. The benefit to which the participant is entitled is the benefit that can be provided from the participant's vested account.

Payment of Benefits – On termination of service due to death, disability, or retirement, a participant may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or annual installments not to exceed the lifetime of the payee. For termination of service for other reasons, a participant may receive the value of the vested interest in his or her account as a lump-sum distribution.

Investment Options – Participants direct the investment of their accounts into various investment options offered by the Plan. The Plan's investments are stated at fair value (except for fully benefit-responsive investment contracts, which are valued at contract value). Fair value is the price received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Contract value is the relevant measure for the portion of net assets available for benefits attributable to fully benefit-responsive investment contracts because contract value is the amount participants normally would receive if they were to initiate permitted transactions under the terms of the Plan.

2. Summary of Significant Accounting Policies

Basis of Accounting – The Plan's financial statements are prepared in accordance with GAAP using the financial reporting framework established by GAAP.

Use of Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Investments Valuation and Income Recognition – Investments are reported at fair value. Plan management determines the Plan's valuation policies utilizing information provided by the custodian.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net depreciation includes the Plan's gains and losses on investments bought and sold as well as held during the year.

Contributions – Contributions are recognized in the year due in accordance with the terms of the Plan.

Benefit Payments – Benefit payments are recorded when paid.

Administrative Expenses – Administrative expenses are recorded when incurred. Certain administrative functions are performed by the City and are not reflected in these statements.

3. Investments

The Virginia Retirement System Board of Trustees (VRS Board) has adopted an investment policy to provide guildlines for the investment offerings under an unbundled plan construct. the Virginia Cash Match Plan is one of the plans that uses an unbundled structure approach. The VRS unbundled defined contribution plans seek to provide participants with an array of investment choices across a range of asset classes, risk levels, and investiment strategies so they can construct and/or invest in protfolios that address their individual needs, and do so using investment vehicles and structure that provide competitive risk-adjusted returns at a reasonabl cost.

The Plan had the following investments as of June 30, 2024:

Mutual funds, at fair value:		
Bond Fund	$	163,163
Global Real Estate Fund		15,050
International Stock Fund		128,054
Money Market Fund		46,280
Retirement Portfolio		97,669
Schwab PCRA		10,105
Small/Mid-Cap Stock Fund		320,736
Stable Value Fund		757,613
Stock Fund		1,358,623
Target Date 2025 Portfolio		76,839
Target Date 2030 Portfolio		147,822
Target Date 2035 Portfolio		139,553
Target Date 2040 Portfolio		219,224
Target Date 2045 Portfolio		80,848
Target Date 2050 Portfolio		27,370
Target Date 2055 Portfolio		12
	$	3,588,961

15. OTHER POSTEMPLOYMENT BENEFITS

A. Single-Employer, Defined Benefit Plan

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 *Code of Virginia,* 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 City has established certain plans to provide OPEB other than pensions as defined in Section 15.2-1545 of the *Code of Virginia* to retirees and their spouses and eligible dependents.

In accordance with Article 8, Chapter 15, Subtitled II of Title 15.2 of the *Code of Virginia*, the City and School Board have elected to establish a trust for the purpose of accumulating and investing assets to fund OPEB. In accordance with the election, the City and School Board have joined the Virginia Pooled OPEB Trust Fund (Trust), which was established by the Virginia Municipal League and the Virginia Association of Counties in 2008 for the purpose of accumulating and investing assets to fund OPEB other than pensions for counties, cities, towns, school divisions and other authorized political subdivisions of the Commonwealth of Virginia. The Pooled OPEB Trust issues a publicly available ACFR that includes financial statements and required supplemental information for the OPEB Trust Fund. A copy of the most recent report may be obtained from the VML VACo website at https://valocalfinance.org/opeb/.

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 *Code of Virginia*, City Council appointed the City's Deferred Compensation Board Trust as the OPEB's Local Finance Board (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 this trust are irrevocable and are held solely for the payment of OPEB benefits for the City and School Board.

Plan Membership

The membership as of January 1, 2024 includes:

	City	School Board
Active Participants	6,194	10,284
Retirees and Surviving Spouses	588	571
Spouses of Current Retirees	77	71
Total	6,859	10,926

Benefits Provided

The City and School Board provide 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 or City employees with 5 years or more of service with a work related disability compensable under the Workers' Compensation Act are eligible to health insurance coverage. This benefit is payable until the retiree becomes eligible for Medicare.

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, 2024, the actuarially determined contribution was set at $3,285,200 for the City and at $7,627,700 for the School Board. City retirees contributed $3,075 and $1,459 annually for the Point of Service and Consumer Driven Health Plan, respectively for retiree-only coverage until Medicare eligibility and School Board retirees contributed $1,753 and $832 for the Point of Service and Consumer Driven Health Plan, respectively for retiree-only coverage until Medicare eligibility. City retirees with coverage for their spouses contributed $10,284 and $6,159 annually for the Point of Service and Consumer Driven Health Plan, respectively, and School Board retirees with coverage for their spouses contributed $5,862 and $3,716 for the Point of Service and Consumer Driven Health Plans, respectively, until Medicare eligibility. The City and School Board have 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 Board executive leadership.

Investments Policy, Target Allocation, and Long-Term Expected 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 adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions, including inflation, are per Milliman's investment consulting practice as of December 31, 2023.

The following is for the City and School Board:

Asset Class	Target Allocation	Expected Arithmetic Real Rate of Return	Expected Geometric Real Rate of Return
US Core Fixed Income	20.00%	2.21%	2.08%
US Large Cap Equity	21.00%	5.38%	3.80%
US Small Cap Equity	10.00%	6.94%	4.39%
Foreign Developed Equity	13.00%	6.92%	5.13%
Emerging Markets Equity	5.00%	9.59%	6.21%
Private Real Estate Property	15.00%	5.14%	3.91%
Private Equity	10.00%	10.46%	6.25%
Hedge FOF Strategic	6.00%	2.69%	1.94%
Assumed Inflation - Mean		2.31%	2.30%
Assumed Inflation - Standard Deviation		1.44%	1.44%
Portfolio Real Mean Return		5.62%	4.71%
Portfolio Nominal Mean Return		7.93%	7.12%
Portfolio Standard Deviation			13.16%
Long-Term Expected Rate of Return			**6.50%**

Net OPEB Liability

The City's Net OPEB Liability was measured as of June 30, 2024 and totaled $21,368,364. The School Board's Net OPEB Liability was measured as of June 30, 2024 and totaled $66,581,865. The City and School Board's Total OPEB Liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and projected forward to the measurement date. Any significant changes during this period have been reflected as prescribed by GAAP.

Changes in Net OPEB Liability

	City		
	Total OPEB Liability (a)	**Fiduciary Net Position (b)**	**Net OPEB Liability (a) - (b)**
Balances as of June 30, 2023	$ 93,346,007	$ 57,641,367	$ 35,704,640
Changes for the year:			
Service Cost	1,364,439	-	1,364,439
Interest on Total OPEB Liability	5,918,600	-	5,918,600
Effect of economic/demographic gains or losses	(6,434,500)	-	(6,434,500)
Effect of assumptions changes or inputs	(2,332,675)	-	(2,332,675)
Benefit Payments	(7,427,056)	(7,427,056)	-
Employer Contributions	-	7,427,056	(7,427,056)
Net Investment Income	-	5,462,822	(5,462,822)
Administrative Expenses	-	(37,738)	37,738
Balances as of June 30, 2024	$ 84,434,815	$ 63,066,451	$ 21,368,364

	School Board		
	Total OPEB Liability (a)	**Fiduciary Net Position (b)**	**Net OPEB Liability (a) - (b)**
Balances as of June 30, 2023	$ 108,301,873	$ 42,784,206	$ 65,517,667
Changes for the year:			
Service Cost	1,399,597	-	1,399,597
Interest on Total OPEB Liability	6,870,091	-	6,870,091
Effect of economic/demographic gains or losses	(11,286,206)	-	(11,286,206)
Effect of assumptions changes or inputs	16,251,080	-	16,251,080
Benefit Payments	(8,143,732)	(8,143,732)	-
Employer Contributions	-	8,143,732	(8,143,732)
Net Investment Income	-	4,054,762	(4,054,762)
Administrative Expenses	-	(28,130)	28,130
Balances as of June 30, 2024	$ 113,392,703	$ 46,810,838	$ 66,581,865

Sensitivity Analysis

The following presents the Net OPEB Liability of the City and the School Board calculated using the discount rate of 6.50%, as well as what the City and 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 rates.

	1% Decrease 5.50%	Discount Rate 6.50%	1% Increase 7.50%
City's Total OPEB Liability	$ 90,661,389	$ 84,434,815	$ 78,766,951
Fiduciary Net Position	(63,066,451)	(63,066,451)	(63,066,451)
City's Net OPEB Liability	$ 27,594,938	$ 21,368,364	$ 15,700,500
School Board's Net OPEB Liability	$ 121,207,021	$ 113,392,703	$ 106,121,659
Fiduciary Net Position	(46,810,838)	(46,810,838)	(46,810,838)
School Board's Net OPEB Liability	$ 74,396,183	$ 66,581,865	$ 59,310,821

The following presents the Net OPEB Liability of the City and the School Board using the current healthcare cost trend rates, as well as what the City and 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 trend rates.

	1% Decrease	Current Trend Rate	1% Increase
City's Total OPEB Liability	$ 77,697,736	$ 84,434,815	$ 92,076,802
Fiduciary Net Position	(63,066,451)	(63,066,451)	(63,066,451)
City's Net OPEB Liability	$ 14,631,285	$ 21,368,364	$ 29,010,351
School Board's TotalOPEB Liability	$ 104,424,334	$ 113,392,703	$ 123,479,725
Fiduciary Net Position	(46,810,838)	(46,810,838)	(46,810,838)
School Board's Net OPEB Liability	$ 57,613,496	$ 66,581,865	$ 76,668,887

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024 the City's and School Board's recognized OPEB expenses were $2,965,289 and $11,082,055 respectively.

At June 30, 2024 the City 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
Differences between Expected and Actual Experience	$ 5,030,863	$ 5,605,787
Changes in Assumptions	2,580,795	8,344,107
Net Difference between Projected and Actual Earnings	-	161,332
Total	$ 7,611,658	$ 14,111,226

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

Year Ended June 30:	
2025	$ (2,665,125)
2026	(1,035,453)
2027	(138,376)
2028	(246,464)
2029	(1,270,605)
Thereafter*	(1,143,545)
	$ (6,499,568)

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

At June 30, 2024 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
Differences between Expected and Actual Experience	$ 12,975,050	$ 9,405,172
Changes in Assumptions	16,727,750	7,659,779
Net Difference between Projected and Actual Earnings	-	119,748
Total	$ 29,702,800	$ 17,184,699

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

Year Ended June 30:	
2025	$ 2,845,187
2026	3,364,368
2027	3,633,631
2028	1,847,436
2029	827,479
	$ 12,518,101

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

Discount Rate

The discount rate used to measure the total OPEB liability was 6.5%. 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.

Actuarial Assumptions

The demographic assumptions used are predominately consistent with those used in the City's June 30, 2021 VRS valuations. Please see the January 1, 2024 OPEB valuation report for a complete summary of all the underlying assumptions used in the valuation.

Valuation Date	January 1, 2024
Measurement Date:	June 30, 2024
Inflation:	2.50%
Actuarial Cost Method:	Entry Age Normal
Healthcare Cost Trend Rate	Law Officers with 1 to 19 years of service, the increases range from 4.75% to 4.00% and for those with 20 or more years of service the increase is 3.50%.
Mortality Rates	Based on the RP-2014 Employee Mortality Rates for males and females, as appropriate, with adjustement for mortality improvements based on scale BB to 2020.

B. Multiple Employer, Cost Sharing Defined Benefit Plans

In addition, The City and School Board participates in a number OPEB Plans each of which are multiple-employer, cost-sharing plans that are administered by the Virginia Retirement System (VRS). These plans include; Group Life Insurance, Line of Duty Act Program, and Virginia Local Disability Program. Information pertaining to each of this plans is included below.

Plan Descriptions

Group Life Insurance

The Group Life Insurance (GLI) Program was established pursuant to §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 GLI is a defined benefit plan that provides a basic group life insurance benefit for employees of participating employers. All full-time, salaried permanent employees of the City and School Board are automatically covered by the VRS GLI Program upon employment. This plan is administered by VRS, along with pension and other OPEB plans, for public employer groups in the Commonwealth of Virginia. In addition to the Basic GLI 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 life insurance coverage, the insurer bills employees 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 GLI Program OPEB. Specific information for the GLI Program, including eligibility, coverage and benefits is set out in the table on the following page.

GROUP LIFE INSURANCE PROGRAM PLAN PROVISIONS
Eligible Employees The Group Life Insurance Program (GLI) was established July 1, 1960, for state employees, teachers and employees of political subdivisions that elect the program. 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 member contributions and accrued interest.
Benefit Amounts The benefits payable under the GLI 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 benefit, the program provides additional benefits under specific circumstance. 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 retired 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 will be increased annually based on the VRS Plan 2 cost-of-living adjustment calculation. The minimum benefit adjusted for the COLA is $9,254 as of June 30, 2024.

Line of Duty Act Program

The Line of Duty Act (LODA) Program was established pursuant to §9.1-400 et seq. of the *Code of Virginia*, as amended, which provides the authority under which benefit terms are established or may be amended. The LODA Program provides death and health insurance benefits to eligible state and local government employees, including volunteers, who die or become disabled as a result of the performance of their duties as a public safety officer. All paid employees and volunteers in hazardous duty positions in the City are automatically covered by the Line of Duty Act Program. As required by statute, VRS is responsible for managing the assets of the program. Participating employers made contributions to the program beginning in FY 2012. The employer contributions are determined by VRS's actuary using anticipated program cost and the number of covered individuals associated with all participating employers. Specific information for the LODA OPEB, including eligibility, coverage and benefits is set out in the table below:

LINE OF DUTY ACT PROGRAM PLAN PROVISIONS
Eligible Employees The eligible employees of the Line and Duty Act Program (LODA) are paid employees and volunteers in hazardous duty positions in Virginia localities and hazardous duty employees who are covered under the Virginia Retirement System (VRS), the State Police Officers' Retirement System (SPORS), or the Virginia Law Officers' Retirement System (VaLORS).
Benefit Amounts The LODA Program provides death and health insurances for eligible individuals: Death Benefit - The LODA Program death benefit is a one-time payment made to the beneficiary or beneficiaries of a covered individual. Amounts vary as follows: • $100,000 when a death occurs as the direct or proximate result of performing duty as of January 1, 2006, or after. • $25,000 when the cause of death is attributed to one of the applicable presumptions and occurred earlier than five years after the retirement date. • An additional $20,000 benefit is payable when certain members of the National Guard and U.S. military reserves are killed in action in any armed conflict on or after October 7, 2001. Health Insurance - The LODA Program provides health insurance benefits. • The health insurance benefits are managed through the Virginia Department of Human Resources Management (DHRM). The health benefits are modeled after the State Employee Health Benefits Program plans and provide consistent, premium-free continued health plan coverage for LODA-eligible disabled individuals, survivors and family members.

Virginia Local Disability Program

All full-time, salaried general employees; including local law enforcement officers, firefighters, or emergency medical technicians of political subdivisions who do not provide enhanced hazardous duty benefits; 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 Political Subdivision Employee and Teacher Employee Virginia Local Disability Program. This plan is administered by VRS, along with pension and other OPEB plans, for eligible public employer groups in the Commonwealth of Virginia. Political subdivisions 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 plan employees either through a local plan or through the Virginia Local Disability Program (VLDP). Specific information for the VLDP, including eligibility, coverage and benefits is set out in the table below.

POLICTIAL SUBDIVISION EMPLOYEE AND TEACHER EMPLOYEE VIRGINIA LOCAL DISABILITY PROGRAM (VLDP) PLAN PROVISIONS

Eligible Employees

The Teachers Employee and Political Subdivision Employee VLDP 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 plan 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 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.

Health Insurance Credit Program

The Teacher Employee Health Insurance Credit Program was established pursuant to §51.1-1400 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 Teacher Employee Health Insurance Credit Program is a defined benefit plan that provides a credit toward the cost of health insurance coverage for retired teachers. All full-time, salaried permanent (professional) employees of public school divisions are automatically covered by the VRS Teacher Employee Health Insurance Credit Program. This plan is 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 Teacher 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 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 HIC provides the following benefits for eligible employees: At Retirement – For Teacher and other professional school employees who retire, 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 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.
HIC Notes: •The monthly HIC benefit cannot exceed the individual premium amount. •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.

Contributions

Group Life Insurance

The contribution requirements for the GLI 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 GLI Program was 1.34% of covered employee compensation. This was allocated into an employee and employer component using a 60/40 split. The employee component was 0.80% (1.34% X 60%) and the employer component was 0.54% (1.34 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, 2024 was 0.54% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. 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. Contributions to the GLI Program for the City were $2,082,846 and $1,889,213 for the years ended June 30, 2024 and June 30, 2023, respectively. Contributions to the GLI Program for the School Board for combined professionals and nonprofessionals were $3,099,742 and $2,821,935 for the years ended June 30, 2024 and June 30, 2023, respectively.

In June 2023, the Commonwealth made a special contribution of approximately $10.1 million to the Group Life Insurance plan. This special payment was authorized by a Budget Amendment included in Chapter 2 of the Acts of Assembly of 2022, Special Session I, as amended by Chapter 769, 2023 Acts of Assembly Reconvened Session.

Line of Duty Act Program

The contribution requirements for the LODA Program are governed by §9.1-400.1 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. Each employer's contractually required employer contribution rate for the LODA Program for the year ended June 30, 2024 was $681.84 per covered full-time-equivalent employee. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021 and represents the pay-as-you-go funding rate and not the full actuarial cost of the benefits under the program. The actuarially determined pay-as-you-go rate was expected to finance the costs and related expenses of benefits payable during the year. Contributions to the LODA Program for the City were $1,245,381 and $1,347,919 for the years ended June 30, 2024 and June 30, 2023, respectively.

Virginia Local Disability Program

The contribution requirements 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 political subdivisions and school divisions by the Virginia General Assembly. Each political subdivision's contractually required employer contribution rate for the year ended for the year ended June 30, 2024 was 0.85% of covered employee compensation for employees in the VRS Political Subdivision Employee VLDP. Each school division's contractually required employer contribution rate for the year ended June 30, 2024, was 0.47% of covered employee compensation for employees in the VRS Teacher Employee VLDP. These rates were based on an actuarially determined rates from an actuarial valuation as of June 30, 2021. 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 to the VLDP for the City were $960,891 and $744,614 for the years ended June 30, 2024 and June 30, 2023, respectively. Contributions to the Teacher Employee VLDP for the School Board were $913,923 and $778,254 for the years ended June 30, 2024 and June 30, 2023, respectively. Contributions to the Political Subdivision Employee VLDP for the School Board were $298,601 and $240,208 for the years ended June 30, 2024 and June 30, 2023, respectively.

Health Insurance Credit Program

The contribution requirements 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 state agencies and school divisions by the Virginia General Assembly. Each school division's contractually required employer contribution rate for the year ended June 30, 2024 was 1.21% and 1.02% of covered employee compensation for employees in the VRS Teacher Employee Health Insurance Credit Program or Political Subdivision Health Insurance Credit Program, respectively. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021. 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 HIC program were $6,150,231 and $5,603,990 for the years ended June 30, 2024 and June 30, 2023, respectively. Contributions from the School Board to the Political Subdivision HIC Program were $650,062 and $588,631 for the years ended June 30, 2024 and June 30, 2023, respectively.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

As June 30, 2024, the City and School Board reported the following liabilities/(assets) for their proportionate share of the multiple-employer, cost sharing plans administered by VRS:

	City	School Board
Net OPEB Liabilities:		
Group Life Insurance Program	$ 19,638,398	$ 26,601,132
Line of Duty Act Program	37,622,505	-
Virginia Local Disability Program	(297,171)	43,434
Health Insurance Credit Program	-	58,961,762
	$ 56,963,732	$ 85,606,328

The net OPEB liabilities were measured as of June 30, 2023 and the total OPEB liabilities used to calculate the net OPEB liabilities was determined by an actuarial valuation as June 30, 2021. The City and School Board's proportion of the Net OPEB liabilities were based on the City and School Board's contributions to VRS for the above plans for the year ended June 30, 2023 relative to the total of the employer contributions for all participating employers. A comparison of the City's and School Board's proportion of the City and School Board's contribution from June 30, 2022 to June 30, 2023 were as followed:

	City	School Board
Proportionate Share of Contributions as of June 30, 2023		
Group Life Insurance	1.63747%	2.21803%
Line of Duty Act Program	9.38453%	N/A
Virginia Local Disability Program - Political Subdivsions	18.46936%	4.61706%
Virginia Local Disability Program - Teachers	N/A	17.31220%
Health Insurance Credit Program	N/A	4.64345%
Proportionate Share of Contributions as of June 30, 2022		
Group Life Insurance	1.60834%	2.26333%
Line of Duty Act Program	9.78701%	N/A
Virginia Local Disability Program - Political Subdivisions	19.14947%	4.44580%
Virginia Local Disability Program - Teachers	N/A	17.43607%
Health Insurance Credit Program	N/A	4.73288%

For the year ended June 30, 2024, the City and School Board recognized OPEB expenses were as followed:

Recognized Net OPEB Expense:	City	School Board
Group Life Insurance	$ 708,752	$ 716,760
Line of Duty Act Program	4,821,688	-
Virginia Local Disability Program - Political Subdivision	754,509	187,811
Virginia Local Disability Program - Teachers	-	624,215
Health Insurance Credit Program	-	3,378,323
Total	$ 6,284,949	$ 4,907,109

Since there were changes in the proportionate shares between measurement dates of the City and School Board's contribution a portion of the Net OPEB expense were related to deferred amounts from changes in proportion.

At June 30, 2024 the City 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
Group Life Insurance		
Difference between Expected & Actual Experience	$ 1,961,396	$ 596,126
Net Difference between Projected and Actual Earnings	-	789,182
Changes in Assumptions	419,779	1,360,625
Changes in Proportionate Share	323,310	769,900
Employer Contributions subsequent to the Measurement Date	2,082,846	-
Total Group Life Insurance	4,787,331	3,515,833
Line of Duty Act		
Difference between Expected & Actual Experience	2,006,831	7,084,288
Net Difference between Projected and Actual Earnings	-	110,065
Changes in Assumptions	8,355,670	7,757,962
Changes in Proportionate Share	870,823	3,034,237
Employer Contributions subsequent to the Measurement Date	1,245,381	-
Total Line of Duty Act	12,478,705	17,986,552
Virginia Local Disability Program - Political Subdivision		
Difference between Expected & Actual Experience	111,573	185,132
Net Difference between Projected and Actual Earnings	725	-
Changes in Assumptions	1,970	27,216
Changes in Proportionate Share	2,919	4,329
Employer Contributions subsequent to the Measurement Date	960,891	-
Total Virginia Local Disability Program	1,078,078	216,677
Grand Total	$ 18,344,114	$ 21,719,062

Employer Contributions subsequent to the measurement date totaled $4,289,118 will be recognized as a reduction of the City's OPEB liability in the Fiscal Year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the City's OPEB expense in future reporting periods as follows:

Fiscal Year Ended June 30:	GLI	LODA	VLDP
2025	$ (350,848)	$ (407,003)	$ (8,537)
2026	(998,992)	(403,553)	(50,121)
2027	226,659	(328,441)	6,863
2028	57,305	(604,684)	(6,417)
2029	254,528	(940,846)	(18,682)
Thereafter	-	(4,067,974)	(22,596)
	$ (811,348)	$ (6,752,501)	$ (99,490)

At June 30, 2024 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
Group Life Insurance		
Difference between Expected & Actual Experience	$ 2,656,802	$ 807,480
Net Difference between Projected and Actual Earnings	-	1,068,985
Changes in Assumptions	568,611	1,843,030
Changes in Proportionate Share	218,374	1,560,295
Employer Contributions subsequent to the Measurement Date	3,099,742	-
Total Group Life Insurance	6,543,529	5,279,790
Virginia Local Disability Program - Political Subdivision		
Difference between Expected & Actual Experience	27,892	46,280
Net Difference between Projected and Actual Earnings	181	-
Changes in Assumptions	492	6,804
Changes in Proportionate Share	585	1,977
Employer Contributions subsequent to the Measurement Date	298,601	-
Total Virginia Local Disability Program	327,751	55,061
Virginia Local Disability Program - Teachers		
Difference between Expected & Actual Experience	516,653	51,605
Net Difference between Projected and Actual Earnings	3,644	-
Changes in Assumptions	51,185	-
Changes in Proportionate Share	3,041	3,759
Employer Contributions subsequent to the Measurement Date	913,923	-
Total Virginia Local Disability Program	1,488,446	55,364
Health Insurance Credit Program		
Difference between Expected & Actual Experience	-	4,725,590
Net Difference between Projected and Actual Earnings	40,612	-
Changes in Assumptions	1,605,745	56,684
Changes in Proportionate Share	1,063	3,177,889
Employer Contributions subsequent to the Measurement Date	6,800,293	-
Total Health Insurance Credit Program	8,447,713	7,960,163
Grand Total	$ 16,807,439	$ 13,350,378

Employer Contributions subsequent to the measurement date totaled $11,112,559 will be recognized as a reduction of the School Board's OPEB liability in the Fiscal Year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the School Board's OPEB expense in future reporting periods as follows:

Fiscal Year Ended June 30:		
2025	$	(1,663,759)
2026		(2,340,517)
2027		(481,166)
2028		(810,344)
2029		(374,757)
Thereafter		(24,337)
	$	(5,694,880)

Actuarial Assumptions

The total Cost sharing OPEB liabilities administered by VRS were based on an actuarial valuation as of June 30, 2022, 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, 2023.

Inflation	2.50 percent
Salary increases, including inflation –	
General state employees	3.50 percent – 5.35 percent
Teachers	3.50 percent – 5.95 percent
SPORS employees	3.50 percent – 4.75 percent
VaLORS employees	3.50 percent – 4.75 percent
JRS employees	4.00 percent
Locality – General employees	3.50 percent – 5.35 percent
Locality – Hazardous Duty employees	3.50 percent – 4.75 percent
Investment rate of return – GLI, VLDP and HIC	6.75 Percent, net of investment expenses, including inflation
Investment rate of return – LODA	3.86 Percent, including inflation*

* Since LODA is funded on a current-disbursement basis, the assumed annual rate of return of 3.86% was used since it approximates the risk-free rate of return.

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, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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 PUB 2010 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 year age and service through 9 years of service
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change
Discount Rate	No change

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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 reitrement age from 75 to 80 for all
Withdrawal Rates	Adjusted rates to better fit experience at each age and service decrement 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 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, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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 from 75 to 80 for all
Withdrawal Rates	Adjsuted rates to better fit experience at each age and service decrement through 9 years of service
Disability Rates	No change
Salary Scale	No change
Line of Duty	No change
Discount Rate	No chage

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, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was

based on VRS Board action effective as of July 1, 2021. 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 Plan2/Hybrid; changed final retirement age from 75 to 80
Withdrawal Rates	Adjusted rates to better fit experience at each age and service decrement through 9 years of service
Disability Rates	No change
Salary Scale	No change
Line of Duty	No change
Discount Rate	No change

Line of Duty Act

Mortality rates – Largest Ten Locality Employers with Public Safety Employees

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, 2022 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)	Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change

Mortality rates – Non-Largest Ten Locality Employers with Public Safety Employees

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, 2022 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)	Update to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Top 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change

Mortality rates – Largest Ten Locality Employers – Hazardous Duty Employees

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, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on BRS Board action effective as of July 1, 2021. 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. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates
Disability Rates	No change
Salary Scale	No change
Line of Duty	No change
Discount Rate	No change

Mortality rates – Non-Largest Ten Locality Employers – Hazardous Duty Employees

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, 2022 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. 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. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistenet with Locals Top 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty	No change
Discount Rate	No change

Net OPEB Liability

The net OPEB liability/(assets) (NOL) 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, 2023, NOL amounts for each program are as follows (amounts expressed in thousands):

	Group Life Insurance	Line of Duty Act	Virginia Local Disability - Political Subdivision	Virginia Local Disability - Teachers	Health Insurance Credit
Total OPEB Liability	$ 3,907,052	$ 406,211	$ 9,525	$ 10,672	$ 1,475,471
Plan Fiduciary Net Position	2,707,739	5,311	11,134	10,007	264,054
Employers' Net OPEB Liability/(Asset)	$ 1,199,313	$ 400,900	$ (1,609)	$ 665	$ 1,211,417
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	69.30%	1.31%	116.89%	93.77%	17.90%

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

Long-Term Expected Rate of Return

Group Life Insurance, Virginia Local Disability Program and Health Insurance Credit Program

The long-term expected rate of return on the VRS 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 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)	Long-Term Target Asset Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return*
Public Equity	34.00%	6.14%	2.09%
Fixed Income	15.00%	2.56%	0.38%
Credit Strategies	14.00%	5.60%	0.78%
Real Assets	14.00%	5.02%	0.70%
Private Equity	16.00%	9.17%	1.47%
MAPS - Multi-Asset Public Strategies	4.00%	4.50%	0.18%
PIP - Private Investment Partnership	2.00%	7.18%	0.14%
Cash	1.00%	1.20%	0.01%
Total	100.00%		5.75%
		Inflation	2.50%
		Expected arithmetic nominal return*	8.25%

*The above allocation provides a one-year return of 8.25%. 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 median returns of 7.14%, 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%.

Line of Duty Act Program

The long-term expected rate of return on LODA Program OPEB investments was set at 3.86% for this valuation. Since LODA Program is funded on a current-disbursement basis, it is not able to use the System's Pooled Investments' 6.75% assumption. Instead, the assumed annual rate of return of 3.86% was used since it approximates the risk-free rate of return. This Single Equivalent Interest Rate (SEIR) is the applicable municipal bond index rate based on the Fidelity Fixed Income General Obligation 20-year Municipal Bond Index as of the measurement date of June 30, 2023.

Discount Rate

Group Life Insurance, Virginia Local Disability Program, and Health Insurance Credit Program

The discount rate used to measure the City and School Board's GLI and 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, 2023, the rate contributed by the City and School Board for the VRS GLI and VRS VLDP 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, 2023 on, all agencies are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the GLI and VLDP OPEB plans' fiduciary net positions were 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 GLI and VLDP OPEB liability.

Line of Duty Act Program

The discount rate used to measure the total LODA OPEB liability was 3.86%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made per the VRS Statutes and that they will be made in accordance with the VRS funding policy and at rate equal to the actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ending June 30, 2023, the rate contributed by participating employers to the LODA OPEB Program will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly.

Sensitivity Analysis

The following presents the City and School Board's proportionate share of the Net OPEB liabilities using the current discount rate, as well as what the City and School Board's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

	1% Decrease 5.75%	Discount Rate 6.75%	1% Increase 7.75%
Group Life Insurance:			
City	$ 29,110,242	$ 19,638,398	$ 11,980,350
School Board	39,431,189	26,601,132	16,227,947
School Board - Nonprofessionals	4,370,616	2,948,512	1,798,372
Virginia Local Disability Program - Political Subdivision:			
City	$ (155,703)	$ (297,171)	$ (421,137)
School Board	(38,923)	(74,288)	(105,278)
Virginia Local Disability Program - Teachers:			
School Board	$ 331,822	$ 117,722	$ (68,456)
Health Insurance Credit Program:			
School Board	$ 63,626,798	$ 56,251,561	$ 50,001,689

School Board - Nonprofessionals	3,123,598	2,710,201	2,358,353

Line of Duty Act Program

	1% Decrease 2.69%	Discount Rate 3.69%	1% Increase 4.69%
Line of Duty Act			
City	$ 42,183,780	$ 37,622,505	$ 33,763,740

Because the Line of Duty Act Program (LODA) contains a provisions for the payment of health insurances premiums, the liabilities are also impacted by the health care trend rates. The following presents the covered employer's proportionate share of the net LODA OPEB liability using health care trend rate of 7.00% decreasing to 4.75%, as well as what the covered employer's proportionate share of the net LODA OPEB liability would be if it were calculated using a health care trend rate that is one percentage point lower (6.00% decreasing to 3.75%) or one percentage point higher (8.00% decreasing to 5.75%) than the current rate:

	1% Decrease 6.00% decreasing to 3.75%	Current Trend Rates 7.00% decreasing to 4.75%	1% Increase 8.00% decreasing to 5.75%
Line of Duty Act:			
City	$ 31,905,156	$ 37,622,505	$ 44,707,198

OPEB Plan Fiduciary Net Position

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

16. SUBSEQUENT EVENTS

Management has evaluated all events subsequent to June 30, 2024 through the date these financial statements were issued and has determined that there are no events that require disclosure pursuant to the GASB Accounting Standards Codification.



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REQUIRED
SUPPLEMENTAL
INFORMATION
(Unaudited)

REQUIRED SUPPLEMENTAL INFORMATION
GENERAL FUND-BUDGET TO ACTUAL
VIRGINIA RETIREMENT SYSTEM PENSION
OTHER POSTEMPLOYMENT BENEFITS (OPEB)
(UNAUDITED)

In accordance with the General Accounting Standards Board, the following information is a required part of the Basic Financial Statement

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
General Property Taxes:				
Real Estate property taxes	$ 701,358,742	$ 701,358,742	$ 698,291,976	$ (3,066,766)
Personal property taxes	154,809,431	154,809,431	154,504,542	(304,889)
Other Local Taxes	297,703,352	297,703,352	296,856,481	(846,871)
Fines and Forfeitures	1,474,301	1,474,301	1,918,689	444,388
Permits, Privilege Fees, and Regulatory Licenses	8,949,069	8,949,069	10,011,022	1,061,953
From Use of Money and Property	9,968,063	9,977,313	28,621,823	18,644,510
Charges for Services	63,086,429	63,210,704	64,734,903	1,524,199
Miscellaneous	9,132,070	10,354,422	9,384,588	(969,834)
From Commonwealth	174,790,372	193,974,933	192,810,338	(1,164,595)
From Federal Government	24,552,560	24,625,505	29,421,722	4,796,217
Total Revenues	1,445,824,389	1,466,437,772	1,486,556,084	20,118,312
EXPENDITURES				
Legislative	1,353,153	1,485,527	1,457,483	28,044
Executive	7,159,390	8,138,498	7,661,418	477,080
Law	5,580,657	5,971,206	5,932,831	38,375
Finance	24,046,817	26,397,699	23,611,137	2,786,562
Human Resources	7,699,936	8,268,770	7,341,716	927,054
Judicial	21,050,657	23,048,529	21,717,049	1,331,480
Health	3,913,005	4,283,852	4,177,563	106,289
Police	122,563,672	124,688,582	123,374,662	1,313,920
Human Services	136,761,288	142,248,227	130,448,061	11,800,166
Public Works	104,423,611	113,222,127	97,204,303	16,017,824
Parks and Recreation	37,227,758	39,022,613	35,500,719	3,521,894
Library	20,364,492	21,742,151	20,677,124	1,065,027
Planning	14,055,052	13,942,277	14,001,600	(59,323)
Agriculture	1,028,782	1,153,753	988,094	165,659
Economic Development	6,129,469	8,005,264	5,830,817	2,174,447
Convention and Visitor Development	11,094,014	11,146,921	10,461,478	685,443
Cultural Affairs	3,429,248	6,103,325	3,228,789	2,874,536
Information Technology	25,321,717	27,600,491	26,872,859	727,632
Emergency Communications and Citizen Services	12,041,822	11,572,676	10,730,685	841,991
Fire	72,241,421	79,500,665	79,822,280	(321,615)
Budget and Management Services	1,440,815	1,388,006	1,270,780	117,226
Education	479,783,944	494,924,753	463,231,129	31,693,624
Housing and Neighborhood Preservation	7,588,004	8,175,979	7,550,407	625,572
Aquariums	16,021,491	16,203,483	14,238,214	1,965,269
General Registrar	2,714,569	4,865,918	4,256,484	609,434
General Government	60,080,448	68,101,650	91,581,619	(23,479,969)
Emergency Medical Services	22,025,307	24,716,125	22,962,268	1,753,857
Lease Payments	-	-	6,559,503	(6,559,503)
Subscription Payments	-	-	1,996,116	(1,996,116)
Contingencies	50,371,551	41,445,857	-	41,445,857
Debt Service:				
Principal Retirement	41,758,045	30,258,045	34,766,442	(4,508,397)
Interest and Fiscal Charges	17,553,254	18,264,854	13,385,635	4,879,219
Total Expenditures	1,336,823,389	1,385,887,823	1,292,839,265	93,048,558
Excess (Deficiency) of Revenues over (under) Expenditures	109,001,000	80,549,949	193,716,819	113,166,870
OTHER FINANCING SOURCES (USES)				
Transfers In	627,816	781,910	781,910	-
Transfers Out	(163,798,167)	(205,524,789)	(205,524,789)	-
Issuance of Capitalized Leases	-	-	34,537,972	34,537,972
Issuance of Capitalized Subscriptions	-	-	1,803,910	1,803,910
Premium on Bonds Sold	-	-	715,925	715,925
Use of Fund Balance	54,169,351	124,192,930	-	(124,192,930)
Total Other Financing Sources (uses)	(109,001,000)	(80,549,949)	(167,685,072)	(87,135,123)
Net Change in Fund Balance	-	-	26,031,747	26,031,747
Fund Balance at Beginning of Year	342,071,350	342,071,350	342,071,350	-
Fund Balance at End of Year	$ 342,071,350	$ 342,071,350	$ 368,103,097	$ 26,031,747

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	City									
	FY 2014	**FY 2015**	**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**	**FY 2020**	**FY 2021**	**FY 2022**	**FY 2023**
Total Pension Liability										
Service Cost	$ 35,838,242	$ 35,932,562	$ 36,304,048	$ 36,385,569	$ 38,749,786	$ 39,607,023	$ 42,513,760	$ 41,628,460	$ 41,392,422	$ 50,070,544
Interest	114,650,965	119,573,242	122,642,141	127,496,045	132,764,815	137,584,382	141,392,693	147,077,745	159,269,191	161,907,327
Changes in assumptions	-	-	-	7,551,961	-	58,968,730	-	99,509,870	-	-
Differences between expected and actual experience	-	(24,723,400)	3,527,958	1,570,175	2,420,090	6,189,119	20,475,089	(22,225,698)	(37,192,336)	85,562,485
Benefit Payments, including refunds of employee contributions	(77,985,409)	(82,356,519)	(91,525,484)	(94,739,837)	(100,731,357)	(109,436,121)	(116,831,594)	(123,485,515)	(130,052,052)	(136,075,768)
Net change in total pension liability	72,503,798	48,425,885	70,948,663	78,263,913	73,203,334	132,913,133	87,549,948	142,504,862	33,417,225	161,464,588
Total pension liability - beginning	1,676,863,639	1,749,367,437	1,797,793,322	1,868,741,985	1,947,005,898	2,020,209,232	2,153,122,365	2,240,672,313	2,383,177,175	2,416,594,400
Total pension liability - ending (a)	$ 1,749,367,437	$ 1,797,793,322	$ 1,868,741,985	$ 1,947,005,898	$ 2,020,209,232	$ 2,153,122,365	$ 2,240,672,313	$ 2,383,177,175	$ 2,416,594,400	$ 2,578,058,988
Plan Fiduciary Net Position										
Contributions - employer	$ 45,827,648	$ 48,703,360	$ 49,521,364	$ 43,305,500	$ 44,514,635	$ 47,363,487	$ 48,245,963	$ 52,734,089	$ 54,688,523	$ 67,544,081
Contributions - employee	14,813,559	14,937,006	15,185,917	15,780,809	16,102,282	16,153,428	16,422,289	16,143,295	16,674,134	18,261,694
Net investment income	194,451,721	64,442,330	24,961,833	175,963,753	117,134,461	109,869,540	33,123,371	463,673,957	(1,553,682)	131,785,575
Benefit Payments, including refunds of employee contributions	(77,985,409)	(82,356,519)	(91,525,484)	(94,739,837)	(100,731,357)	(109,436,121)	(116,831,594)	(123,485,515)	(130,052,052)	(136,075,768)
Administrative expenses	(1,053,309)	(887,459)	(910,017)	(1,029,901)	(1,022,764)	(1,110,715)	(1,141,131)	(1,174,234)	(1,328,173)	(1,323,192)
Other	10,242	(13,597)	(10,675)	(156,044)	(103,817)	(71,080)	(43,405)	17,203	34,333	(62,905)
Net change in plan fiduciary net position	176,064,452	44,825,121	(2,777,062)	139,124,280	75,893,440	62,768,539	(20,224,507)	407,908,795	(61,536,917)	80,129,485
					-	-				
Plan fiduciary net position - beginning	1,239,531,415	1,415,595,867	1,460,420,988	1,457,643,926	1,596,768,206	1,672,661,646	1,735,430,185	1,715,205,678	2,123,114,473	2,061,577,556
Plan fiduciary net position - ending (b)	$ 1,415,595,867	$ 1,460,420,988	$ 1,457,643,926	$ 1,596,768,206	$ 1,672,661,646	$ 1,735,430,185	$ 1,715,205,678	$ 2,123,114,473	$ 2,061,577,556	$ 2,141,707,041
Net pension liability, ending	$ 333,771,570	$ 337,372,334	$ 411,098,059	$ 350,237,692	$ 347,547,586	$ 417,692,180	$ 2,123,114,473	$ 260,062,702	$ 355,016,844	$ 436,351,947
Net position as a percentage of the total pension liability	80.9%	81.2%	78.0%	82.0%	82.8%	80.6%	76.5%	89.1%	85.3%	83.1%
Covered payroll	$ 292,873,927	$ 299,462,518	$ 305,412,468	$ 317,193,072	$ 328,337,502	$ 333,558,319	$ 342,477,093	$ 335,108,903	$ 347,939,147	$ 384,216,743
City's net pension liability as a percentage of covered payroll	114.0%	112.7%	134.6%	110.4%	105.9%	125.2%	619.9%	77.6%	102.03%	113.57%

**Schedule is intended to show information for 10 years. Additional years will be included as they become available.*

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	School Board Non Professional									
	FY 2014	**FY 2015**	**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**	**FY 2020**	**FY 2021**	**FY 2022**	**FY 2023**
Total Pension Liability										
Service Cost	$ 4,171,321	$ 4,089,939	$ 4,079,432	$ 4,027,098	$ 3,831,060	$ 3,788,974	$ 3,961,923	$ 3,964,435	$ 3,934,382	$ 4,580,664
Interest	13,051,394	13,574,596	14,020,741	14,519,133	14,994,765	15,432,954	15,856,267	16,427,054	17,604,104	17,751,173
Differences between expected and actual experience	-	(747,303)	264,387	1,300,649	(114,972)	2,127,992	2,409,511	(808,663)	(4,908,939)	4,390,987
Changes in assumptions	-	-	-	(1,332,150)	-	6,306,405	-	8,249,072	-	-
Benefit Payments, including refunds of employee contributions	(9,473,141)	(10,023,655)	(11,063,812)	(11,425,531)	(12,014,444)	(12,468,334)	(13,083,421)	(13,991,919)	(14,113,284)	(15,194,069)
Refunds of contributions	(469,524)	(465,012)	(482,631)	(358,994)	(461,154)	(419,254)	(467,858)	-	(551,790)	(334,923)
			-	-	-					
Net change in total pension liability	7,749,574	6,893,577 0	7,300,748	7,089,199	6,696,409	14,768,737	8,676,422	13,839,979	1,964,473	11,193,832
Total pension liability - beginning	191,185,052	198,934,626	205,828,203	213,128,951	220,218,150	226,914,559	241,683,296	250,359,718	264,199,697	266,164,170
Total pension liability - ending (a)	$ 198,934,626	$ 205,828,203	$ 213,128,951	$ 220,218,150	$ 226,914,559	$ 241,683,296	$ 250,359,718	$ 264,199,697	$ 266,164,170	$ 277,358,002
Plan Fiduciary Net Position										
Contributions - employer	$ 3,646,317	$ 3,739,486	$ 3,876,348	$ 2,959,847	$ 2,967,419	$ 2,880,916	$ 2,906,100	$ 3,376,047	$ 3,605,284	$ 4,068,854
Contributions - employee	2,000,972	2,041,468	2,113,676	2,124,981	2,121,653	2,161,296	2,209,656	2,129,012	2,294,774	2,670,800
Net investment income	25,850,848	8,507,018	3,214,427	22,825,346	15,092,474	14,049,158	4,171,983	58,169,277	(176,724)	16,335,735
Benefit Payments, including refunds of employee contributions	(9,003,617)	(9,558,643)	(10,581,181)	(11,066,537)	(11,553,290)	(12,468,334)	(13,083,421)	(13,601,312)	(14,113,284)	(15,194,069)
Refunds of contributions	(469,524)	(465,012)	(482,631)	(358,994)	(461,154)	(419,254)	(467,858)	(390,607)	(551,790)	(334,923)
Administrative expenses	(141,126)	(118,985)	(120,635)	(135,200)	(133,315)	(143,574)	(145,905)	(148,821)	(166,678)	(165,884)
Other	1,363	(1,792)	(1,394)	(20,191)	(13,321)	(8,810)	(4,932)	(312)	5,868	2,486
Net change in plan fiduciary net position	21,885,233	4,143,540	(1,981,390)	16,329,252	8,020,466	6,051,398	(4,414,377)	49,533,284	(9,102,550)	7,382,999
Plan fiduciary net position - beginning	166,226,515	188,111,748	192,255,288	190,273,898	206,603,150	214,623,616	220,675,014	216,260,637	265,793,921	256,691,371
Plan fiduciary net position - ending (b)	$ 188,111,748	$ 192,255,288	$ 190,273,898	$ 206,603,150	$ 214,623,616	$ 220,675,014	$ 216,260,637	$ 265,793,921	$ 256,691,371	$ 264,074,370
Net pension liability/(asset) - ending	$ 10,822,878	$ 13,572,915	$ 22,855,053	$ 13,615,000	$ 12,290,943	$ 21,008,282	$ 34,099,081	$ (1,594,224)	$ 9,472,799	$ 13,283,632
Plan fiduciary net position as a percentage of total pension liability	94.56%	93.41%	89.28%	93.82%	94.58%	91.31%	86.38%	100.60%	96.44%	95.21%
Covered payroll	$ 40,017,176	$ 40,970,605	$ 42,344,732	$ 42,112,697	$ 42,303,998	$ 42,872,651	$ 43,518,726	$ 43,346,298	$ 45,137,761	$ 51,427,059
Net pension liability/(asset) as a percentage of covered payroll	27.05%	33.13%	53.97%	32.33%	29.05%	49.00%	78.35%	(3.68)%	20.99%	25.83%

**Schedule is intended to show information for 10 years. Additional years will be included as they become available.*

CITY OF VIRGINIA BEACH, VIRGINIA

SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS

Date	Contractually Required Contribution (1)	Contributions in Relation to Contractually Required Contributions (2)	Contribution Deficiency (Excess) (3)	Employer's Covered Payroll (4)	Contributions as a % of Covered Payroll (5)
		City			
June 30, 2015	$ 48,703,360	$ 48,703,360	$ -	$ 299,462,518	16.26%
June 30, 2016	49,847,919	49,847,919	-	305,412,468	16.32%
June 30, 2017	43,919,386	43,919,386	-	317,193,072	13.85%
June 30, 2018	44,501,507	44,501,507	-	328,337,502	13.55%
June 30, 2019	47,366,085	47,366,085	-	333,558,319	14.20%
June 30, 2020	48,251,362	48,251,362	-	342,477,093	14.08%
June 30, 2021	52,803,308	52,803,308	-	335,108,903	15.76%
June 30, 2022	54,759,166	54,759,166	-	347,939,147	15.74%
June 30, 2023	67,629,663	67,629,663	-	384,216,743	18.25%
June 30, 2024	72,565,286	72,565,286	-	414,294,585	18.25%
		School Board Non Professional			
June 30, 2015	$ 3,732,422	$ 3,732,422	$ -	$ 40,970,605	9.11%
June 30, 2016	3,857,605	3,857,605	-	42,344,732	9.11%
June 30, 2017	2,956,311	2,956,311	-	42,112,697	7.02%
June 30, 2018	2,969,741	2,969,741	-	42,303,998	7.02%
June 30, 2019	2,885,329	2,885,329	-	42,872,651	6.73%
June 30, 2020	2,928,810	2,928,810	-	43,518,726	6.73%
June 30, 2021	3,404,642	3,404,642	-	42,346,298	8.04%
June 30, 2022	3,629,076	3,629,076	-	45,137,761	8.04%
June 30, 2023	4,109,022	4,109,022		51,427,059	7.99%
June 30, 2024	4,494,351	4,494,351	-	56,249,704	7.99%
		School Board Professional / Teacher			
June 30, 2015	$ 55,858,551	$ 55,858,551	$ -	$ 385,231,385	14.50%
June 30, 2016	54,463,409	54,463,409	-	387,364,218	14.06%
June 30, 2017	57,698,763	57,698,763	-	393,579,555	14.66%
June 30, 2018	65,402,518	65,402,518	-	400,750,722	16.32%
June 30, 2019	63,710,358	63,710,358	-	406,316,058	15.68%
June 30, 2020	65,059,491	65,059,491	-	414,920,223	15.68%
June 30, 2021	67,989,422	67,989,422	-	409,081,963	16.62%
June 30, 2022	70,274,556	70,274,556	-	422,831,265	16.62%
June 30, 2023	73,202,797	73,202,797	-	440,450,043	16.62%
June 30, 2024	80,073,655	80,073,655		481,790,947	16.62%

Schedule is intended to show information for 10 years. Since 2015 is the first year of this presentation, not all data is 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, 2022, valuation were based on the results of an actuarial experience study for the period from July 1, 2016, through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2021. Changes to the actuarial assumptions as a result of the expereince study and VRS Board action are as follows:

Largest 10 – Non-LEOS:
- Update 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
- Adjusted withdrawal rates to better fit experience at each year age and service through 9 years of service
- No change to disability rate
- No change to salary scale
- No change to line of duty
- No change to discount rate

All Others (Non 10 Largest) – Non-LEOS:
- 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
- Adjusted withdrawal rates to better fit experience at each year age and service through 9 years of service
- No change to disability rate
- No change to salary scale
- No change to line of duty
- No change to discount rate

Largest 10 –LEOS:
- Update mortaility rates to PUB2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
- Adjusted retirement rates to better fit experience and changed final retirement age from 65 to 70
- No change to disability rate
- No change to salary scale
- No change to line of duty
- No change to discount rate

All Others (Non 10 Largest) – LEOS:
- Updated mortality rates to a more current mortality table - RP 2014 projected to 2020
- Increased retirement 50 rates, and lowered rates at older ages
- Adjusted withdrawal rates to better fit experience at each year age and service through 9 years of service
- Decreased line of duty rate from 60% to 45%
- Decreased discount rate from 7.00% to 6.75%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY

	School Board Professional / Teacher				
Date	Employer's Proportion of the Net Pension Liability (a)	Employer's Proportionate Share of the Net Pension Liability (b)	Employer's Covered Payroll (c)	Employer's Proportionate Share of the NPL as a % of its Covered Payroll (d)	Plan Fiduciary Net Position as a % of the Total Pension Liability (e)
June 30, 2015	5.19364%	$ 653,690,000	$ 385,231,385	169.69%	70.68%
June 30, 2016	5.12286%	717,924,000	387,364,218	185.34%	68.28%
June 30, 2017	5.08685%	625,579,000	393,579,555	158.95%	72.92%
June 30, 2018	5.07577%	596,910,000	400,750,722	148.95%	74.81%
June 30, 2019	4.99839%	657,816,528	406,316,058	161.90%	73.51%
June 30, 2020	4.91130%	714,726,039	414,952,023	172.26%	71.47%
June 30, 2021	4.83003%	374,959,932	409,081,963	91.66%	85.46%
June 30, 2022	4.75530%	452,733,028	422,831,262	107.07%	82.61%
June 30, 2023	4.66432%	471,432,374	440,450,043	107.03%	82.45%

**Schedule is intended to show information for 10 years. Additional years will be included as they become available.*
The amounts presented have a measurement date of the prior fiscal year-end.

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY AND RELATED RATIOS

	City							
	FY 2017	**FY 2018**	**FY 2019**	**FY 2020**	**FY 2021**	**FY 2022**	**FY 2023**	**FY 2024**
Total OPEB Liability								
Service Cost	$ 2,092,692	$ 1,452,138	$ 2,038,460	$ 2,124,026	$ 1,568,824	$ 1,741,329	$ 1,788,393	$ 1,364,439
Interest	5,784,254	5,558,785	6,656,348	6,702,911	5,331,978	5,305,431	5,770,588	5,918,600
Economic/Demographic Gains or Losses	-	(3,737,558)	-	-	-	7,501,875	-	(6,434,500)
Assumption Changes	-	15,718,896	3,781,224	(19,288,032)	-	271,399	2,718,654	(2,332,675)
Benefit Payments	(6,074,717)	(7,387,237)	(7,894,660)	(7,013,877)	(7,269,625)	(7,700,578)	(7,721,459)	(7,427,056)
Net change in total OPEB liability	1,802,229	11,605,024	4,581,372	(17,474,972)	(368,823)	7,119,456	2,556,176	(8,911,192)
Total OPEB liability - beginning	83,525,542	85,327,774	96,932,798	101,514,170	84,039,198	83,670,375	90,789,831	93,346,007
Total OPEB liability - ending (a)	$ 85,327,771	$ 96,932,798	$ 101,514,170	$ 84,039,198	$ 83,670,375	$ 90,789,831	$ 93,346,007	$ 84,434,815
Plan Fiduciary Net Position								
Employer Contributions	$ 6,074,717	$ 7,387,237	$ 7,894,660	$ 7,013,877	$ 7,269,625	$ 7,700,578	$ 7,721,459	$ 7,427,056
Benefit Payments	(6,074,717)	(7,387,237)	(7,894,660)	(7,013,877)	(7,269,625)	(7,700,578)	(7,721,459)	(7,427,056)
Net Investment Income (Loss)	4,405,718	3,693,879	1,942,585	1,349,790	13,666,374	(5,452,397)	4,085,103	5,462,822
Administrative Expenses	(34,423)	(35,921)	(36,956)	(37,255)	(38,953)	(41,727)	(37,354)	(37,738)
Net change in plan fiduciary net position	4,371,295	3,657,958	1,905,629	1,312,535	13,627,421	(5,494,124)	4,047,749	5,425,084
Plan fiduciary net position - beginning	34,212,904	38,584,199	42,242,157	44,147,786	45,460,321	59,087,742	53,593,618	57,641,367
Plan fiduciary net position - ending (b)	$ 38,584,199	$ 42,242,157	$ 44,147,786	$ 45,460,321	$ 59,087,742	$ 53,593,618	$ 57,641,367	$ 63,066,451
Political subdivisions's net OPEB liability, ending (a) - (b)	$ 46,743,572	$ 54,690,641	$ 57,366,384	$ 38,578,877	$ 24,582,633	$ 37,196,213	$ 35,704,640	$ 21,368,364
Fiduciary net position as a percentage of the total OPEB liability	45.22%	43.58%	43.49%	54.09%	70.62%	59.03%	61.75%	74.69%
Covered Payroll	$ 306,050,000	$ 327,257,500	$ 327,257,500	$ 340,412,201	$ 340,412,201	$ 345,125,935	$ 345,125,935	$ 414,452,722
City's OPEB liabilty as a percentage of covered payroll	15.27%	16.71%	17.53%	11.33%	7.22%	10.78%	10.35%	5.16%
Net Money-Weighted Rate of Return	12.89%	9.58%	4.60%	3.06%	30.08%	-9.23%	7.63%	9.48%

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 middle 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.

** Schedules are intended to show information for 10 years. The first year for this presentation is 2017; additional years will be included as they become available*

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB LIABILITY AND RELATED RATIOS

	School Board							
	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Total OPEB Liability								
Service Cost	$ 1,529,672	$ 1,239,627	$ 2,429,766	$ 2,566,620	$ 1,934,661	$ 2,049,213	$ 2,072,937	$ 1,399,597
Interest	4,928,893	5,027,382	6,508,729	6,616,759	5,305,457	5,360,537	5,812,560	6,870,091
Economic/Demographic Gains or Losses	-	1,400,273	-	2,340,909	-	7,289,849	13,394,219	(11,286,206)
Assumption Changes	-	20,370,070	3,705,597	(22,674,032)	-	(584,251)	3,487,727	16,251,080
Benefit Payments	(5,661,710)	(6,679,101)	(6,650,666)	(5,945,243)	(6,160,668)	(6,864,988)	(7,514,976)	(8,143,732)
Net change in total OPEB liability	796,855	21,358,251	5,993,426	(17,094,987)	1,079,450	7,250,360	17,252,467	5,090,830
Total OPEB liability - beginning	71,666,051	72,462,906	93,821,157	99,814,583	82,719,596	83,799,046	91,049,406	108,301,873
Total OPEB liability - ending (a)	$ 72,462,906	$ 93,821,157	$ 99,814,583	$ 82,719,596	$ 83,799,046	$ 91,049,406	$ 108,301,873	$ 113,392,703
Plan Fiduciary Net Position								
Employer Contributions	$ 5,661,710	$ 7,369,401	$ 6,650,666	$ 6,950,743	$ 6,160,668	$ 6,864,988	$ 7,514,976	$ 8,143,732
Benefit Payments	(5,661,710)	(6,679,101)	(6,650,666)	(5,945,243)	(6,160,668)	(6,864,988)	(7,514,976)	(8,143,732)
Net Investment Income (Loss)	3,098,316	2,597,704	1,397,854	997,100	10,143,922	(4,047,045)	3,032,165	4,054,762
Administrative Expenses	(24,357)	(25,409)	(26,592)	(27,508)	(29,042)	(31,102)	(27,865)	(28,130)
Net change in plan fiduciary net position	3,073,959	3,262,595	1,371,262	1,975,092	10,114,880	(4,078,147)	3,004,300	4,026,632
Plan fiduciary net position - beginning	24,060,265	27,134,224	30,396,819	31,768,081	33,743,173	43,858,053	39,779,906	42,784,206
Plan fiduciary net position - ending (b)	$ 27,134,224	$ 30,396,819	$ 31,768,081	$ 33,743,173	$ 43,858,053	$ 39,779,906	$ 42,784,206	$ 46,810,838
Political subdivision's net OPEB liability, ending (a) - (b)	$ 45,328,682	$ 63,424,338	$ 68,046,502	$ 48,976,423	$ 39,940,993	$ 51,269,500	$ 65,517,667	$ 66,581,865
Fiduciary net position as a percentage of the total OPEB liability	37.45%	32.40%	31.83%	40.79%	52.34%	43.69%	39.50%	41.28%
Covered Payroll	$ 426,884,300	$ 444,517,100	$ 444,517,100	$ 466,464,228	$ 466,464,228	$ 481,013,873	$ 481,013,873	$ 563,813,011
School Board's OPEB liability as a percentage of covered payroll	10.62%	14.27%	15.31%	10.50%	8.56%	10.66%	13.62%	11.81%
Net Money-Weighted Rate of Return	12.89%	9.56%	4.60%	3.04%	30.08%	-9.23%	7.63%	9.48%

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 middle 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.

** Schedules are intended to show information for 10 years. The first year for this presentation is 2017; additional years will be included as they become available*

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB ANNUAL CONTRIBUTIONS

City

Fiscal Year Ending June 30	Actuarially Determined Contributions	Actual Employer Contribution 1	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percent of Covered Payroll
2015	$ 7,259,200	$ 7,259,200	$ -	$ 290,297,000	2.50%
2016	5,186,400	5,998,200	(811,800)	306,050,000	1.96%
2017	5,296,700	6,074,700	(778,000)	306,050,000	1.98%
2018	6,296,000	7,387,237	(1,091,237)	327,257,500	2.26%
2019	6,405,600	7,894,660	(1,489,060)	327,257,500	2.41%
2020	4,571,500	7,013,877	(2,442,377)	340,412,201	2.06%
2021	4,657,600	7,269,625	(2,612,025)	340,412,201	2.14%
2022	4,710,600	7,700,578	(2,989,978)	345,125,935	2.23%
2023	4,694,600	7,721,459	(3,026,859)	345,125,935	2.24%
2024	3,285,200	7,427,056	(4,141,856)	414,452,722	1.79%

School Board

Fiscal Year Ending June 30	Actuarially Determined Contributions	Actual Employer Contribution 1	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percent of Covered Payroll
2015	$ 5,832,200	$ 5,832,200	$ -	$ 421,065,100	1.39%
2016	4,462,800	5,748,000	(1,285,200)	426,884,300	1.35%
2017	4,542,400	5,661,700	(1,119,300)	426,884,300	1.33%
2018	7,369,400	7,369,400	-	444,517,100	1.66%
2019	7,656,200	6,650,666	1,005,534	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%

1 Employer contributions include trust contributions and explicit subsidy payments provided directly to retirees from the City and School Board own resources. They also include estimated implicit subsidy payments for retirees from the City and School Board own resources

Valuation Timing	Actuarial valuations for OPEB funding purposes are performed biennially as of January 1. The most recent valuation was perfomred as of January 1, 2024.
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar
Amortization Period	22 Years Remaining as of January 1, 2024
Asset Valuation Method	5-year asset smoothing
Inflation	2.50%
Salary Increases	Please see 01/01/2024 OPEB valuation report
Discount Rate	6.50%
Healthcare Trend Rates	Please see 01/01/2024 OPEB valuation report

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER'S SHARE OF THE NET OPEB LIABILITY

For Measurement Dates	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
City:							
Group Life Insurance (GLI)							
Employer's Portion of the Net GLI OPEB Liability	1.63747%	1.60834%	1.62909%	1.66934%	1.70784%	1.72678%	1.71960%
Employers Proportionate Share of the Net GLI OPEB Liability	$ 19,638,398	$ 19,365,964	$ 18,967,028	$ 27,858,552	$ 27,791,102	$ 26,225,000	$ 25,877,000
Employer's Covered Payroll	$ 399,845,259	$ 349,853,870	$ 336,346,740	$ 343,539,339	$ 334,796,183	$ 328,337,502	$ 317,193,072
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	4.91%	5.54%	5.64%	8.11%	8.30%	7.99%	8.16%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	69.30%	67.21%	67.45%	54.00%	52.00%	51.22%	48.86%
Line of Duty Act (LODA)							
Employer's Portion of the Net LODA OPEB Liability	9.38453%	9.78701%	9.98391%	9.91526%	10.27005%	10.29832%	9.48107%
Employers Proportionate Share of the Net LODA OPEB Liability	$ 37,622,505	$ 37,039,469	$ 44,028,199	$ 41,526,639	$ 36,847,507	$ 32,288,000	$ 24,916,000
Employer's Covered Employee Payroll	$ 111,262,625	$ 107,833,520	$ 107,799,200	$ 109,959,120	$ 110,370,707	$ 110,808,888	$ 103,532,167
Employer's Proportionate Share of the Net LODA OPEB Liability as a Percentage of its Covered Payroll	33.81%	34.35%	40.84%	37.77%	33.39%	29.14%	24.07%
Plan Fiduciary Net Position as a Percentage of the Total LODA OPEB Liability	1.31%	1.87%	1.68%	1.02%	0.79%	0.60%	1.30%
Virginia Local Disability Program (VLDP) - Political Subdivision							
Employer's Portion of the Net VLDP OPEB Liability	18.46936%	19.14947%	19.71247%	19.99173%	19.66871%	19.35404%	18.65503%
Employers Proportionate Share of the Net VLDP OPEB Liability/(Asset)	$ (297,171)	$ (112,589)	$ (199,534)	$ 657,261	$ 398,444	$ 156,000	$ 100,000
Employer's Covered Payroll	$ 101,528,389	$ 89,713,494	$ 79,188,866	$ 74,495,268	$ 60,780,141	$ 46,992,859	$ 34,255,962
Employer's Proportionate Share of the Net VLDP OPEB Liability/(Asset) as a Percentage of its Covered Payroll	-0.29%	-0.13%	-0.25%	0.88%	0.66%	0.33%	0.29%
Plan Fiduciary Net Position as a Percentage of the Total VLDP OPEB Liability	116.89%	107.99%	119.59%	76.84%	49.19%	51.39%	38.40%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER'S SHARE OF THE NET OPEB LIABILITY

For Measurement Dates	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
School Board:							
Group Life Insurance (GLI)							
Employer's Portion of the Net GLI OPEB Liability	2.21803%	2.26333%	2.29054%	2.32010%	2.36880%	2.39294%	2.41666%
Employers Proportionate Share of the Net GLI OPEB Liability	$ 26,601,132	$ 27,252,676	$ 26,668,100	$ 38,718,670	$ 38,546,680	$ 36,342,000	$ 36,367,000
Employer's Covered Payroll	$ 522,464,617	$ 492,331,588	$ 472,910,695	$ 477,484,009	$ 464,367,468	$ 455,011,974	$ 435,693,000
Employer's Proportionate Share of the Net GLI OPEB Liability as a Percentage of its Covered Payroll	5.09%	5.54%	5.63%	8.11%	8.30%	7.99%	8.35%
Plan Fiduciary Net Position as a Percentage of the Total GLI OPEB Liability	69.30%	67.21%	67.45%	52.64%	52.00%	51.22%	48.86%
Health Insurance Credit (HIC)							
Employer's Portion of the Net HIC OPEB Liability	4.64345%	4.73288%	4.80573%	4.87922%	4.96761%	5.04954%	5.06312%
Employers Proportionate Share of the Net HIC OPEB Liability	$ 56,251,561	$ 59,115,873	$ 61,684,868	$ 63,650,230	$ 65,030,846	$ 64,113,000	$ 64,231,000
Employer's Covered Payroll	$ 463,002,968	$ 441,111,818	$ 425,016,085	$ 427,749,309	$ 416,667,852	$ 408,375,692	$ 393,580,000
Employer's Proportionate Share of the Net HIC OPEB Liability as a Percentage of its Covered Payroll	12.15%	13.40%	14.51%	14.88%	15.61%	15.70%	16.32%
Plan Fiduciary Net Position as a Percentage of the Total HIC OPEB Liability	17.09%	15.08%	13.15%	9.95%	8.97%	8.08%	7.04%
Virginia Local Disability Program (VLDP) - Political Subdivision							
Employer's Portion of the Net VLDP OPEB Liability	4.61706%	4.44580%	4.35422%	4.54891%	4.62460%	4.93874%	5.20662%
Employers Proportionate Share of the Net VLDP OPEB Liability/(Asset)	$ (74,288)	$ (26,139)	$ (44,077)	$ 45,409	$ 93,686	$ 38,000	$ 30,000
Employer's Covered Payroll	$ 28,259,774	$ 20,828,092	$ 17,491,581	$ 16,950,791	$ 14,290,947	$ 11,991,585	$ 9,515,500
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	-0.26%	-0.13%	-0.25%	0.27%	0.66%	0.32%	0.31%
Plan Fiduciary Net Position as a Percentage of the Total VLDP OPEB Liability	116.89%	107.99%	119.64%	78.28%	49.19%	51.39%	38.40%
Virginia Local Disability Program (VLDP) - Teachers							
Employer's Portion of the Net VLDP OPEB Liability	17.73122%	17.43607%	17.50814%	17.32958%	16.94127%	16.82241%	16.44512%
Employers Proportionate Share of the Net VLDP OPEB Liability/(Asset)	$ 117,722	$ (19,604)	$ (123,258)	$ 139,032	$ 98,486	$ 127,000	$ 98,000
Employer's Covered Payroll	$ 165,580,452	$ 140,335,596	$ 117,813,537	$ 102,504,393	$ 81,239,317	$ 62,725,531	$ 49,489,310
Employer's Proportionate Share of the Net VLDP OPEB Liability as a Percentage of its Covered Payroll	0.07%	-0.01%	-0.10%	0.14%	0.12%	0.20%	0.21%
Plan Fiduciary Net Position as a Percentage of the Total VLDP OPEB Liability	93.77%	101.57%	114.41%	78.28%	74.12%	46.18%	31.96%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB GROUP LIFE INSURANCE ANNUAL CONTRIBUTIONS

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
Primary Government					
2015	$ 1,587,151	$ 1,437,420	$ 149,731	$ 299,462,518	0.48%
2016	1,618,686	1,465,980	152,706	305,412,468	0.48%
2017	1,649,404	1,649,404	-	317,193,072	0.52%
2018	1,707,355	1,707,355	-	328,337,502	0.52%
2019	1,740,935	1,740,935	-	334,796,183	0.52%
2020	1,786,400	1,786,400	-	343,539,339	0.52%
2021	1,816,271	1,816,271	-	336,346,740	0.54%
2022	1,821,273	1,821,273	-	349,853,870	0.52%
2023	1,889,213	1,889,213	-	385,711,031	0.49%
2024	2,082,846	2,082,846	-	416,091,553	0.50%
School Board - Nonprofessional					
2015	$ 221,058	$ 200,204	$ 20,854	$ 41,709,123	0.48%
2016	231,831	209,960	21,871	43,741,730	0.48%
2017	230,517	230,517	-	44,330,131	0.52%
2018	234,625	234,625	-	45,120,109	0.52%
2019	242,000	242,000	-	46,160,454	0.52%
2020	250,065	250,065	-	47,915,825	0.52%
2021	251,112	251,112	-	46,503,477	0.54%
2022	268,726	268,726	-	49,796,398	0.54%
2023	312,721	312,721	-	57,910,661	0.54%
2024	347,170	347,170	-	64,290,045	0.54%
School Board - Teachers					
2015	$ 2,053,604	$ 1,859,868	$ 193,736	$ 387,472,533	0.48%
2016	2,079,432	1,883,259	196,173	392,345,632	0.48%
2017	2,087,447	2,087,447	-	401,432,134	0.52%
2018	2,131,438	2,131,438	-	409,891,865	0.52%
2019	2,190,000	2,190,000	-	418,203,923	0.52%
2020	2,257,910	2,257,910	-	429,568,184	0.53%
2021	2,302,569	2,302,569	-	426,407,218	0.54%
2022	2,368,914	2,368,914	-	442,535,190	0.54%
2023	2,509,214	2,509,214	-	464,553,956	0.54%
2024	2,752,572	2,752,572	-	509,198,060	0.54%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB LINE OF DUTY ANNUAL CONTRIBUTIONS

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Payroll
Primary Government					
2013	$ 849,069	$ 849,069	$ -	$ 90,935,125	0.93%
2014	984,695	984,695	-	91,967,153	1.07%
2015	957,130	957,130	-	94,604,103	1.01%
2016	968,155	968,155	-	96,868,601	1.00%
2017	1,022,399	1,022,399	-	103,532,167	0.99%
2018	1,097,008	1,097,008	-	110,808,888	0.99%
2019	1,368,198	1,368,198	-	110,370,707	1.24%
2020	1,347,490	1,347,490	-	108,668,548	1.24%
2021	1,374,547	1,374,547	-	109,963,764	1.25%
2022	1,347,919	1,347,919	-	107,833,520	1.25%
2023	1,245,381	1,245,381	-	111,262,625	1.12%
2024	1,538,613	1,538,613	-	126,115,779	1.22%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB VIRGINIA LOCAL DISABILITY PROGRAM ANNUAL CONTRIBUTIONS

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
Primary Government					
2015	$ 68,668	$ 68,668	$ -	$ 11,444,652	0.60%
2016	137,137	137,137	-	22,856,172	0.60%
2017	205,536	205,536	-	34,255,962	0.60%
2018	281,957	281,957	-	46,992,859	0.60%
2019	437,618	437,618	-	60,780,141	0.72%
2020	536,372	536,372	-	74,495,268	0.72%
2021	657,963	657,963	-	79,188,866	0.83%
2022	744,614	744,614	-	89,713,494	0.83%
2023	960,891	960,891	-	113,046,211	0.85%
2024	1,145,331	1,145,331	-	134,744,338	0.85%
School Board - Nonprofessional					
2015	$ 18,242	$ 18,242	$ -	$ 3,040,304	0.60%
2016	40,146	40,146	-	6,691,000	0.60%
2017	57,365	57,365	-	9,560,850	0.60%
2018	71,950	71,950	-	11,991,585	0.60%
2019	102,908	102,908	-	14,290,947	0.72%
2020	122,065	122,065	-	16,950,791	0.72%
2021	145,229	145,229	-	17,491,581	0.83%
2022	172,623	172,623	-	20,828,092	0.83%
2023	240,208	240,208	-	28,259,774	0.85%
2024	298,601	298,601	-	35,129,142	0.85%
School Board - Teachers					
2015	$ 14,772	$ 14,772	$ -	$ 15,383,610	0.10%
2016	80,152	80,152	-	27,638,756	0.29%
2017	143,865	143,865	-	46,408,200	0.31%
2018	194,449	194,449	-	62,725,531	0.31%
2019	333,000	333,000	-	81,239,317	0.41%
2020	423,008	423,008	-	102,504,393	0.41%
2021	553,806	553,806	-	117,813,537	0.47%
2022	659,550	659,550	-	140,335,596	0.47%
2023	778,254	778,254	-	165,580,452	0.47%
2024	913,923	913,923	-	194,019,780	0.47%

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB HEALTH INSURANCE CREDIT PROGRAM ANNUAL CONTRIBUTIONS

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
School Board - Nonprofessional					
2014	N/A**	N/A**	N/A**	N/A**	N/A**
2015	N/A**	N/A**	N/A**	N/A**	N/A**
2016	N/A**	N/A**	N/A**	N/A**	N/A**
2017	N/A**	N/A**	N/A**	N/A**	N/A**
2018	N/A**	N/A**	N/A**	N/A**	N/A**
2019	N/A**	N/A**	N/A**	N/A**	N/A**
2020	N/A**	N/A**	N/A**	N/A**	N/A**
2021	$ 400,904	$ 400,904	$ -	$ 46,081,028	0.87%
2022	430,973	430,973	-	49,466,229	0.87%
2023	588,631	588,631	-	57,416,545	1.03%
2024	650,062	650,062	-	63,738,321	1.02%
School Board - Teachers					
2014	$ 4,417,613	$ 4,191,068	$ 226,545	$ 377,573,722	1.11%
2015	4,556,498	4,093,125	463,373	386,143,862	1.06%
2016	4,609,056	4,140,339	468,717	390,598,006	1.06%
2017	4,914,862	4,435,363	479,499	399,582,254	1.11%
2018	5,023,021	5,023,021	-	408,375,692	1.23%
2019	4,997,000	4,997,000	-	416,667,852	1.20%
2020	5,148,298	5,148,298	-	427,749,309	1.20%
2021	5,143,628	5,143,628	-	425,016,085	1.21%
2022	5,398,393	5,398,393	-	441,111,818	1.22%
2023	5,603,990	5,603,990	-	463,002,968	1.21%
2024	6,150,231	6,150,231	-	507,674,183	1.21%

** FY 2021 was the first year for the Health Insurance Credit Program for School Board Nonprofessional.

Detailed information about the individual Cost sharing OPEB plans are available in the seperately issued VRS 2023 Annual Comprehensive Annual Financial Report (ACFR). A copy of the VRS ACFR may be downloaded from the VRS website at https://www.varetire.org/media/shared/pdf/publications/2023-annual-report.pdf, or by writing to the System's Chief Financial Officer at PO Box 2500, Richmond, VA, 23218-2500.

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULES OF REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OPEB HEALTH INSURANCE CREDIT PROGRAM ANNUAL CONTRIBUTIONS
(POLITICAL SUBDIVISION)

	6/30/2023	6/30/2022	6/30/2021	6/30/2020
Total HIC OPEB Liability				
Service Cost	$ 43,751	$ 58,118	$ 63,751	$ -
Interest on Total OPEB Liability	429,451	390,927	354,375	-
Changes Of Benefit Terms	-	-	-	5,249,993
Difference between actual and expected experience	(2,817,220)	(167,281)	-	-
Change in Assumptions	-	475,946	149,910	-
Benefit Payments	(175,968)	(169,274)	-	-
Net Change in Total HIC OPEB Liability	(2,519,986)	588,436	568,036	5,249,993
Total HIC OPEB Liability, Beginning	6,406,465	5,818,029	5,249,993	-
Total HIC OPEB Liability, Ending (a)	$ 3,886,479	$ 6,406,465	$ 5,818,029	$ 5,249,993
Fiduciary Net Position				
Employer Contributions	$ 585,631	$ 430,973	$ 400,904	$ -
Net Investment Income	62,476	(5,734)	47,594	-
Benefit Payments	(175,968)	(169,274)	-	-
Administrative Expenses	(1,676)	(1,280)	(1,754)	-
Other	235	4,151	-	-
Net Change in Fiduciary Net Position	470,698	258,836	446,744	-
Fiduciary Net Position, Beginning	705,580	446,744	-	-
Fiduciary Net Position, Ending (b)	$ 1,176,278	$ 705,580	$ 446,744	$ -
Net HIC OPEB Liability, Ending (a) - (b)	$ 2,710,201	$ 5,700,885	$ 5,371,285	$ 5,249,993
Net HIC OPEB Liability, Ending (a) - (b)	$ 2,710,201	$ 5,700,885	$ 5,371,285	$ 5,249,993

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.



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NONMAJOR
GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - are used to account for the proceeds of specific revenue sources (other than capital projects) which are legally restricted to be expended for specific purposes.

Debt Service Fund - is used to account for the financial resources for, and the payment of, general long-term debt principal, interest, and related costs.

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash and Investments	$ 151,539,677	$ 888,287	$ 152,427,964
Cash and Investments - Restricted	184,587	28,415,024	28,599,611
Receivables (net of allowance for uncollectibles, where applicable):			
Accounts	244,475	-	244,475
Leases	1,437,247	-	1,437,247
Loans	4,650,639	-	4,650,639
Due from:			
Commonwealth	3,586,297	-	3,586,297
Federal Government	1,904,156	-	1,904,156
Inventories	755,003	-	755,003
Total Assets	164,302,081	29,303,311	193,605,392
LIABILITIES			
Vouchers and Accounts Payable	5,932,047	-	5,932,047
Due to Other Funds	6,827,449	-	6,827,449
Due to Other Governments	1,080	-	1,080
Intergovernmental Payables	11,300	-	11,300
Unearned Revenues	983,523	-	983,523
Total Liabilities	13,755,399	-	13,755,399
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows from Leases	1,648,627	-	1,648,627
Total Deferred Inflows of Resources	1,648,627	-	1,648,627
FUND BALANCES			
Nonspendable Inventories	755,003	-	755,003
Restricted for:			
Debt Service	-	29,303,311	29,303,311
General Government	8,151,487	-	8,151,487
Housing and Community Development	11,781,488	-	11,781,488
Judicial	318,109	-	318,109
Public Safety	3,417,073	-	3,417,073
Special Service District	8,330,242	-	8,330,242
Committed to:			
Agriculture	23,385,341	-	23,385,341
Convention and Visitor Development	59,328,948	-	59,328,948
Judicial	284,654	-	284,654
Parks and Recreation	22,494,224	-	22,494,224
Public Safety	12,290	-	12,290
Tax Increment Financing	12,899,342	-	12,899,342
Assigned to:			
Convention and Visitor Development	1,704,385	-	1,704,385
Special Service District	710,010	-	710,010
Unassigned	(4,674,541)	-	(4,674,541)
Total Fund Balances	148,898,055	29,303,311	178,201,366
Total Liabilities, Deferred Inflows and Fund Balances	$ 164,302,081	$ 29,303,311	$ 193,605,392

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES			
General Property Taxes - Real Estate	$ 45,348,579	$ -	$ 45,348,579
Other Local Taxes	85,038,176	-	85,038,176
Permits, Privilege Fees, and Regulatory Licenses	138,602	-	138,602
From Use of Money and Property	5,450,263	(161,802)	5,288,461
Charges for Services	15,374,348	-	15,374,348
Miscellaneous	3,025,124	-	3,025,124
From Commonwealth	32,759,548	-	32,759,548
From Federal Government	76,704,755	244,828	76,949,583
Total Revenues	263,839,395	83,026	263,922,421
EXPENDITURES			
Current Operating:			
Judicial	65,712,450	-	65,712,450
Police	1,816,402	-	1,816,402
Human Services	12,273,485	-	12,273,485
Public Works	9,722,552	-	9,722,552
Parks and Recreation	22,784,154	-	22,784,154
Library	216,132	-	216,132
Planning	11,101	-	11,101
Agriculture	282,218	-	282,218
Economic Development	3,012,314	-	3,012,314
Convention and Visitor Development	34,614,376	-	34,614,376
Cultural Affairs	903,833	-	903,833
Emergency Communications and Citizen Services	169,000	-	169,000
Fire	5,244,455	-	5,244,455
Housing and Neighborhood Preservation	35,833,384	-	35,833,384
General Government	3,676,096	-	3,676,096
Emergency Medical Services	1,977,264	-	1,977,264
Lease Payments	483,884	-	483,884
Subscription Payments	107,741	-	107,741
Debt Service:			
Principal Retirement	28,750,760	31,216,375	59,967,135
Interest and Fiscal Charges	8,476,093	15,432,064	23,908,157
Total Expenditures	236,067,694	46,648,439	282,716,133
Excess (Deficiency) of Revenues over (under) Expenditures	27,771,701	(46,565,413)	(18,793,712)
OTHER FINANCING SOURCES (USES)			
Transfers In	41,390,698	45,158,212	86,548,910
Transfers Out	(49,346,587)	(1,478,174)	(50,824,761)
Issuance of Refunded Debt	-	57,595,356	57,595,356
Premium on Bonds Sold	-	7,385,841	7,385,841
Payment to Refunding Bonds Escrow Agent	-	(63,074,756)	(63,074,756)
Total Other Financing Sources and (Uses)	(7,955,889)	45,586,479	37,630,590
Net Change in Fund Balance	19,815,812	(978,934)	18,836,878
Fund Balance at Beginning of Year	129,082,243	30,282,245	159,364,488
Fund Balance at End of Year	$ 148,898,055	$ 29,303,311	$ 178,201,366



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GENERAL FUND

GENERAL FUND

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

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF REVENUES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
General Property Taxes				
Real Estate	$ 697,809,753	$ 697,809,753	$ 694,633,233	$ (3,176,520)
Personal Property	149,340,613	149,340,613	148,748,851	(591,762)
Interest and Penalties on Personal Property	5,468,818	5,468,818	5,755,691	286,873
Interest and Penalties on Real Estate Taxes	3,548,989	3,548,989	3,658,743	109,754
Total General Property Taxes	856,168,173	856,168,173	852,796,518	(3,371,655)
Other Local Taxes				
General Sales	91,916,310	91,916,310	92,229,969	313,659
Utility	43,125,249	43,125,249	42,706,572	(418,677)
Business Licenses	58,742,554	58,742,554	62,099,209	3,356,655
Automobile Licenses	10,769,956	10,769,956	10,041,597	(728,359)
Bank Stock	4,673,001	4,673,001	4,264,945	(408,056)
City Tax on Deeds	11,129,106	11,129,106	7,898,238	(3,230,868)
City Tax on Wills	112,096	112,096	125,488	13,392
Cigarette	7,260,669	7,260,669	6,393,944	(866,725)
Amusement	-	-	26,896	26,896
Hotel Taxes	11,245,386	11,245,386	11,159,031	(86,355)
Restaurant Meals	58,729,025	58,729,025	59,910,592	1,181,567
Total Other Local Taxes	297,703,352	297,703,352	296,856,481	(846,871)
Permits, Privilege Fees, and Regulatory Licenses				
Police Permits and Licenses	481,500	481,500	472,805	(8,695)
Planning Permits and Licenses	5,559,822	5,559,822	6,400,227	840,405
Other Permits, Fees and Licenses	2,735,876	2,735,876	2,955,762	219,886
Public Works Fees	1,871	1,871	5,969	4,098
Court Fines and Forfeitures	1,474,301	1,474,301	1,918,689	444,388
Fire Permits	170,000	170,000	176,259	6,259
Total Permits, Privilege Fees, and Regulatory Licenses	10,423,370	10,423,370	11,929,711	1,506,341
From Use of Money and Property				
Revenue from Use of Money:				
Interest on Bank Deposits	4,422,310	4,392,310	21,939,796	17,547,486
Revenue from Use of Property:				
Farmers Market Fees	31,880	31,880	30,905	(975)
Photocopying Machines	100,134	100,134	54,132	(46,002)
Convention Center Rent	3,886,480	3,925,730	4,314,912	389,182
Lease of Land and Property	1,527,259	1,527,259	2,282,078	754,819
Total from Use of Money and Property	9,968,063	9,977,313	28,621,823	18,644,510
Charges For Services				
Court Costs	1,439,871	1,439,871	935,234	(504,637)
Police - False Alarm Fees	500,300	500,300	529,078	28,778
Fire Services	262,000	262,000	203,081	(58,919)
Animal Adoption Fees	28,200	28,200	17,364	(10,836)
Other Charges and Fees	10,848,091	10,872,366	11,588,054	715,688
Human Services	24,740,388	24,740,388	24,192,352	(548,036)
Aquarium and Historical Houses	11,789,825	11,789,825	14,196,630	2,406,805
Planning Maps, Publications, and Fees	316,580	316,580	322,879	6,299
Convention Center	193,800	193,800	281,885	88,085
Other Services Provided	985,050	985,050	987,928	2,878
Reimbursement - Freedom of Information Act Costs	42,400	42,400	103,066	60,666
Water and Sewer Direct Charges	10,064,080	10,164,080	10,048,852	(115,228)
Storm Water Direct Charges	1,875,844	1,875,844	1,328,500	(547,344)
Total Charges for Services	63,086,429	63,210,704	64,734,903	1,524,199

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF REVENUES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Miscellaneous Revenue				
Returned Check Processing Charges	73,000	73,000	69,804	(3,196)
Donations	1,275,666	1,355,781	1,187,536	(168,245)
City Treasurer Charges	1,845,197	1,845,197	1,959,644	114,447
Sale of Salvage Materials	1,006,000	2,148,237	1,501,847	(646,390)
Miscellaneous	4,932,207	4,932,207	4,665,757	(266,450)
Total Miscellaneous Revenue	9,132,070	10,354,422	9,384,588	(969,834)
From Commonwealth				
Rolling Stock Tax	22,823	22,823	6,895	(15,928)
Mobile Homes Sales Tax	-	-	38,029	38,029
Passenger Car Rental Tax	1,391,762	1,391,762	1,372,274	(19,488)
Reimbursement - Treasurer	808,920	808,920	899,415	90,495
Reimbursement - Commissioner of the Revenue	870,968	870,968	870,417	(551)
Reimbursement - General Registrar's Salary	162,497	172,183	135,576	(36,607)
Reimbursement - Clerk of Circuit Court	2,444,056	2,640,060	2,657,703	17,643
Reimbursement - Commonwealth's Attorney	3,348,113	3,710,521	3,530,436	(180,085)
Reimbursement - Health Department Automobile	18,015	18,015	11,865	(6,150)
Reimbursement - State Aid Law Enforcement	13,871,406	13,871,406	14,064,783	193,377
Personal Property Paid by Commonwealth	53,412,868	53,412,868	53,412,868	-
State Prisoner Transportation	350,000	350,000	127,209	(222,791)
Mental Health, Developmental Services and Substance Abuse	18,172,620	22,594,507	19,780,322	(2,814,185)
Juvenile Justice Block Grant	4,347,856	5,150,856	5,399,878	249,022
Maintenance of Roads	55,953,644	66,215,079	66,215,067	(12)
Public Assistance Grants	16,406,988	18,885,590	20,828,962	1,943,372
DMV Select Program	150,000	150,000	125,419	(24,581)
Virginia Commission For The Arts	4,500	4,500	4,500	-
Wireless E-911 Services Board	1,996,649	1,996,649	1,777,428	(219,221)
State Aid Library	289,176	341,207	341,331	124
Other State Revenues	767,511	1,367,019	1,209,961	(157,058)
Total From Commonwealth	174,790,372	193,974,933	192,810,338	(1,164,595)
From Federal Government				
Public Law 95-469 - Refuge Revenue Sharing Act	-	-	80,361	80,361
Indirect Costs - Social Services	927,906	927,906	2,661,988	1,734,082
SEVAMP Grant	165,000	165,000	149,769	(15,231)
Mental Health, Developmental Services and Substance Abuse	60,196	60,196	12,941	(47,255)
USDA Juvenile Detention	99,471	99,471	165,191	65,720
Public Assistance Grants	23,017,224	23,090,169	26,351,472	3,261,303
Federal Reimbursement of Interest	282,763	282,763	-	(282,763)
Total From Federal Government	24,552,560	24,625,505	29,421,722	4,796,217
TOTAL REVENUES	1,445,824,389	1,466,437,772	1,486,556,084	20,118,312
Other Financing Sources				
Transfers In	627,816	781,910	781,910	-
Use of Fund Balance	54,169,351	124,192,930	-	(124,192,930)
Premium on Bonds Sold	-	-	715,925	715,925
Capitalized Leases	-	-	34,537,972	34,537,972
Capitalized Subscriptions	-	-	1,803,910	1,803,910
Total Other Financing Sources	54,797,167	124,974,840	37,839,717	(87,135,123)
TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 1,500,621,556	$ 1,591,412,612	$ 1,524,395,801	$ (67,016,811)

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
City Manager				
Admin & Support	$ 2,881,876	$ 3,257,166	$ 2,956,615	$ 300,551
Office of Volunteer Resources	557,665	514,245	452,451	61,794
Total City Manager	3,439,541	3,771,411	3,409,066	362,345
Communications				
City Admin & Support	2,844,730	3,424,166	3,319,076	105,090
Total Communications	2,844,730	3,424,166	3,319,076	105,090
City Clerk				
City Clerk Admin & Support	665,964	721,107	701,604	19,503
Total City Clerk	665,964	721,107	701,604	19,503
City Council				
City Council Admin & Support	687,189	764,420	755,879	8,541
Total City Council	687,189	764,420	755,879	8,541
City Attorney				
City Attorney Admin & Support	5,580,657	5,971,206	5,932,831	38,375
Total City Attorney	5,580,657	5,971,206	5,932,831	38,375
City Auditor				
City Auditor Admin & Support	1,044,762	1,152,497	1,141,966	10,531
Total City Auditor	1,044,762	1,152,497	1,141,966	10,531
City Real Estate Assessor				
Admin & Support	3,479,593	3,662,901	3,619,312	43,589
Board & Commissions	2,774	2,774	1,240	1,534
Total City Real Estate Assessor	3,482,367	3,665,675	3,620,552	45,123
City Treasurer				
City Treasurer Admin & Support	7,938,987	8,204,577	7,749,210	455,367
Total City Treasurer	7,938,987	8,204,577	7,749,210	455,367
Commissioner of the Revenue				
Admin & Support	6,265,317	6,798,027	6,448,277	349,750
Total Commissioner of the Revenue	6,265,317	6,798,027	6,448,277	349,750
Finance				
Finance Admin & Support	1,047,505	1,424,449	1,139,429	285,020
Finance Accounting	1,238,230	1,365,037	1,122,690	242,347
Finance Accounts Payable	453,987	464,187	389,940	74,247
Finance Payroll	842,685	864,252	810,532	53,720
Finance Purchasing	1,640,555	1,707,083	1,178,668	528,415
SWAM Office	425,309	1,155,128	442,430	712,698
Finance Technical Services	711,875	749,284	709,409	39,875
Total Finance	6,360,146	7,729,420	5,793,098	1,936,322
Agriculture				
Agriculture Admin & Support	369,269	434,212	395,211	39,001
Agriculture Cooperative Extension	330,861	382,460	281,950	100,510
Agriculture Farmers Market	328,652	337,081	310,933	26,148
Total Agriculture	1,028,782	1,153,753	988,094	165,659
Cultural Affairs				
Cultural Affairs Admin & Support	1,924,283	4,176,534	1,497,638	2,678,896
Cultural Affairs Board & Commissions	770,000	946,014	940,866	5,148
Cultural Affairs Historic Museums	734,965	980,777	790,285	190,492
Total Culture Affairs	3,429,248	6,103,325	3,228,789	2,874,536

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Library				
Admin & Support	2,021,133	2,565,353	2,091,849	473,504
Records Management	312,811	328,037	399,954	(71,917)
Support Services	3,317,729	3,574,798	3,397,187	177,611
Programming & Operations	13,238,207	13,821,885	13,526,568	295,317
Technical Services	1,474,612	1,452,078	1,261,566	190,512
Total Library	20,364,492	21,742,151	20,677,124	1,065,027
Parks & Recreation				
Parks and Recreation Admin & Support	190,400	190,400	142,209	48,191
Parks and Recreation Landscape Management	19,690,860	21,585,067	19,956,771	1,628,296
Parks and Recreation Programming & Operations	17,346,498	17,247,146	15,401,739	1,845,407
Total Parks & Recreation	37,227,758	39,022,613	35,500,719	3,521,894
Virginia Aquarium				
Programming & Operations	16,021,491	16,203,483	14,238,214	1,965,269
Total Virginia Aquarium	16,021,491	16,203,483	14,238,214	1,965,269
Clerk of the Circuit Court - Judicial				
Admin & Support	4,969,858	5,768,662	5,373,205	395,457
Total Clerk of the Circuit Court	4,969,858	5,768,662	5,373,205	395,457
Commonwealth's Attorney - Judicial				
Commonwealth's Attorney Admin & Support	12,278,995	13,323,125	12,806,500	516,625
Total Commonwealth's Attorney	12,278,995	13,323,125	12,806,500	516,625
Circuit Court - Judicial				
Support Services	1,527,838	1,645,654	1,619,422	26,232
Total Circuit Court	1,527,838	1,645,654	1,619,422	26,232
Juvenile Probation - Judicial				
Support Services	1,243,491	1,243,744	1,045,004	198,740
Juvenile Propbations CHINS	232,216	232,975	238,933	(5,958)
Total Juvenile Probation	1,475,707	1,476,719	1,283,937	192,782
General District Court - Judicial				
Support Services	531,845	563,613	403,381	160,232
Total General District Court	531,845	563,613	403,381	160,232
Juvenile & Domestic Relations Court - Judicial				
Support Services	217,841	220,317	195,393	24,924
Total Juvenile & Domestic Relations Court	217,841	220,317	195,393	24,924
Magistrate - Judicial				
Support Services	48,573	50,439	35,211	15,228
Total Magistrate	48,573	50,439	35,211	15,228
Health Department				
Admin & Support	3,913,005	4,283,852	4,177,563	106,289
Total Health Department	3,913,005	4,283,852	4,177,563	106,289
Human Services				
Human Services Admin & Support	7,371,228	6,965,091	6,070,707	894,384
Human Services Business Services	4,233,651	4,078,533	3,805,959	272,574
Human Services Substance Use Disorder	6,482,204	6,857,291	4,251,217	2,606,074
Human Services Mental Health	28,483,264	30,861,902	22,769,484	8,092,418
Human Services Child Welfare & Family Services	18,514,529	18,474,350	19,112,400	(638,050)
Human Services Childrens Services Act	13,949,964	16,108,685	15,260,723	847,962
Human Services Development Services	29,777,203	29,874,875	29,570,385	304,490
Human Services Benefit Program	12,529,042	12,701,093	14,117,105	(1,416,012)
Human Services Juvenile Detention Center	6,946,588	7,795,322	7,282,406	512,916
Human Services Support Services	1,852,598	1,882,235	1,448,840	433,395
Human Services Adult Services	6,621,017	6,648,850	6,758,835	(109,985)
Total Human Services	136,761,288	142,248,227	130,448,061	11,800,166

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Human Resources				
Human Resources Admin & Support	590,932	597,274	398,179	199,095
Human Resources Employee Relations	2,382,348	2,580,268	2,184,784	395,484
Human Resources Employee Services	844,507	873,328	867,500	5,828
Human Resources Occupational Safety & Health	1,710,168	1,811,099	1,562,650	248,449
Human Resources Staffing & Compensation	2,085,116	2,311,686	2,243,920	67,766
Human Resources Board & Commissions	86,865	95,115	84,683	10,432
Total Human Resources	7,699,936	8,268,770	7,341,716	927,054
Emergency Communications & Citizen Services				
Admin & Support	2,140,872	2,269,995	1,921,863	348,132
Citizen Services	1,037,415	1,041,971	1,050,323	(8,352)
Emergency Communications	8,863,535	8,260,710	7,758,499	502,211
Total Emergency Communications & Citizen Services	12,041,822	11,572,676	10,730,685	841,991
Emergency Management				
Emergency Management Admin & Support	1,673,251	1,765,045	1,614,677	150,368
Total Emergency Management	1,673,251	1,765,045	1,614,677	150,368
Emergency Medical Services				
Emergency Medical Services Admin & Support	3,776,170	3,870,169	3,885,150	(14,981)
Emergency Medical Services Operational Management	16,225,409	18,822,228	16,634,913	2,187,315
Emergency Medical Services Lifeguard Services	2,023,728	2,023,728	2,442,205	(418,477)
Total Emergency Medical Services	22,025,307	24,716,125	22,962,268	1,753,857
Fire				
Admin & Support	3,280,403	3,406,561	4,193,100	(786,539)
Operations & Training	63,289,520	70,248,251	69,664,992	583,259
Prevention	3,998,247	4,080,808	4,349,511	(268,703)
Total Fire	70,568,170	77,735,620	78,207,603	(471,983)
Police				
Admin & Support	6,556,979	6,633,017	5,956,206	676,811
Business Services	7,124,873	7,083,071	7,013,922	69,149
Investigations	22,741,786	22,922,830	22,524,876	397,954
Police Support Services	11,135,983	11,243,644	11,507,122	(263,478)
Uniform Patrol	75,004,051	76,806,020	76,372,536	433,484
Total Police	122,563,672	124,688,582	123,374,662	1,313,920
Convention & Visitor Bureau				
Convention and Visitors Bureau Admin & Support	1,488,554	1,667,802	1,558,087	109,715
Convention and Visitors Bureau Programming & Opera	7,317,342	7,175,700	6,658,850	516,850
Convention and Visitors Bureau Sales & Marketing	1,826,970	1,841,259	1,864,917	(23,658)
Convention and Visitors Bureau Tourism Promotion	461,148	462,160	379,624	82,536
Total Convention & Visitor Bureau	11,094,014	11,146,921	10,461,478	685,443
Economic Development				
Economic Development Admin & Support	5,546,111	7,420,640	5,824,822	1,595,818
Economic Development Strategic Growth Areas	583,358	584,624	5,995	578,629
Total Economic Development	6,129,469	8,005,264	5,830,817	2,174,447
Housing &Neighborhood Preservation				
Housing Code Enforcement	2,588,695	2,692,854	2,450,679	242,175
Housing and Neighborhood Preservation Homeless Ser	4,999,309	5,186,088	4,845,198	340,890
Housing Section 8 Housing	-	297,037	254,530	42,507
Total Housing &Neighborhood Preservation	7,588,004	8,175,979	7,550,407	625,572

Exhibit 13

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Planning				
Admin & Support	3,895,172	4,048,552	4,130,973	(82,421)
Permits & Inspections	5,077,091	4,740,699	4,837,035	(96,336)
Development Services	3,127,765	3,043,920	3,070,972	(27,052)
Planning Zoning Administration	1,955,024	2,109,106	1,962,620	146,486
Planning	14,055,052	13,942,277	14,001,600	(59,323)
Information Technology				
Information Technology Business Services	2,772,492	2,954,818	2,845,150	109,668
Information Technology Information Services	10,794,281	11,549,307	11,248,593	300,714
Information Technology Information Systems	11,754,944	13,096,366	12,779,116	317,250
Total Information Technology	25,321,717	27,600,491	26,872,859	727,632
Budget & Management Services				
Budget and Management Services Admin & Support	1,440,815	1,388,006	1,270,780	117,226
Budget & Management Services	1,440,815	1,388,006	1,270,780	117,226
Office of Performance & Accountability				
Office of Performance and Accountability Admin & S	875,119	942,921	933,276	9,645
Total Office of Performance & Accountability	875,119	942,921	933,276	9,645
Public Works				
Public Works Admin & Support	11,259,047	11,634,285	9,542,160	2,092,125
Public Works Real Estate	1,110,038	1,163,412	947,551	215,861
Public Works Engineering	10,914,686	12,419,144	10,208,739	2,210,405
Public Works Facilities Management	26,457,142	26,373,882	26,362,214	11,668
Public Works Infratstructure Maintenance	35,846,520	40,459,068	35,797,097	4,661,971
Public Works Storm Water Operations	18,836,178	21,172,336	14,346,542	6,825,794
Total Public Works	104,423,611	113,222,127	97,204,303	16,017,824
Voter Registration & Elections				
Admin & Support	2,714,569	4,865,918	4,256,484	609,434
Total Voter Registration & Elections	2,714,569	4,865,918	4,256,484	609,434
Non Departmental				
Computer Replacements	3,087,214	4,801,539	3,635,775	1,165,764
Independent Financial Services	188,638	188,638	188,458	180
Subscriptions	9,805,644	10,727,622	9,958,245	769,377
Employee Services	8,877,040	9,134,090	8,693,678	440,412
Facilities Management	3,780,869	3,791,241	15,398,436	(11,607,195)
Vehicle Replacement	6,000,000	10,916,829	7,191,505	3,725,324
Revenue Reimbursement	15,084,044	15,084,044	15,118,152	(34,108)
Community & Organzation Contributions	11,504,277	11,566,990	11,734,747	(167,757)
Community Organization Grant	707,960	707,960	717,960	(10,000)
General	-	30,200	32,935	(2,735)
Total Non Departmental	59,035,686	66,949,153	72,669,891	(5,720,738)
General Governement				
General Government General	-	-	17,769,762	(17,769,762)
Lease Payments	-	-	6,559,503	(6,559,503)
Subscription Payments	-	-	1,996,116	(1,996,116)
Contingencies	50,371,551	41,445,857	-	41,445,857
Total General Government	50,371,551	41,445,857	26,325,381	15,120,476

CITY OF VIRGINIA BEACH, VIRGINIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO FINAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Debt Service				
Retirement	41,758,045	30,258,045	34,766,442	(4,508,397)
Interest and Fiscal Charges	17,553,254	18,264,854	13,385,635	4,879,219
Total Debt Service	59,311,299	48,522,899	48,152,077	370,822
Education				
School Operating	468,450,353	468,700,353	437,006,729	31,693,624
Capital Projects	11,000,000	25,890,809	25,890,809	-
School Operating from Reserves	333,591	333,591	333,591	-
Total Education	479,783,944	494,924,753	463,231,129	31,693,624
Total Department Expenditures	1,336,823,389	1,385,887,823	1,292,839,265	93,048,558
Other Financing Uses				
Transfers Out:				
General Debt Service	44,499,762	44,499,762	44,499,762	-
General Government Capital Projects	81,005,348	120,405,903	120,405,903	-
Grants Consolidated	629,762	890,386	890,386	-
Sheriff's Department	36,131,511	38,196,954	38,196,954	-
Storm Water Utility Capital Projects	856,600	856,600	856,600	-
Federal Section 8	76,000	76,000	76,000	-
Housing and Neighborhood Preservation	539,184	539,184	539,184	-
Law Library	60,000	60,000	60,000	-
Total Other Financing Uses	163,798,167	205,524,789	205,524,789	-
TOTAL EXPENDITURES AND OTHER FINANCIAL USES	$ 1,500,621,556	$ 1,591,412,612	$ 1,498,364,054	$ 93,048,558

NONMAJOR
SPECIAL REVENUE FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The Nonmajor Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

The City has the following Nonmajor Special Revenue Funds:

Agriculture Reserve Program - accounts for revenue and expenses to promote and encourage the preservation of farmland in the rural southern portion of the City, in which agricultural uses predominate. As established by City Council, this is a voluntary purchase of development rights rather than regulatory. Fund balance will be used for payments of future interest costs of U.S. Treasury Securities and the maturing interest on each agreement.

Central Business District South Tax Increment Financing - accounts for incremental growth in real estate tax revenues and debt service funding of public parking and other public improvements in this business district. Fund balance is maintained to meet planned construction and debt service costs for improvements in this district as approved by City Council.

Combined Area Dredging Projects – this fund supports the special service districts of Old Donation Creek, Bayville Creek Shadowlawn, Chesopeian Colony, Harbour Point, Gills Cove and Hurds Cove, where additional real estate taxes are assessed on residents of those districts and collected to provide neighborhood channel dredging of creeks and rivers.

Emergency FEMA - accounts for receipts from the Federal Emergency Management Agency (FEMA), for the cost of providing urban search and rescue services in support of disaster declarations, and reimbursements to the City for the cost of local disasters. The level of fund balance is subject to final audit by the Inspector General.

Federal Section Eight Program - accounts for funds received from the Federal Department of Housing and Urban Development to provide rental assistance to low and moderate income families. A separate fund is required by the Federal government and fund balance must be used for rental assistance.

Forfeited Assets – accounts for the City's share of Federal revenues derived from any Federal agency where money or assets are seized. If the Commonwealth's Attorney is involved in the case, the department gets a portion of the funds. All State seizures are divided with the Commonwealth's Attorney receiving 25% and the Police Department receiving 75%. All real estate seized is split 50%/50% between the Commonwealth's Attorney and the Police Department. Fund balance must be used in compliance with Federal and State regulations to fund Police or Commonwealth's Attorney projects.

Grants Consolidated - accounts for certain Commonwealth of Virginia and Federal Grants (with matching local funds, if required).

Housing and Neighborhood Preservation - accounts for the combined activities of the Federal Community Development Block Grant (CDBG), Federal Housing Assistance Grant, Community Development Loan and programs, and Virginia State Rental Assistance Program (SRAP). This fund supports the administration of both capital improvement projects in target neighborhoods and various other housing programs. The uses of fund balance are restricted to the federal and state programs that generated the funds.

Law Library - accounts for the revenues and expenditures of providing legal information and research. Revenues are raised through a set charge per civil court case and donations, which are used for library operations.

Open Space - accounts for the acquisition and preservation of land in the City of Virginia Beach. This fund receives dedicated revenues from a percentage of the restaurant meal tax

Parks and Recreation - accounts for revenues raised through Parks and Recreation programs. This fund also receives dedicated funding from a portion of the real estate taxes to support and maintain the City's recreation centers.

Sandbridge Special Service District - accounts for the revenues raised by the additional real estate tax, hotel tax and other Sandbridge related revenue. The Virginia Beach code restricts the uses of fund balance to Capital Improvement Program projects associated with beach and shoreline restoration and maintenance within the Sandbridge District.

Sheriff's Department - accounts for the cost of the care and custody of persons placed in the Virginia Beach Correctional Center by the courts and for the operation of the Sheriff's Department, as established by City Council.

Tourism Advertising Program - accounts for revenue and expenses related to tourism advertising. This fund receives dedicated funding from a percentage of the hotel room tax and restaurant meal tax. There is a City Council appointed committee that oversees the use of these funds.

Tourism Investment Program - accounts for the revenue streams to fund tourism related capital projects and expenditures for oceanfront programs and events, maintenance, operating costs, and debt service of tourism-related projects, as established by City Council. This fund receives dedicated funding from a percentage of the following local taxes: amusement, hotel room, and restaurant meal tax receipts.

Town Center Special Service District – established to provide for the maintenance of public parking facilities and other infrastructure in conjunction with realizing a long-term City Council goal of developing a town center. This is supported by revenues from an additional real estate tax rate applied to each property owner in the Central Business District (CBD) within the Pembroke area of the City.

Wetlands Board Mitigation – accounts for the fines assessed for the destruction of wetlands and are to be used for the purchase of land and re-creation of wetlands.



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CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Agriculture Reserve Program	Central Business District South Tax Increment Financing	Combined Area Dredging Projects	Emergency FEMA
ASSETS				
Cash and Investments	$ 23,385,341	$ 13,226,342	$ 1,134,237	$ 642,470
Restricted Cash	-	-	-	-
Accounts Receivable	-	-	-	-
Leases	-	-	-	-
Loans Receivable	-	-	-	-
Due from Commonwealth	-	-	-	-
Due from Federal Government	-	-	-	349,978
Inventories	-	-	-	-
Total Assets	23,385,341	13,226,342	1,134,237	992,448
LIABILITIES				
Vouchers and Accounts Payable	-	-	-	-
Due to Other Funds	-	327,000	-	-
Due to Other Governments	-	-	-	-
Intergovernmental Payables	-	-	-	-
Unearned Revenues	-	-	-	-
Total Liabilities	-	327,000	-	-
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows from Leases	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Nonspendable Inventories	-	-	-	-
Restricted for:				
General Government	-	-	-	-
Housing and Community Development	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	992,448
Special Service District	-	-	975,474	-
Committed for:				
Agriculture	23,385,341	-	-	-
Convention and Visitor Development	-	-	-	-
Judicial	-	-	-	-
Parks and Recreation	-	-	-	-
Public Safety	-	-	-	-
Tax Increment Financing	-	12,899,342	-	-
Assigned to:				
Convention and Visitor Development	-	-	-	-
Special Service District	-	-	158,763	-
Unassigned	-	-	-	-
Total Fund Balances	23,385,341	12,899,342	1,134,237	992,448
TOTAL LIABILITIES AND FUND BALANCES	$ 23,385,341	$ 13,226,342	$ 1,134,237	$ 992,448

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

Federal Section Eight Program	Forfeited Assets	Grants Consolidated	Housing and Neighborhood Preservation	Law Library
$ 1,880,721	$ 3,072,116	$ 7,754,904	$ 4,395,037	$ -
184,587	-	-	-	-
931	-	1,959	-	-
-	-	-	-	-
-	-	-	4,650,639	-
-	2,309	-	64,460	-
364,443	-	702,204	487,531	-
-	-	-	-	-
2,430,682	3,074,425	8,459,067	9,597,667	-
169,281	34,747	305,859	22,516	8,852
-	-	-	-	37,558
1,080	-	-	-	-
11,194	-	-	-	-
42,790	-	1,721	-	-
224,345	34,747	307,580	22,516	46,410
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	8,151,487	-	-
2,206,337	-	-	9,575,151	-
-	318,109	-	-	-
-	2,424,625	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	284,654	-	-	-
-	-	-	-	-
-	12,290	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	(46,410)
2,206,337	3,039,678	8,151,487	9,575,151	(46,410)
$ 2,430,682	$ 3,074,425	$ 8,459,067	$ 9,597,667	$ -

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Open Space	Parks and Recreation	Sandbridge Special Service District	Sheriff's Department
ASSETS				
Cash and Investments	$ 9,324,607	$ 14,386,154	$ 6,713,041	$ -
Restricted Cash	-	-	-	-
Accounts Receivable	-	50,916	-	15,833
Leases	-	-	-	-
Loans Receivable	-	-	-	-
Due from Commonwealth	-	-	-	3,519,528
Due from Federal Government	-	-	-	-
Inventories	-	-	-	755,003
Total Assets	9,324,607	14,437,070	6,713,041	4,290,364
LIABILITIES				
Vouchers and Accounts Payable	1,090	910,112	-	1,700,551
Due to Other Funds	-	-	-	6,462,891
Due to Other Governments	-	-	-	-
Intergovernmental Payables	-	56	-	50
Unearned Revenues	-	939,012	-	-
Total Liabilities	1,090	1,849,180	-	8,163,492
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows from Leases	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Nonspendable Inventories	-	-	-	755,003
Restricted for:				
General Government	-	-	-	-
Housing and Community Development	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Special Service District	-	-	6,713,041	-
Committed for:				
Agriculture	-	-	-	-
Convention and Visitor Development	-	-	-	-
Judicial	-	-	-	-
Parks and Recreation	9,323,517	12,587,890	-	-
Public Safety	-	-	-	-
Tax Increment Financing	-	-	-	-
Assigned to:				
Convention and Visitor Development	-	-	-	-
Special Service District	-	-	-	-
Unassigned	-	-	-	(4,628,131)
Total Fund Balances	9,323,517	12,587,890	6,713,041	(3,873,128)
TOTAL LIABILITIES AND FUND BALANCES	$ 9,324,607	$ 14,437,070	$ 6,713,041	$ 4,290,364

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

Tourism Advertising Program	Tourism Investment Program	Town Center Special Service District	Wetlands Board Mitigation	Totals
$ 16,180,363	$ 47,377,820	$ 1,483,707	$ 582,817	$ 151,539,677
-	-	-	-	184,587
-	174,836	-	-	244,475
-	1,437,247	-	-	1,437,247
-	-	-	-	4,650,639
-	-	-	-	3,586,297
-	-	-	-	1,904,156
-	-	-	-	755,003
16,180,363	48,989,903	1,483,707	582,817	164,302,081
1,645,905	842,401	290,733	-	5,932,047
-	-	-	-	6,827,449
-	-	-	-	1,080
-	-	-	-	11,300
-	-	-	-	983,523
1,645,905	842,401	290,733	-	13,755,399
-	1,648,627	-	-	1,648,627
-	1,648,627	-	-	1,648,627
-	-	-	-	755,003
-	-	-	-	8,151,487
-	-	-	-	11,781,488
-	-	-	-	318,109
-	-	-	-	3,417,073
-	-	641,727	-	8,330,242
-	-	-	-	23,385,341
13,616,323	45,712,625	-	-	59,328,948
-	-	-	-	284,654
-	-	-	582,817	22,494,224
-	-	-	-	12,290
-	-	-	-	12,899,342
918,135	786,250	-	-	1,704,385
-	-	551,247	-	710,010
-	-	-	-	(4,674,541)
14,534,458	46,498,875	1,192,974	582,817	148,898,055
$ 16,180,363	$ 48,989,903	$ 1,483,707	$ 582,817	$ 164,302,081

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Agriculture Reserve Program	Central Business District South Tax Increment Financing	Combined Area Dredging Projects	Emergency FEMA
REVENUES				
General Property Taxes	$ 6,595,355	$ 9,769,072	$ 766,009	$ -
Other Local Taxes	-	500,000	-	-
Permits, Privilege Fees, and Regulatory Licenses	-	-	-	-
From Use of Money and Property	682,301	247,950	-	-
Charges for Services	-	-	-	-
Miscellaneous	-	-	-	-
From Commonwealth	-	-	-	-
From Federal Government	-	-	-	1,661,830
Total Revenues	7,277,656	10,517,022	766,009	1,661,830
EXPENDITURES				
Current:				
Judicial	-	-	-	-
Police	-	-	-	-
Human Services	-	-	-	-
Public Works	-	-	-	-
Parks and Recreation	-	-	-	-
Library	-	-	-	-
Planning	-	-	-	-
Agriculture	227,256	-	-	-
Economic Development	-	-	-	-
Convention and Visitor Development	-	-	-	-
Cultural Affairs	-	-	-	-
Emergency Communications and Citizen Services	-	-	-	-
Fire	-	-	-	1,452,829
Housing and Neighborhood Preservation	-	-	-	-
General Government	-	-	-	-
Emergency Medical Services	-	-	-	-
Lease Payments	-	-	-	-
Subscription Payments	-	-	-	-
Debt Service:				
Principal Retirement	1,034,361	4,017,763	-	-
Interest and Fiscal Charges	1,964,714	908,170	-	-
Total Expenditures	3,226,331	4,925,933	-	1,452,829
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,051,325	5,591,089	766,009	209,001
OTHER FINANCING SOURCES (USES)				
Transfers In	1,478,174	-	-	-
Transfers Out	(1,648,450)	(150,000)	(317,000)	-
Total Other Financing Sources (Uses), net	(170,276)	(150,000)	(317,000)	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	3,881,049	5,441,089	449,009	209,001
FUND BALANCES - JULY 1	19,504,292	7,458,253	685,228	783,447
FUND BALANCES - JUNE 30	$ 23,385,341	$ 12,899,342	$ 1,134,237	$ 992,448

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Section Eight Program	Forfeited Assets	Grants Consolidated	Housing and Neighborhood Preservation	Law Library
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	5
59,869	91,411	-	182,490	440
1,514,610	-	2,023,251	-	208,837
78,306	-	2,702,349	165,242	196
-	377,990	8,101,208	1,315,312	-
26,003,300	334,346	45,816,766	2,624,106	-
27,656,085	803,747	58,643,574	4,287,150	209,478
-	98,159	739,563	-	-
-	165,687	1,650,715	-	-
-	-	12,273,485	-	-
-	-	325,925	-	-
-	-	346,473	-	-
-	-	-	-	216,132
-	-	11,101	-	-
-	-	54,962	-	-
-	-	-	-	-
-	-	1,874,303	-	-
-	-	333,333	-	-
-	-	169,000	-	-
-	-	3,791,626	-	-
27,430,625	-	4,396,530	4,006,229	-
-	-	1,984,501	-	-
-	-	1,403,530	-	-
-	-	423,849	-	-
58,650	-	39,220	9,871	-
-	-	-	-	-
-	-	-	-	-
27,489,275	263,846	29,818,116	4,016,100	216,132
166,810	539,901	28,825,458	271,050	(6,654)
76,000	-	890,386	539,184	60,000
-	(7,360)	(24,475,341)	470,253	-
76,000	(7,360)	(23,584,955)	1,009,437	60,000
242,810	532,541	5,240,503	1,280,487	53,346
1,963,527	2,507,137	2,910,984	8,294,664	(99,756)
$ 2,206,337	$ 3,039,678	$ 8,151,487	$ 9,575,151	$ (46,410)

Exhibit 15

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Open Space	Parks and Recreation	Sandbridge Special Service District	Sheriff's Department
REVENUES				
General Property Taxes	$ -	$ 25,472,727	$ 176,393	$ -
Other Local Taxes	7,520,948	-	6,422,713	-
Permits, Privilege Fees, and Regulatory Licenses	-	-	-	3,389
From Use of Money and Property	-	411,162	267,443	5,522
Charges for Services	-	7,092,606	-	4,310,350
Miscellaneous	-	18,140	13,260	7,122
From Commonwealth	-	-	-	22,965,038
From Federal Government	-	-	-	264,407
Total Revenues	7,520,948	32,994,635	6,879,809	27,555,828
EXPENDITURES				
Current:				
Judicial	-	-	-	64,874,728
Police	-	-	-	-
Human Services	-	-	-	-
Public Works	-	3,841,316	591,291	-
Parks and Recreation	422,686	20,919,850	-	-
Library	-	-	-	-
Planning	-	-	-	-
Agriculture	-	-	-	-
Economic Development	-	-	-	-
Convention and Visitor Development	-	-	-	-
Cultural Affairs	-	-	-	-
Emergency Communications and Citizen Services	-	-	-	-
Fire	-	-	-	-
Housing and Neighborhood Preservation	-	-	-	-
General Government	-	-	-	-
Emergency Medical Services	-	-	-	-
Lease Payments	-	-	-	-
Subscription Payments	-	-	-	-
Debt Service:				
Principal Retirement	1,656,247	2,635,113	-	-
Interest and Fiscal Charges	160,713	1,078,796	-	-
Total Expenditures	2,239,646	28,475,075	591,291	64,874,728
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	5,281,302	4,519,560	6,288,518	(37,318,900)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	38,196,954
Transfers Out	(2,500,000)	(2,721,284)	(4,676,341)	(11,600)
Total Other Financing Sources (Uses), net	(2,500,000)	(2,721,284)	(4,676,341)	38,185,354
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	2,781,302	1,798,276	1,612,177	866,454
FUND BALANCES - JULY 1	6,542,215	10,789,614	5,100,864	(4,739,582)
FUND BALANCES - JUNE 30	$ 9,323,517	$ 12,587,890	$ 6,713,041	$ (3,873,128)

Exhibit 15

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Tourism Advertising Program	Tourism Investment Program	Town Center Special Service District	Wetlands Board Mitigation	Totals
$ -	$ -	$ 2,569,023	$ -	$ 45,348,579
16,806,480	53,788,035	-	-	85,038,176
-	72,720	33,808	28,680	138,602
517,386	2,859,883	104,901	19,505	5,450,263
4,580	1,820	218,294	-	15,374,348
1	10,918	29,590	-	3,025,124
-	-	-	-	32,759,548
-	-	-	-	76,704,755
17,328,447	56,733,376	2,955,616	48,185	263,839,395
-	-	-	-	65,712,450
-	-	-	-	1,816,402
-	-	-	-	12,273,485
-	4,964,020	-	-	9,722,552
-	975,875	119,270	-	22,784,154
-	-	-	-	216,132
-	-	-	-	11,101
-	-	-	-	282,218
-	-	3,012,314	-	3,012,314
13,798,878	18,941,195	-	-	34,614,376
-	570,500	-	-	903,833
-	-	-	-	169,000
-	-	-	-	5,244,455
-	-	-	-	35,833,384
-	1,593,661	97,934	-	3,676,096
-	573,734	-	-	1,977,264
-	60,035	-	-	483,884
-	-	-	-	107,741
-	19,407,276	-	-	28,750,760
-	4,363,700	-	-	8,476,093
13,798,878	51,449,996	3,229,518	-	236,067,694
3,529,569	5,283,380	(273,902)	48,185	27,771,701
-	-	150,000	-	41,390,698
(57,083)	(12,606,405)	(645,976)	-	(49,346,587)
(57,083)	(12,606,405)	(495,976)	-	(7,955,889)
3,472,486	(7,323,025)	(769,878)	48,185	19,815,812
11,061,972	53,821,900	1,962,852	534,632	129,082,243
$ 14,534,458	$ 46,498,875	$ 1,192,974	$ 582,817	$ 148,898,055

CITY OF VIRGINIA BEACH, VIRGINIA
AGRICULTURE RESERVE PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 6,645,558	$ 6,645,558	$ 6,595,355	$ (50,203)
From Use of Money and Property	30,954	30,954	682,301	651,347
Total Revenues	6,676,512	6,676,512	7,277,656	601,144
EXPENDITURES				
Agriculture Admin & Support	246,645	276,845	227,256	49,589
Contingencies	16,371	-	-	-
Debt Service:				
Principal Retirement	1,478,174	1,478,174	1,034,361	443,813
Interest and Fiscal Charges	5,423,496	5,417,249	1,964,714	3,452,535
Total Expenditures	7,164,686	7,172,268	3,226,331	3,945,937
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(488,174)	(495,756)	4,051,325	4,547,081
OTHER FINANCING SOURCES (USES)				
Transfers In	1,478,174	1,478,174	1,478,174	-
Transfers Out	(990,000)	(990,000)	(1,648,450)	(658,450)
Use of Fund Balance	-	7,582	-	(7,582)
Total Other Financing Sources (Uses)	488,174	495,756	(170,276)	(666,032)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	3,881,049	3,881,049
FUND BALANCE - JULY 1	19,504,292	19,504,292	19,504,292	-
FUND BALANCE - JUNE 30	$ 19,504,292	$ 19,504,292	$ 23,385,341	$ 3,881,049

Exhibit 15-B

CITY OF VIRGINIA BEACH, VIRGINIA
CENTRAL BUSINESS DISTRICT SOUTH TAX INCREMENT FINANCING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 10,004,335	$ 10,004,335	$ 9,769,072	$ (235,263)
Other Local Taxes	500,000	500,000	500,000	-
From Use of Money and Property	2,000	2,000	247,950	245,950
Total Revenues	10,506,335	10,506,335	10,517,022	10,687
EXPENDITURES				
Contingencies	5,423,659	5,423,659	-	5,423,659
Debt Service:				
Principal Retirement	4,017,763	4,017,763	4,017,763	-
Interest and Fiscal Charges	914,913	914,913	908,170	6,743
Total Expenditures	10,356,335	10,356,335	4,925,933	5,430,402
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	150,000	150,000	5,591,089	5,441,089
OTHER FINANCING SOURCES (USES)				
Transfers Out	(150,000)	(150,000)	(150,000)	-
Total Other Financing Sources (Uses)	(150,000)	(150,000)	(150,000)	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	5,441,089	5,441,089
FUND BALANCE - JULY 1	7,458,253	7,458,253	7,458,253	-
FUND BALANCE - JUNE 30	$ 7,458,253	$ 7,458,253	$ 12,899,342	$ 5,441,089

Exhibit 15-C

CITY OF VIRGINIA BEACH, VIRGINIA
COMBINED AREA DREDGING PROJECTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 768,757	$ 768,757	$ 766,009	$ (2,748)
Total Revenues	768,757	768,757	766,009	(2,748)
EXPENDITURES				
Contingencies	700,214	700,214	-	700,214
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	68,543	68,543	766,009	697,466
OTHER FINANCING SOURCES (USES)				
Transfers Out	(317,000)	(317,000)	(317,000)	-
Use of Fund Balance	248,457	248,457	-	(248,457)
Total Other Financing Sources (Uses)	(68,543)	(68,543)	(317,000)	(248,457)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	449,009	449,009
FUND BALANCE - JULY 1	685,228	685,228	685,228	-
FUND BALANCE - JUNE 30	$ 685,228	$ 685,228	$ 1,134,237	$ 449,009

Exhibit 15-D

CITY OF VIRGINIA BEACH, VIRGINIA
FEDERAL SECTION EIGHT PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
From Use of Money and Property	$ -	$ -	$ 59,869	$ 59,869
Charges for Services	2,606,322	2,606,322	1,514,610	(1,091,712)
Miscellaneous	-	-	78,306	78,306
From Federal Government	24,334,912	24,334,912	26,003,300	1,668,388
Total Revenues	26,941,234	26,941,234	27,656,085	714,851
EXPENDITURES				
Housing and Neighborhood Preservation Homeless Ser	-	-	(2,986)	2,986
Housing Section 8 Housing	27,136,331	27,622,417	27,433,611	188,806
Subscription Payments	-	-	58,650	(58,650)
Contingencies	61,763	-	-	-
Total Expenditures	27,198,094	27,622,417	27,489,275	133,142
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(256,860)	(681,183)	166,810	847,993
OTHER FINANCING SOURCES (USES)				
Transfers In	76,000	76,000	76,000	-
Use of Fund Balance	180,860	605,183	-	(605,183)
Total Other Financing Sources (Uses)	256,860	681,183	76,000	(605,183)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	242,810	242,810
FUND BALANCE - JULY 1	1,963,527	1,963,527	1,963,527	-
FUND BALANCE - JUNE 30	$ 1,963,527	$ 1,963,527	$ 2,206,337	$ 242,810

CITY OF VIRGINIA BEACH, VIRGINIA
FORFEITED ASSETS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
From Use of Money and Property	$ -	$ -	$ 91,411	$ 91,411
From Commonwealth	-	-	377,990	377,990
From Federal Government	-	-	334,346	334,346
Total Revenues	-	-	803,747	803,747
EXPENDITURES				
Commonwealth's Attorney Admin & Support	100,000	328,651	98,159	230,492
Police Admin & Support	-	150,000	-	150,000
Police Investigations	-	16,310	16,310	-
Police Uniform Patrol	-	315,000	149,377	165,623
Total Expenditures	100,000	809,961	263,846	546,115
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(100,000)	(809,961)	539,901	1,349,862
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(7,360)	(7,360)	-
Use of Fund Balance	100,000	817,321	-	(817,321)
Total Other Financing Sources (Uses)	100,000	809,961	(7,360)	(817,321)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	532,541	532,541
FUND BALANCE - JULY 1	2,507,137	2,507,137	2,507,137	-
FUND BALANCE - JUNE 30	$ 2,507,137	$ 2,507,137	$ 3,039,678	$ 532,541

CITY OF VIRGINIA BEACH, VIRGINIA
GRANTS CONSOLIDATED FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Charges for Services	$ 40,000	$ 496,860	$ 2,023,251	$ 1,526,391
Miscellaneous	-	10,438,170	2,702,349	(7,735,821)
From Commonwealth	4,765,000	8,680,705	8,101,208	(579,497)
From Federal Government	4,444,497	29,746,150	45,816,766	16,070,616
Total Revenues	9,249,497	49,361,885	58,643,574	9,281,689
EXPENDITURES				
Finance Accounting	-	50,000	-	50,000
Parks and Recreation Landscape Management	-	4,845	-	4,845
Parks and Recreation Programming & Operations	-	327,492	282	327,210
Judicial	637,528	1,850,197	739,563	1,110,634
Housing & Neighborhood Preservation	3,280,101	11,325,185	4,396,530	6,928,655
Emergency Management Admin & Support	-	2,718,650	-	2,718,650
Planning Admin & Support	-	75,499	-	75,499
Lease Payments	-	-	423,849	(423,849)
Subscription Payments	-	-	39,220	(39,220)
Parks and Recreation	-	954,219	346,191	608,028
Contingencies	4,955	-	-	-
Cultural Affairs	-	336,334	333,333	3,001
Health	-	1,115,363	-	1,115,363
Human Services	3,047,957	8,105,688	12,273,485	(4,167,797)
Emergency Communications and Citizen Services	4,000	261,500	169,000	92,500
Emergency Medical Services	375,000	479,800	1,639,281	(1,159,481)
Police	-	1,947,074	1,650,715	296,359
Convention and Visitor Development	-	2,009,800	1,874,303	135,497
Planning	-	291,331	11,101	280,230
Public Works	20,000	326,560	325,925	635
Fire	2,209,718	7,080,806	3,555,875	3,524,931
General Government	-	2,248,838	1,984,501	264,337
Agriculture	-	55,000	54,962	38
Total Expenditures	9,579,259	41,564,181	29,818,116	11,746,065
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(329,762)	7,797,704	28,825,458	21,027,754
OTHER FINANCING SOURCES (USES)				
Transfers In	629,762	890,386	890,386	-
Transfers Out	(300,000)	(129,603,762)	(24,475,341)	105,128,421
Total Other Financing Sources (Uses)	329,762	(128,713,376)	(23,584,955)	105,128,421
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	(120,915,672)	5,240,503	126,156,175
FUND BALANCE - JULY 1	2,910,984	2,910,984	2,910,984	-
FUND BALANCE - JUNE 30	$ 2,910,984	$ (118,004,688)	$ 8,151,487	$ 126,156,175

Exhibit 15-G

CITY OF VIRGINIA BEACH, VIRGINIA
HOUSING AND NEIGHBORHOOD PRESERVATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
From Use of Money and Property	$ -	$ -	$ 182,490	$ 182,490
Miscellaneous	135,000	135,000	165,242	30,242
From Commonwealth	1,244,748	1,244,748	1,315,312	70,564
From Federal Government	3,188,609	3,188,609	2,624,106	(564,503)
Total Revenues	4,568,357	4,568,357	4,287,150	(281,207)
EXPENDITURES				
Housing & Neighborhood Preservation	3,705,850	13,850,171	3,265,820	10,584,351
Housing Section 8 Housing	1,241,338	1,239,302	740,409	498,893
Subscription Payments	-	-	9,871	(9,871)
Contingencies	65,189	1,198	-	1,198
Total Expenditures	5,012,377	15,090,671	4,016,100	11,074,571
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(444,020)	(10,522,314)	271,050	10,793,364
OTHER FINANCING SOURCES (USES)				
Transfers In	539,183	539,184	539,184	-
Transfers Out	(95,163)	(95,163)	470,253	565,416
Total Other Financing Sources (Uses)	444,020	444,021	1,009,437	565,416
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	(10,078,293)	1,280,487	11,358,780
FUND BALANCE - JULY 1	8,294,664	8,294,664	8,294,664	-
FUND BALANCE - JUNE 30	$ 8,294,664	$ (1,783,629)	$ 9,575,151	$ 11,358,780

Exhibit 15-H

CITY OF VIRGINIA BEACH, VIRGINIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Permits, Privilege Fees, and Regulatory Licenses	$ -	$ -	$ 5	$ 5
From Use of Money and Property	6,293	6,293	440	(5,853)
Charges for Services	169,305	169,305	208,837	39,532
Miscellaneous	-	-	196	196
Total Revenues	175,598	175,598	209,478	33,880
EXPENDITURES				
Admin & Support	-	-	9	(9)
Programming & Operations	235,598	235,598	216,123	19,475
Total Expenditures	235,598	235,598	216,132	19,466
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(60,000)	(60,000)	(6,654)	53,346
OTHER FINANCING SOURCES (USES)				
Transfers In	60,000	60,000	60,000	-
Total Other Financing Sources (Uses)	60,000	60,000	60,000	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	53,346	53,346
FUND BALANCE - JULY 1	(99,756)	(99,756)	(99,756)	-
FUND BALANCE - JUNE 30	$ (99,756)	$ (99,756)	$ (46,410)	$ 53,346

Exhibit 15-I

CITY OF VIRGINIA BEACH, VIRGINIA
OPEN SPACE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Other Local Taxes	$ 7,364,220	$ 7,364,220	$ 7,520,948	$ 156,728
Total Revenues	7,364,220	7,364,220	7,520,948	156,728
EXPENDITURES				
Parks and Recreation Landscape Management	281,400	296,199	189,326	106,873
Parks and Recreation Open Space Program	236,937	250,435	233,360	17,075
Contingencies	2,525,221	2,509,094	-	2,509,094
Debt Service:				
Principal Retirement	1,656,247	1,656,247	1,656,247	-
Interest and Fiscal Charges	164,415	164,415	160,713	3,702
Total Expenditures	4,864,220	4,876,390	2,239,646	2,636,744
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,500,000	2,487,830	5,281,302	2,793,472
OTHER FINANCING SOURCES (USES)				
Transfers Out	(2,500,000)	(2,500,000)	(2,500,000)	-
Use of Fund Balance	-	12,170	-	(12,170)
Total Other Financing Sources (Uses)	(2,500,000)	(2,487,830)	(2,500,000)	(12,170)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	2,781,302	2,781,302
FUND BALANCE - JULY 1	6,542,215	6,542,215	6,542,215	-
FUND BALANCE - JUNE 30	$ 6,542,215	$ 6,542,215	$ 9,323,517	$ 2,781,302

CITY OF VIRGINIA BEACH, VIRGINIA
PARKS AND RECREATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 25,666,620	$ 25,666,620	$ 25,472,727	$ (193,893)
Permits, Privilege Fees, and Regulatory Licenses	375	375	-	(375)
From Use of Money and Property	291,270	282,020	411,162	129,142
Charges for Services	6,515,415	6,511,140	7,092,606	581,466
Miscellaneous	55,000	55,000	18,140	(36,860)
Total Revenues	32,528,680	32,515,155	32,994,635	479,480
EXPENDITURES				
Parks and Recreation Admin & Support	5,758,436	5,818,888	4,689,829	1,129,059
Parks and Recreation Landscape Management	310,979	363,043	230,679	132,364
Parks and Recreation Programming & Operations	15,499,680	16,042,441	15,088,834	953,607
Parks and Recreation Open Space Program	901,852	1,034,399	910,508	123,891
Public Works Facilities Management	4,074,518	4,244,632	3,841,316	403,316
Contingencies	691,963	186,914	-	186,914
Debt Service:				
Principal Retirement	2,635,113	2,635,113	2,635,113	-
Interest and Fiscal Charges	1,081,589	1,081,589	1,078,796	2,793
Total Expenditures	30,954,130	31,407,019	28,475,075	2,931,944
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,574,550	1,108,136	4,519,560	3,411,424
OTHER FINANCING SOURCES (USES)				
Transfers Out	(2,574,550)	(2,721,284)	(2,721,284)	-
Use of Fund Balance	1,000,000	1,613,148	-	(1,613,148)
Total Other Financing Sources (Uses)	(1,574,550)	(1,108,136)	(2,721,284)	(1,613,148)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	1,798,276	1,798,276
FUND BALANCE - JULY 1	10,789,614	10,789,614	10,789,614	-
FUND BALANCE - JUNE 30	$ 10,789,614	$ 10,789,614	$ 12,587,890	$ 1,798,276

Exhibit 15-K

CITY OF VIRGINIA BEACH, VIRGINIA
SANDBRIDGE SPECIAL SERVICE DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 172,772	$ 172,772	$ 176,393	$ 3,621
Other Local Taxes	5,506,543	5,506,543	6,422,713	916,170
From Use of Money and Property	3,017	3,017	267,443	264,426
Miscellaneous	-	-	13,260	13,260
Total Revenues	5,682,332	5,682,332	6,879,809	1,197,477
EXPENDITURES				
Public Works Infratstructure Maintenance	720,259	779,498	591,291	188,207
Contingencies	285,732	285,732	-	285,732
Total Expenditures	1,005,991	1,065,230	591,291	473,939
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	4,676,341	4,617,102	6,288,518	1,671,416
OTHER FINANCING SOURCES (USES)				
Transfers Out	(4,676,341)	(4,676,341)	(4,676,341)	-
Use of Fund Balance	-	59,239	-	(59,239)
Total Other Financing Sources (Uses)	(4,676,341)	(4,617,102)	(4,676,341)	(59,239)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	1,612,177	1,612,177
FUND BALANCE - JULY 1	5,100,864	5,100,864	5,100,864	-
FUND BALANCE - JUNE 30	$ 5,100,864	$ 5,100,864	$ 6,713,041	$ 1,612,177

Exhibit 15-L

CITY OF VIRGINIA BEACH, VIRGINIA
SHERIFF'S DEPARTMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Permits, Privilege Fees, and Regulatory Licenses	$ 4,000	$ 4,000	$ 3,389	$ (611)
From Use of Money and Property	14,000	14,000	5,522	(8,478)
Charges for Services	4,976,608	4,976,608	4,310,350	(666,258)
Miscellaneous	3,000	3,000	7,122	4,122
From Commonwealth	21,706,135	21,706,135	22,965,038	1,258,903
From Federal Government	150,000	150,000	264,407	114,407
Total Revenues	26,853,743	26,853,743	27,555,828	702,085
EXPENDITURES				
Judicial	62,973,654	65,378,297	64,874,728	503,569
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(36,119,911)	(38,524,554)	(37,318,900)	1,205,654
OTHER FINANCING SOURCES (USES)				
Transfers In	36,131,511	38,196,954	38,196,954	-
Transfers Out	(11,600)	(11,600)	(11,600)	-
Use of Fund Balance	-	339,200	-	(339,200)
Total Other Financing Sources (Uses)	36,119,911	38,524,554	38,185,354	(339,200)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	866,454	866,454
FUND BALANCE - JULY 1	(4,739,582)	(4,739,582)	(4,739,582)	-
FUND BALANCE - JUNE 30	$ (4,739,582)	$ (4,739,582)	$ (3,873,128)	$ 866,454

CITY OF VIRGINIA BEACH, VIRGINIA
TOURISM ADVERTISING PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Other Local Taxes	$ 15,998,153	$ 15,998,153	$ 16,806,480	$ 808,327
From Use of Money and Property	49,100	49,100	517,386	468,286
Charges for Services	-	-	4,580	4,580
Miscellaneous	4,000	4,000	1	(3,999)
Total Revenues	16,051,253	16,051,253	17,328,447	1,277,194
EXPENDITURES				
Convention and Visitors Bureau Admin & Support	1,274,284	1,276,815	839,847	436,968
Convention and Visitors Bureau Sales & Marketing	13,507,299	13,648,047	11,906,421	1,741,626
Convention and Visitors Bureau Tourism Promotion	1,235,347	1,292,774	1,052,610	240,164
Contingencies	37,820	-	-	-
Total Expenditures	16,054,750	16,217,636	13,798,878	2,418,758
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(3,497)	(166,383)	3,529,569	3,695,952
OTHER FINANCING SOURCES (USES)				
Transfers Out	(57,083)	(57,083)	(57,083)	-
Use of Fund Balance	60,580	223,466	-	(223,466)
Total Other Financing Sources (Uses)	3,497	166,383	(57,083)	(223,466)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	3,472,486	3,472,486
FUND BALANCE - JULY 1	11,061,972	11,061,972	11,061,972	-
FUND BALANCE - JUNE 30	$ 11,061,972	$ 11,061,972	$ 14,534,458	$ 3,472,486

CITY OF VIRGINIA BEACH, VIRGINIA
TOURISM INVESTMENT PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Other Local Taxes	$ 52,131,505	$ 52,131,505	$ 53,788,035	$ 1,656,530
Permits, Privilege Fees, and Regulatory Licenses	-	-	72,720	72,720
From Use of Money and Property	891,250	891,250	2,859,883	1,968,633
Charges for Services	-	-	1,820	1,820
Miscellaneous	1,778	7,778	10,918	3,140
Total Revenues	53,024,533	53,030,533	56,733,376	3,702,843
EXPENDITURES				
Cultural Affairs Admin & Support	520,500	570,500	570,499	1
Parks and Recreation Landscape Management	1,029,680	1,056,133	975,875	80,258
Emergency Medical Services Lifeguard Services	-	573,734	573,734	-
Convention and Visitors Bureau Admin & Support	12,751	12,751	7,024	5,727
Convention and Visitors Bureau Programming & Opera	11,391,683	16,714,386	12,228,949	4,485,437
Convention and Visitors Bureau Sales & Marketing	497,410	7,069,225	6,812,785	256,440
Public Works Facilities Management	1,285,130	1,364,839	1,307,934	56,905
Public Works Infratstructure Maintenance	3,223,638	4,768,756	3,548,524	1,220,232
Non Dept Community & Organzation Contributions	1,205,648	1,590,648	1,590,648	-
Non Dept General	-	6,000	3,013	2,987
General Government General	-	75,000	-	75,000
Lease Payments	-	-	60,035	(60,035)
Contingencies	925,425	1,500,000	-	1,500,000
Debt Service:				
Principal Retirement	22,206,319	17,632,585	19,407,276	(1,774,691)
Interest and Fiscal Charges	14,907,363	10,194,128	4,363,700	5,830,428
Total Expenditures	57,205,547	63,128,685	51,449,996	11,678,689
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,181,014)	(10,098,152)	5,283,380	15,381,532
OTHER FINANCING SOURCES (USES)				
Transfers Out	(3,968,170)	(12,606,405)	(12,606,405)	-
Use of Fund Balance	8,149,184	22,704,557	-	(22,704,557)
Total Other Financing Sources (Uses)	4,181,014	10,098,152	(12,606,405)	(22,704,557)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	(7,323,025)	(7,323,025)
FUND BALANCE - JULY 1	53,821,900	53,821,900	53,821,900	-
FUND BALANCE - JUNE 30	$ 53,821,900	$ 53,821,900	$ 46,498,875	$ (7,323,025)

CITY OF VIRGINIA BEACH, VIRGINIA
TOWN CENTER SPECIAL SERVICE DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Real Estate Property Taxes	$ 2,370,626	$ 2,370,626	$ 2,569,023	$ 198,397
Permits, Privilege Fees, and Regulatory Licenses	-	-	33,808	33,808
From Use of Money and Property	365,500	365,500	104,901	(260,599)
Charges for Services	194,300	194,300	218,294	23,994
Miscellaneous	-	-	29,590	29,590
Total Revenues	2,930,426	2,930,426	2,955,616	25,190
EXPENDITURES				
Parks and Recreation Landscape Management	132,990	126,478	119,270	7,208
Economic Development Strategic Growth Areas	3,082,730	3,082,730	172,392	2,910,338
Parking Operations	-	85,130	2,937,856	(2,852,726)
Total Expenditures	3,215,720	3,294,338	3,229,518	64,820
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(285,294)	(363,912)	(273,902)	90,010
OTHER FINANCING SOURCES (USES)				
Transfers In	150,000	150,000	150,000	-
Transfers Out	(645,976)	(645,976)	(645,976)	-
Use of Fund Balance	781,270	859,888	-	(859,888)
Total Other Financing Sources (Uses)	285,294	363,912	(495,976)	(859,888)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	(769,878)	(769,878)
FUND BALANCE - JULY 1	1,962,852	1,962,852	1,962,852	-
FUND BALANCE - JUNE 30	$ 1,962,852	$ 1,962,852	$ 1,192,974	$ (769,878)

DEBT SERVICE FUND

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Exhibit 16

CITY OF VIRGINIA BEACH, VIRGINIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget Amounts			Variance Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
From Use of Money and Property	$ -	$ -	$ (161,802)	$ (161,802)
Federal Reimbursement of Interest	-	-	244,828	244,828
Total Revenues	-	-	83,026	83,026
EXPENDITURES				
Principal	33,579,796	33,579,796	31,216,375	2,363,421
Interest	16,491,815	16,491,815	15,432,064	1,059,751
Total Expenditures	50,071,611	50,071,611	46,648,439	3,423,172
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES)	(50,071,611)	(50,071,611)	(46,565,413)	3,506,198
OTHER FINANCING SOURCES (USES)				
Transfers In	50,071,611	50,071,611	45,158,212	(4,913,399)
Transfers Out	(1,478,174)	(1,478,174)	(1,478,174)	-
Issuance of Refunded Debt	-	-	57,595,356	57,595,356
Premium on Bonds Sold	-	-	7,385,841	7,385,841
Payment to Refunding Bonds Escrow Agent	-	-	(63,074,756)	(63,074,756)
Use of Fund Balance	1,478,174	1,478,174	-	(1,478,174)
Total Other Financing Sources (Uses)	50,071,611	50,071,611	45,586,479	(4,485,132)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	(978,934)	(978,934)
FUND BALANCE - JULY 1	30,282,245	30,282,245	30,282,245	-
FUND BALANCE - JUNE 30	$ 30,282,245	$ 30,282,245	$ 29,303,311	$ (978,934)

GENERAL GOVERNMENT
CAPITAL PROJECTS

GENERAL GOVERNMENT CAPITAL PROJECTS

The General Government Capital Projects Fund is used to account for all revenues and expenditures related to the construction of the City's General Government capital assets and infrastructure. The categories of projects accounted for in this fund are engineering and highways, buildings and assets, flood protection, communications and infromation technology, parks and recreation, coastal, and economic and tourism development.

CITY OF VIRGINIA BEACH, VIRGINIA
ENGINEERING AND HIGHWAYS CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100050	BUS STOP INFRASTRUCTURE-ACCESS IMP	$ 1,917,126	$ 145,938	$ 903,254	$ -	$ 55,796	$ 958,076
100057	CENTERVILLE TURNPIKE - PHASE II	66,398,307	502,912	4,318,216	4,318,216	2,533,341	59,546,750
100058	CENTERVILLE TURNPIKE - PHASE III	48,194,344	439,686	2,120,260	2,120,259	607,736	45,466,348
100122	STREET LIGHTING IMPROVEMENTS - PHASE II	820,000	2,538	669,767	2,828	28,185	122,048
100123	CLEVELAND STREET IMPROVEMENTS IV	23,887,000	328,947	1,117,125	1,117,125	1,654,174	21,115,701
100159	ELBOW ROAD EXTENDED - PHASE II-C	33,171,325	160,215	682,312	682,312	31,482,030	1,006,983
100160	ELBOW ROAD EXTENDED II-D	1,628,851	121,608	124,520	124,519	391,439	1,112,892
100171	FERRELL PARKWAY	445,672	-	92,548	92,548	307,104	46,020
100183	FIRST COLONIAL RD-VB BLVD INTERSECTION	34,044,516	3,085,020	19,055,328	3,085,020	9,633,063	5,356,125
100192	GENERAL BOOTH-CAMP PENDLETON INTERS IMPR	3,739,500	104,713	365,352	365,351	85,847	3,288,301
100199	GREENWICH RD-CLEVELAND ST CROSSOVER	14,881,314	51,488	8,700,160	8,700,160	1,232,310	4,948,844
100211	I-264 INDEPENDENCE INTERCHANGE IMPROVEMENTS	500,000	-	196,424	196,424	-	303,576
100212	INDEPENDENCE BLVD-BAXTER RD SIDEWALK	1,631,808	6,623	1,532,679	6,623	3,429	95,700
100213	INDIAN RIVER ROAD - PHASE VII-B	16,814,704	-	-	-	-	16,814,704
100214	INDIAN RIVER ROAD-KEMPSVILLE ROAD IMPROVEMENT	20,863,848	621	19,922,201	233,074	496,939	444,708
100217	INDIAN RIVER ROAD - PHASE VII-A	55,459,967	16,190	9,388,650	9,388,650	1,065,990	45,005,327
100218	INDIAN RIVER-PROVIDENCE INTER IMPROVE	2,052,200	5,108	1,989,568	5,108	-	62,632
100235	LANDSTOWN ROAD IMPROVEMENTS PHASE I	4,637,965	1,649,238	2,903,012	2,903,012	1,311,005	423,948
100239	LASKIN ROAD PHASE I-B	4,278,981	-	2,266,061	2,266,061	-	2,012,920
100240	LASKIN ROAD BRIDGE REPLACEMENT	20,530,598	9,556,552	13,158,679	9,556,552	7,371,919	-
100242	LASKIN ROAD - PHASE I-A (VDOT)	23,619,480	11,192,371	15,417,620	11,192,371	8,201,860	-
100246	LESNER BRIDGE REPLACEMENT	111,304,439	14,770	110,258,183	57,341	47,400	998,856
100268	MAJOR BRIDGE REHABILITATION - PHASE II	20,580,284	387,547	10,753,292	387,547	898,819	8,928,173
100276	NIMMO PARKWAY PHASE II-A	3,277,261	29,410	3,015,587	58,639	18,262	243,412
100278	NIMMO PARKWAY - PHASE VII-B	18,603,438	43,957	1,464,556	1,464,556	3,125,165	14,013,717
100301	PARLIAMENT DRIVE SIDEWALK PHASE II	2,242,229	20,120	194,470	194,470	152,654	1,895,105
100306	PLEASURE HOUSE ROAD STREET IMPROVE - PHASE II	3,266,289	68,212	187,253	187,253	3,067	3,075,969
100317	PRINCESS ANNE ROAD - PHASE V11-A	350,000	-	218,762	218,763	-	131,238
100318	PRINCESS ANNE PHASE VII	30,109,843	104,780	29,237,192	104,780	412,574	460,077
100322	PROVIDENCE ROAD SIDEWALK	1,099,000	2,200	1,056,823	2,200	9,912	32,265
100329	INDIAN RIVER RD/PRINCESS ANNE RD INT IMP	210,211	-	210,211	210,211	-	-
100340	ROSEMONT ROAD - PHASE V	23,764,935	356,009	1,681,358	1,681,358	355,569	21,728,008
100347	RURAL ROAD IMPROVEMENTS - PHASE II	2,004,424	203,237	295,885	295,885	50,289	1,658,250
100355	SANDBRIDGE ROAD BRIDGE REPLACMENT	7,887,467	164,026	7,667,155	169,013	25,465	194,847
100356	SANDBRIDGE ROAD-NIMMO - PHASE VII-A	25,833,742	5,321,128	17,055,942	5,321,128	8,647,861	129,939
100379	SHIPPS CORNER ROAD IMPROVEMENTS	750,240	-	405,173	405,173	283,043	62,024
100381	SHORE DRIVE CORRIDOR IMPRV-PHASE III	48,225,367	1,809,809	4,258,983	4,258,983	1,938,951	42,027,433
100383	SHORE DRIVE CORRIDOR IMPRV-PHASE IV	9,632,181	99,472	1,031,943	1,031,943	367,462	8,232,776
100401	STREET RECONSTRUCTION - PHASE II	35,712,156	6,377,547	27,619,632	9,373,459	5,150,416	2,942,108
100422	TRAFFIC CALMING	900,000	90,026	232,517	232,517	145,572	521,911
100423	TRAFFIC SAFETY IMPROVEMENTS - PHASE IV	24,377,406	2,598,031	17,512,858	17,480,905	3,792,311	3,072,237
100424	TRAFFIC SAFETY IMPROVEMENTS - PHASE III	17,062,305	306,800	16,480,191	518,467	195,790	386,324
100425	TRAFFIC SIGNAL REHAB - PHASE II	7,172,070	716,066	3,207,277	-	1,183,233	2,781,560
100428	TRANSPORTATION NETWORK ANALYSIS	2,632,250	90,592	2,535,079	90,592	57,185	39,986
100429	UPTON DR EXT-DAM NECK IMPROVEMENTS	1,300,000	-	13,219	13,219	-	1,286,781
100447	VAR COST PARTICIPATION PROJECTS II	350,000	-	-	-	-	350,000
100483	WEST NECK ROAD - PHASE IV	9,966,533	3,820,587	9,400,910	-	565,623	-
100484	WETLANDS MITIGATION BANKING - PHASE II	300,000	-	500	500	-	299,500
100492	WITCHDUCK ROAD - PHASE II	58,788,998	333,812	57,520,005	-	271,794	997,199
100501	LASKIN ROAD - PHASE II	783,111	-	625,465	-	-	157,646
100502	CITY WIDE STREET LIGHTING IMPROVEMENTS III	280,000	-	82,385	82,385	55,483	142,132
100522	TRAFFIC SIGNAL RETIMING II	2,101,794	525,005	950,487	-	659,871	491,436
100524	PLEASURE HOUSE ROAD STREET IMROVEMENTS - PHASE I	1,057,139	41,034	117,322	117,322	783	939,034
100529	ELBOW ROAD EXTENDED – PHASE II - B	64,366,821	4,072,626	11,994,164	11,994,164	52,234,882	137,775
100537	DAM NECK RD-HOLLAND RD INTERSECTION IMPROVEMENTS	2,840,000	31,196	31,196	31,196	134,172	2,674,632
100542	GENERAL BOOTH BOULEVARD-OCEANA BLVD INTER IMPRV	2,550,277	-	-	-	-	2,550,277
100554	INDEPENDENCE BLVD-COLUMBUS ST PEDESTRIAN IMP	562,385	112,864	187,422	187,422	334,711	40,252
100555	PARLIAMENT DR-SIDEWALK PHASE I	2,104,187	77,676	156,863	156,863	109,343	1,837,981
100556	SANDBRIDGE RD-SIDEWALK	1,034,992	46,981	128,095	128,095	14,506	892,391
100633	ATLANTIC AVE PEDESTRIAN IMPROVEMENTS	1,400,200	293,074	293,074	293,074	107,127	999,999
100634	CONSTRUCTION & ENGINEERING INSPECTION PROGRAM	7,000,000	767,580	798,772	798,771	1,567,869	4,633,359
100659	INDIAN RIVER RD BRIDGE	1,000,000	409	409	409	-	999,591
100660	INDIAN RIVER RD SAFETY IMPR	500,000	32,427	32,427	32,427	-	467,573
		$ 934,801,480	$ 56,328,778	$ 443,836,773	$ 113,937,243	$ 149,379,331	$ 341,585,376

CITY OF VIRGINIA BEACH, VIRGINIA
BUILDINGS CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100015	AQUARIUM MARSH PAVILION ENHANCEMENTS	$ 15,327,443	$ 513,534	$ 15,325,276	$ 513,534	$ -	$ 2,167
100016	AQUARIUM MARSH PAVILION - PHASE II	13,409,173	79,317	13,408,721	1,052,696	-	452
100019	ARC FLASH MITIGATION	4,715,000	-	3,516,810	-	-	1,198,190
100047	BUILDING SECURITY	1,525,000	384,831	752,925	572,551	246,876	525,199
100120	CITY HALL REPLACEMENT	50,250,000	134,074	50,044,556	1,726,273	-	205,444
100138	CONVENTION CENTER CAPITAL MAINTENANCE	12,375,549	979,928	6,413,697	-	517,482	5,444,370
100164	ENERGY PERFORMANCE CONTRACTS - PHASE I	5,459,915	24,938	4,983,378	-	10,958	465,579
100165	ENERGY PERFORMANCE CONTRACTS - PHASE II	2,750,000	653,475	1,344,974	-	929,385	475,641
100170	FACILITIES PLANNING SERVICES	1,370,467	275,230	808,786	-	354,113	207,568
100175	FIRE APPARATUS - PHASE IV	20,667,500	1,925,849	18,209,585	14,320,652	1,636,561	821,354
100176	FIRE FACILITY REHAB & RENEWAL - PHASE III	7,315,791	1,220,150	6,828,030	-	141,135	346,626
100178	FIRE TRAINING CENTER IMPROVEMENTS - PHASE IV	2,573,155	597,395	1,912,092	-	53,096	607,967
100180	FIRE TRAINING CENTER IMPROVEMENTS - PHASE III	5,152,170	93,888	4,554,029	93,888	23,858	574,283
100181	FIRE-RESCUE STATION BURTON STATION	7,810,000	183,618	7,573,966	183,618	228,958	7,076
100202	HERITAGE BUILDING MAINTENANCE - PHASE I	2,094,746	8,103	2,070,785	-	-	23,961
100203	HERITAGE BUILDING MAINTENANCE - PHASE II	3,075,000	828,293	1,986,947	-	802,889	285,164
100224	INTERMEDIATE CARE FACILITIES REN-REP - PHASE I	1,549,776	176,695	417,158	-	17,447	1,115,171
100225	JUDICIAL CENTER MAINTENANCE	2,174,372	415,345	1,848,610	-	15,002	310,760
100233	LANDFILL #2 - PHASE I CAPPING	21,677,000	366,355	18,008,800	18,008,800	137,218	3,530,982
100248	LIBRARY ENHANCEMENTS	5,347,039	123,816	4,439,501	-	270,797	636,741
100260	BEACH MAINTENANCE FACILITY	30,902	30,902	30,902	30,902	-	-
100291	OPERATIONS FACILITIES RENOVATIONS	84,640,000	18,776,392	63,529,405	33,094,643	15,080,365	6,030,230
100325	PUBLIC SAFETY EQUIPMENT REPLACEMENT	11,085,572	1,755,736	10,398,571	10,398,571	499,608	187,393
100392	CITY SECURITY ENHANCEMENTS	3,229,818	235,700	1,204,821	1,204,820	313,589	1,711,408
100435	VA AQUARIUM ANIMAL CARE ANNEX	19,261,914	16,695	19,229,099	16,695	-	32,815
100436	VA AQUARIUM BLDG SYS REHAB & RENEWAL	13,706,589	2,929	13,209,697	-	19,259	477,633
100437	VA AQUARIUM BUILDING SYSTEMS & FACILITY	7,172,700	758,221	3,541,904	-	1,165,020	2,465,776
100445	VAR BLDGS HVAC REHAB & RENEWAL - PHASE IV	15,000,000	2,749,411	10,450,102	-	1,431,480	3,118,418
100446	VAR BLDGS REHAB & RENEWAL - PHASE IV	24,922,572	4,686,011	20,074,592	-	4,365,148	482,832
100457	VETERANS MEMORIAL SUSTAINMENT	655,829	-	490,404	-	-	165,425
100463	VIRGINIA AQUARIUM RENEW & REPLACE - PHASE III	3,514,204	860,559	1,901,027	-	70,753	1,542,424
100503	JUDICIAL CENTER ESCALATOR REPLACEMENT	10,614,900	825,237	1,194,243	1,104,058	5,653,037	3,767,620
100513	VIRGINIA AQUARIUM MONUMENT SIGNS	600,000	415,842	443,082	441,157	-	156,918
100536	CREEDS TRAINING CENTER RENOVATIONS	12,939,126	1,070,428	1,070,428	1,070,428	1,181,921	10,686,777
100584	HOUSING RESOURCE CENTER ACCESSIBILITY	1,464,000	(22,231)	72,402	72,402	-	1,391,598
100588	HVAC REC CENTERS HVAC REHAB & REN ARPA	4,400,000	586,338	734,275	734,275	3,142,795	522,930
100589	HVAC CENTRAL UTILITY PLANT HVAC REHAB & RENEW ARPA	4,750,000	2,918,644	3,020,009	3,020,009	1,683,069	46,922
100590	HVAC COURTS BUILDING DDC HVAC REHAB & RENEW ARPA	3,966,254	1,586,132	1,649,280	1,649,280	2,312,112	4,862
100591	PARKS & RECREATION LANDSCAPE YARD ARPA	12,451,244	3,220,259	3,712,453	3,712,453	5,333,193	3,405,598
100608	VIRGINIA AQUARIUM ANIMAL HOLDING FACILITY RENO	4,321,715	268,066	624,673	624,673	2,506,654	1,190,388
100614	LEROY RD IMPOUND LOT REMEDIAL ACTION	1,443,700	7,499	7,499	7,499	23,625	1,412,576
100616	MOCA BUILDING REHABILITATION	1,000,000	12,588	12,588	12,588	10,437	976,975
100651	COURT MODERNIZATION STUDY	350,000	-	-	-	-	350,000
100653	HRC RENOVATION	3,329,460	651,486	651,486	651,486	23,258	2,654,716
100670	VOTER REGISTAR FACILITY	17,250,000	25,848	25,848	25,848	-	17,224,152
	TOTAL BUILDINGS CAPITAL PROJECTS	$ 448,719,595	$ 50,423,526	$ 321,727,416	$ 94,343,799	$ 50,201,098	$ 76,791,081

CITY OF VIRGINIA BEACH, VIRGINIA
FLOOD PROTECTION PROGRAM CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100061	CENTRAL RESORT DISTRICT - 24TH ST CULVER	$ 5,100,000	$ -	$ -	$ -	$ -	$ 5,100,000
100062	CENTRAL RESORT DISTRICT DRAINAGE IMPROVEMENT	91,000,000	837,571	1,167,886	-	667,642	89,164,472
100418	THE LAKES HOLLAND ROAD GATE	8,507,000	844,297	941,796	941,796	3,422,251	4,142,953
100487	WINDSOR WOODS PUMP STATION	42,446,000	1,363,881	1,845,654	1,845,654	5,489,174	35,111,172
100516	PRINCESS ANNE PLAZA - BOW CREEK STORMWATER PARK	76,895,850	12,599,487	17,079,102	17,079,102	26,869,089	32,947,659
100517	PRINCESS ANNE PLAZA N LONDON BRIDGE PUMP STATION	60,900,000	2,454,042	5,866,862	5,866,862	9,858,832	45,174,306
100538	EASTERN SHORE DR-ELEVATE LYNNHAVEN DR	4,016,130	420,981	420,981	420,980	320,030	3,275,119
100548	PUNGO FERRY RD IMPROVEMENTS	11,500,000	242,827	361,339	361,339	1,047,131	10,091,530
100551	STORMWATER GREEN INFRASTRUCTURE	49,811,400	986,275	1,508,503	1,508,503	2,303,807	45,999,090
100553	WINDSOR WOODS-THALIA CREEK-LAKE TRASHMORE IMP	3,346,500	45,423	45,423	45,423	251,474	3,049,603
100578	STORMWATER PROJECT ADMINISTRATION	4,000,000	1,228,478	3,322,720	-	618,673	58,607
100595	CHUBB LAKE/LAKE BRADFORD PUMP STATION AND OUTFALL	78,200,000	425,397	662,092	662,092	1,210,983	76,326,925
100596	CHURCH POINT/THOROUGHGOOD DRAINAGE IMPROV	35,900,000	69,134	69,134	69,134	856,214	34,974,652
100597	EASTERN SHORE DRIVE - PH 1 SECTION 1F IMPROVEMENTS	3,450,371	139,182	139,182	139,182	271,309	3,039,880
100598	EASTERN SHORE DRIVE - PH 1 SECTION 1G IMPROVEMENTS	940,000	139,182	139,182	139,182	271,309	529,509
100599	EASTERN SHORE DRIVE - POINCIANA PUMP STATION	8,200,000	609,523	645,783	645,783	849,304	6,704,913
100600	SEATACK NEIGHBORHOOD DRAINAGE IMPROVEMENTS	6,925,000	1,444,746	1,757,581	1,757,581	4,491,672	675,747
100601	FIRST COLONIAL & OCEANA BLVD DRAINAGE IMPROVEMENTS	4,346,663	228,452	322,897	322,897	71,634	3,952,132
100602	WEST NECK CREEK BRIDGE	69,000,000	347,368	347,753	347,753	1,780,173	66,872,074
100603	SANDBRIDGE/NEW BRIDGE INTERSECTION IMPROVEMENTS	7,990,000	133,475	278,364	278,364	216,634	7,495,002
100604	THE LAKES - FLOOD BARRIERS	3,600,000	249,829	347,328	347,328	1,074,264	2,178,408
100605	WINDSOR WOODS - FLOOD BARRIERS	13,157,500	204,405	204,405	204,405	887,491	12,065,604
	TOTAL FLOOD PROTECTION PROGRAM CAPITAL PROJECTS	$ 589,232,414	$ 25,013,955	$ 37,473,967	$ 32,983,360	$ 62,829,090	$ 488,929,357

CITY OF VIRGINIA BEACH, VIRGINIA
COMMUNICATIONS AND INFORMATION TECHNOLOGY CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100067	NEXT GENERATION CONTENT MANAGMENT	$ 575,000	$ 28,145	$ 563,052	$ -	$ -	$ 11,948
100074	21ST CENTURY ENTERPRISE RESOURCE (HCM)	11,164,326	2,346,311	2,864,917	2,864,917	49,590	8,249,819
100083	CABLE ACCESS INFRASTRUCT REPLACE - PHASE II	1,575,000	-	-	-	-	1,575,000
100084	CITY SOFTWARE UPGRADE-REPLACE	17,055,800	2,884,120	13,649,331	2,884,120	2,389,092	1,017,377
100087	COMMUNICATION INFRASTRUCTURE REPLACE - PHASE III	30,362,967	3,781,070	18,237,924	3,781,070	4,527,263	7,597,780
100094	ENTERPRISE CUST RELATIONSHIP MGMT SY	2,644,779	540,363	1,870,944	-	146,038	627,797
100103	IT SERVICE CONTINUITY - PHASE II	8,451,597	1,668,859	7,706,600	-	744,997	-
100105	MAINTAIN & SECURE CORPORATE DATA	6,945,523	627,956	4,049,164	627,956	98,004	2,798,355
100106	NEXT GENERATION NETWORK	17,642,720	2,000,156	12,866,888	3,739,293	2,227,461	2,548,371
100107	NETWORK INFRASTRUCTURE REPLACE - PHASE III	30,651,203	7,982,208	26,472,017	7,987,660	619,941	3,559,245
100113	ENTERPRISE PUBLIC SAFETY SYSTEMS	19,276,162	1,319,532	17,452,713	-	657,883	1,165,566
100118	TELECOMMUNICATIONS REPLACMENT - PHASE II	6,924,494	204,417	3,640,172	204,417	7,075	3,277,247
100514	REAL ESTATE SOFTWARE REVITALIZATION	3,250,000	-	-	-	-	3,250,000
100533	NEXT GENERATION 911	4,061,397	516,888	1,642,690	516,888	2,106,125	312,582
100541	ENTRPRS ELECTRC CNTNT & RECORDS MGMT (ECRM) SOLUTION	250,000	-	-	-	-	250,000
100569	LIBRARIES MEETING SPACE TECHNOLOGY MODERNIZATION	325,396	6,778	275,211	-	-	50,185
100570	ECCS BACK-UP SITE PHASE II	2,807,200	697,664	697,664	697,664	109,160	2,000,376
100572	HR/FINANCE SOFTWARE SUSTAINMENT	5,536,559	1,616,899	3,794,556	1,616,899	342,327	1,399,676
100574	COURTS TECHNOLOGY SYSTEM SUSTAINMENT	1,893,064	465,217	1,602,846	465,217	27,749	262,469
100580	GUNSHOT DETECTION SYSTEM	2,016,000	115,342	764,842	-	180,328	1,070,830
100581	CRIME PREVENTION THROUGH ENVIRONMENTAL DESIGN	1,867,000	188,114	1,435,050	-	-	431,950
100592	TELEHEALTH & CASE MANAGEMENT ARPA	2,224,000	595,578	1,653,944	-	180,985	389,071
100593	SOUTHSIDE NETWORK AUTH REG BROADBAND RING ARPA	8,300,000	34,400	5,838,800	34,400	2,391,928	69,272
100594	LIBRARIES MEETING SPACE TECH MODERNIZATION ARPA	743,000	101,015	129,865	-	551,705	61,430
100618	REVENUE MANAGEMENT SYSTEM SUSTAINMENT	797,696	199,854	469,334	469,334	142,848	185,514
100620	HSD DOCUMENT MANAGEMENT SYSTEM	1,353,000	29,096	97,436	-	179,640	1,075,924
100621	CSA MODERNIZATION	975,000	61,671	81,976	81,976	65,376	827,648
100622	HSD EVIDENCE MANAGEMENT	520,000	-	-	-	-	520,000
100624	FORENSIC EVIDENCE MANAGEMENT	506,000	82,340	82,340	82,340	-	423,660
100645	EOC MODERNIZATION	1,482,900	-	-	-	376,131	1,106,769
100657	MYREVENUE SYSTEM CLOUD MIGRATION	1,123,200	255,500	255,500	255,500	77,500	790,200
100658	TREASURERS E-BILLING	414,000	-	-	-	-	414,000
100665	EMPLOYEE ENGAGEMENT TOOL	75,000	14,647	14,647	14,647	45,016	15,337
	TOTAL COMMUNICATIONS AND INFORMATION TECHNOLOGY CAPITAL PROJECTS	$ 193,789,983	$ 28,364,140	$ 128,210,423	$ 26,324,298	$ 18,244,162	$ 47,335,398

CITY OF VIRGINIA BEACH, VIRGINIA
PARKS AND RECREATION CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100023	ATHLETIC FIELDS LIGHTING-RENOV - PHASE III	$ 3,427,277	$ 460,266	$ 2,563,622	$ 2,563,622	$ 10,913	$ 852,742
100040	BIKEWAYS-TRAILS REPAIRS-RENOVATIONS - PHASE I	3,144,279	1,440	1,371,245	-	106,801	1,666,233
100119	CITY BIKEWAYS & TRAILS PLAN IMPLEM - PHASE II	3,982,978	194,220	2,635,492	2,635,491	263,065	1,084,421
100127	RECREATION CENTERS REPAIRS & RENOV - PHASE III	24,087,767	2,243,196	14,322,967	-	849,739	8,915,061
100190	FOXFIRE TRAIL PEDESTRIAN BRIDGE	2,615,397	1,018,827	1,263,128	1,263,128	1,099,644	252,625
100194	GOLF COURSES CONTRACTUAL OBLIGATIONS	1,560,000	34,084	1,053,441	-	98,010	408,549
100198	GREENWAY SCENIC WATER & NAT AREA - PHASE III	3,225,000	59,956	1,624,264	1,624,264	1,080,792	519,944
100256	LYNNHAVEN BOAT RAMP-BEACH FAC REP-RENOV	612,221	34,948	445,706	-	25,092	141,423
100289	OPEN SPACE PARK DEVELOPMENT-MAINT-PHASE II	18,171,100	1,016,986	15,657,923	4,735,694	1,699,003	814,174
100299	PARK PLAYGROUND RENOVATIONS - PHASE III	7,246,959	1,402,602	6,352,632	1,825,098	-	894,327
100320	PARKS-SPEC USE FACILIT DEV-RENOV-PHASE III	20,550,601	37,400	11,343,678	791,895	4,282,724	4,924,199
100393	SPORTSPLEX-NATL TRNG CTR REN & REPLACE	12,136,038	2,724,136	8,965,981	3,073,156	2,216,645	953,412
100402	STUMPY LAKE GOLF COURSE LEASE OBLIGATION	377,503	-	173,408	-	-	204,095
100413	TENNIS COURT RENOVATIONS - PHASE III	3,375,000	317,057	1,936,948	-	-	1,438,052
100415	THALIA CREEK GREENWAY - PHASE I	3,400,157	89,663	610,388	610,387	30,632	2,759,137
100511	SOUTHERN RIVERS WATERSHED SITE ACQUISITION PROGRAM	2,000,000	250	250	250	3,741	1,996,009
100558	VIOLET BANK TRAIL	1,600,000	-	-	-	-	1,600,000
100559	THREE OAKS PATH	740,901	-	9,835	9,485	631,132	99,934
100587	PARKS CAPITAL INFRASTRUCTURE REPLACEMENT - ARPA	16,775,000	5,712,806	10,936,391	10,936,391	1,706,600	4,132,009
100607	LITTLE ISLAND PARKING LOT IMPROVEMENT ARPA	1,550,000	12,461	38,684	38,684	1,311,630	199,686
100632	PARK INFRASTRUCT REPLACE & UNDERDEVELOPED PARKS	5,380,000	697,069	852,026	852,026	744,138	3,783,836
100637	PUNGO FERRY LANDING PARK	2,585,625	142,917	160,111	160,111	136,748	2,288,766
100638	OWL CREEK BOAT RAMP	3,993,000	44,251	44,251	44,251	61,347	3,887,402
100641	OPEN SPACE SITE AQUISITION	5,000,000	1,500,000	1,500,000	1,500,000	3,232	3,496,768
100644	VIRGINIA BEACH TRAIL	19,550,000	-	-	-	-	19,550,000
100663	LITTLE ISLAND PARK PIER REPAIRS	1,200,000	-	-	-	89,332	1,110,668
100664	MAY 31 MEMORIAL	9,700,000	1,088,439	1,088,439	1,088,439	59,403	8,552,158
100667	RUDEE LOOP PARK DEVELOPMENT	4,000,000	-	-	-	-	4,000,000
	TOTAL PARKS AND RECREATION CAPITAL PROJECTS	$ 181,986,803	$ 18,832,974	$ 84,950,810	$ 33,752,372	$ 16,510,363	$ 80,525,630

CITY OF VIRGINIA BEACH, VIRGINIA
COASTAL CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100030	BAY BEACHES RESTORATION	$ 5,855,804	$ 955,442	$ 5,549,822	$ -	$ 103,808	$ 202,174
100036	BEACH PROFILE MONITORING - PHASE II	795,000	118,924	720,165	-	23,646	51,189
100038	BEACH REPLENISHMENT - PHASE II	18,441,921	7,130,533	18,077,874	-	129,074	234,973
100064	CHESAPEAKE BEACH RESTORATION	8,215,601	750,000	6,603,638	-	-	1,611,963
100065	CHESOPEIAN COLONY NEIGHBORHOOD DREDGING II	2,677,034	-	2,647,641	-	-	29,393
100142	CROATAN BEACH RESTORATION	2,997,674	2,736,981	2,997,674	2,997,674	-	-
100149	DREDGE OPERATIONS REHAB & MODIFICATIONS	2,000,000	-	-	-	374,743	1,625,257
100152	EASTERN BRANCH LYNNHAVEN RIVER DREDGING	11,294,602	4,148,958	8,065,269	-	3,149,726	79,607
100210	HURDS COVE NEIGHBORHOOD DREDGING	3,225,777	46,497	557,976	-	1,966,428	701,373
100253	BAYVILLE CREEK NEIGHBORHOOD DREDGING II	436,000	25,946	34,103	25,945	80,486	321,411
100258	LYNNHAVEN INLET MAINTENANCE DREDGING - PHASE II	2,169,184	-	1,771,048	-	-	398,136
100274	NEIGHBORHOOD DREDGING SPUR CHANNELS	1,177,797	43,339	230,083	-	225,431	722,283
100304	PLEASURE HOUSE POINT MITIGATION - PHASE I	426,493	-	385,420	-	41,073	-
100305	PLEASURE HOUSE POINT MITIGATION - PHASE II	1,000	-	225	-	-	775
100334	RUDEE INLET DREDGE REPLACEMENT	8,788,769	2,784,522	3,817,797	3,817,797	4,847,935	123,037
100344	RUDEE INLET FEDERAL DREDGING - PHASE II	6,360,000	40,556	5,396,888	-	857,820	105,292
100345	RUDEE INLET OUTER CHAN MAINT DREDG - PHASE II	3,863,433	-	3,032,619	-	-	830,814
100349	SANDBRIDGE BEACH ACCESS IMPROV - PHASE II	3,800,000	40,060	2,765,803	-	45,876	988,321
100364	SCHILLING POINT NEIGHBORHOOD DREDGING	543,893	-	502,303	-	5,081	36,509
100450	VAR MINOR DREDGING - PHASE II	3,984,166	515,486	3,892,833	-	89,924	1,409
100510	SANDBRIDGE BEACH RESTORATION IV	27,679,124	49,059	49,059	-	49,059	27,581,006
100534	OLD DONATION CREEK AREA DREDGING-PHASE II	759,107	28,541	64,386	64,386	92,509	602,212
100550	SHADOWLAWN AREA DREDGING II	251,000	70,142	85,846	85,846	165,154	-
100552	WSTRN BRNCH LYNNHAVEN RVR MAINT DREDGING II	3,714,040	76,958	76,958	76,958	107,418	3,529,664
100560	HARBOUR POINT DREDGING II	130,000	73,323	87,456	87,456	42,544	-
100636	SANDBRIDGE BEACH RESTORATION - PHASE III	20,737,922	-	-	-	-	20,737,922
	TOTAL COASTAL CAPITAL PROJECTS	$ 140,325,341	$ 19,635,267	$ 67,412,886	$ 7,156,062	$ 12,397,735	$ 60,514,720

CITY OF VIRGINIA BEACH, VIRGINIA
ECONOMIC AND TOURISM CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100001	17TH STREET IMPROVEMENTS - PHASE I	$ 25,416,516	$ 215,735	$ 1,829,061	$ 1,829,061	$ 318,221	$ 23,269,234
100002	17TH STREET IMPROVEMENTS - PHASE II	293,631	-	293,631	293,631	-	-
100014	APZ-1 ECONOMIC INCENTIVES	1,857,692	-	721,306	-	-	1,136,386
100048	BURTON STATION ROAD IMPROVEMNTS-PHASE III	14,491,465	115,680	2,746,823	2,746,823	253,443	11,491,199
100059	RESORT PARKING DISTRICT	26,125,000	4,200	4,200	4,200	-	26,120,800
100145	ATLANTIC PARK DEVELOPMENT ACQUISITION	9,194,182	2,948,785	8,512,954	-	-	681,228
100146	ATLANTIC PARK ENTERTAINMENT VENUE	54,997,614	19,714,102	25,065,510	-	-	29,932,104
100147	ATLANTIC PARK PARKING	45,950,000	-	45,869,714	-	-	80,286
100148	ATLANTIC PARK STREETSCAPES	6,000,000	-	4,287,993	-	-	1,712,007
100156	ECONOMIC DEVELOPMENT INVESTMENT PROGRAM - PHASE I	57,892,016	1,737,440	55,755,318	-	-	2,136,698
100157	ECONOMIC DEVELOPMENT INVESTMENT PROGRAM - PHASE II	9,078,008	-	2,000,000	-	-	7,078,008
100204	HISTORIC KEMPSVILLE	4,550,000	32,175	4,394,221	-	-	155,779
100251	LONDON BRIDGE COMMERCE CENTER - PHASE I	3,895,100	-	91,403	91,403	-	3,803,697
100262	LYNNHAVEN PARKWAY CORRIDOR IMPROVEMENTS	5,775,000	-	485,920	485,920	53,327	5,235,753
100282	OCEANA & ITA CONFORMITY & ACQUISITION - PHASE II	8,067,650	1,215,847	6,343,391	1,680,529	34,634	1,689,625
100283	OCEANFRONT CAPITAL PROJECTS REINVEST	6,731,861	27,274	5,397,559	98,381	197,088	1,137,214
100285	OCEANFRONT PARKING FACILITY CAP MAIN-DEV	5,331,269	294,345	1,703,834	-	339,178	3,288,257
100286	OCEANFRONT RESTROOM	2,833,484	112,493	1,129,991	795,101	84,697	1,618,796
100300	ATLANTIC AVENUE STREET IMPROVEMENTS	22,900,000	674,772	1,460,027	1,460,028	4,453,039	16,986,934
100399	STRATEGIC GROWTH AREA PROGRAM	11,229,687	318,598	10,546,941	2,066,577	269,652	413,094
100419	TOWN CENTER GARAGE & PLAZA CAP MAINT - PHASE I	3,368,179	-	2,634,342	-	196	733,641
100420	TOWN CENTER GARAGE & PLAZA CAP MAINT - PHASE II	3,116,356	472,696	988,517	-	499,236	1,628,603
100421	TOWN CENTER REINVESTMENT	900,000	7,602	358,495	-	6,626	534,879
100456	VB AMPHITHEATER CAPITAL MAINTENANCE	4,041,446	447,378	3,434,931	-	-	606,515
100459	VIBE DISTRICT STREET INF - PHASE I	10,811,046	2,166,608	4,589,128	4,589,128	5,628,129	593,789
100466	VIRGINIA BEACH SPORTS CENTER	73,651,047	435,236	68,532,746	435,236	2,374,669	2,743,632
100489	WINSTON-SALEM AVENUE IMPROVEMENTS	18,558,235	86,440	902,220	902,220	13,117,488	4,538,527
100575	31ST STREET STAGE CANOPY	3,128,720	1,790,280	1,968,203	1,968,203	769,715	390,802
100576	VA BEACH INNOVATION PARK INFRASTRUCTURE II	18,659,000	8,797,438	9,540,794	9,354,953	-	9,118,206
100577	STRATEGIC SITE ACQUISITION & DISPOSITION	3,250,000	(10,550)	10,992	442	14,400	3,224,608
100606	ATLANTIC PARK OFFSITE INFASTRUCTURE	36,567,955	14,111,454	21,093,755	21,093,755	681,231	14,792,969
100629	SPORTS TOURISM FACILITIES & INFRASTRUCTURE	6,921,100	64,900	64,900	64,900	-	6,856,200
100630	17TH ST REGIONAL STORMWATER MANAGEMENT FACILITY	2,770,000	244,962	244,962	244,962	1,246,796	1,278,242
100631	RESORT AREA SITE ACQUISITION	12,900,000	-	12,814,300	-	-	85,700
100635	CORPORATE LANDING BUSINESS PARK INFRASTRUCTURE	10,000,000	3,033,812	4,918,189	4,918,189	-	5,081,811
100639	CAPE HENRY LIGHTHOUSE REST	1,918,119	86,651	86,651	86,651	315,115	1,516,353
100666	DAM NECK-LONDON BRIDGE CONNECTOR ROAD IMPROVEMENTS	22,500,000	-	-	-	-	22,500,000
	TOTAL ECONOMIC & TOURISM CAPITAL PROJECTS	$ 555,671,378	$ 59,146,353	$ 310,822,922	$ 55,210,293	$ 30,656,880	$ 214,191,576

CITY OF VIRGINIA BEACH, VIRGINIA
SUMMARY OF GENERAL GOVERNMENT CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
ENGINEERING AND HIGHWAYS	$ 934,801,480	$ 56,328,778	$ 443,836,773	$ 113,937,243	$ 149,379,331	$ 341,585,376
BUILDINGS	448,719,595	50,423,526	321,727,416	94,343,799	50,201,098	76,791,081
FLOOD PROTECTION PROGRAM	589,232,414	25,013,955	37,473,967	32,983,360	62,829,090	488,929,357
COMMUNICATIONS & INFORMATION TECHNOLOGY	193,789,983	28,364,140	128,210,423	26,324,298	18,244,162	47,335,398
PARKS AND RECREATION	181,986,803	18,832,974	84,950,810	33,752,372	16,510,363	80,525,630
COASTAL	140,325,341	19,635,267	67,412,886	7,156,062	12,397,735	60,514,720
ECONOMIC AND TOURISM	555,671,378	59,146,353	310,822,922	55,210,293	30,656,880	214,191,576
GENERAL GOVERNMENT EXPENDITURES	$ 3,044,526,994	257,744,993	$ 1,394,435,197	$ 363,707,427	$ 340,218,659	$ 1,309,873,138
CLOSED CAPITAL PROJECTS EXPENDITURES		3,877,043				
CAPITALIZED SUBSCRIPTION EXPENDITURES		-				
TOTAL CURRENT YEAR CAPITAL PROJECTS EXPENDITURES AND OTHER FINANCING USES		$ 261,622,036				

TOTAL GENERAL GOVERNMENT CAPITAL PROJECTS REVENUES	$ 1,851,103,609
TOTAL GENERAL GOVERNMENT CAPITAL PROJECTS EXPENDITURES	(1,394,435,197)
GENERAL GOVERNMENT CAPITAL PROJECT FUND BALANCE	$ 456,668,412

Exhibit 17

CITY OF VIRGINIA BEACH, VIRGINIA
SUMMARY OF GENERAL GOVERNMENT CAPITAL PROJECTS REVENUES
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual Revenues		
	Revenues	Prior Years	Current Year	Total
FEDERAL FUNDING	$ 175,122,934	$ 128,188,186	$ 3,602,545	$ 131,790,731
STATE FUNDING	246,681,149	131,577,088	24,438,094	$ 156,015,182
LOCAL FUNDING	2,622,722,911	1,431,487,103	131,810,593	$ 1,563,297,696
TOTAL GENERAL GOVERNMENT CAPITAL PROJECTS REVENUES	$ 3,044,526,994	$ 1,691,252,377	$ 159,851,232	$ 1,851,103,609

WATER AND SEWER
ENTERPRISE FUND

WATER AND SEWER ENTERPRISE FUND

The Water and Sewer Enterprise Fund operates the water distribution and sanitary sewer collection systems. The mission of this fund is to provide public water, including water for fire protection, and public sanitary sewer service to the urban areas of Virginia Beach.

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS		
Current Assets:		
Cash and Investments	$	129,312,855
Accounts Receivable - Net of Estimated Uncollectibles		15,674,613
Intergovernmental Receivables		151,815
Inventory		3,790,137
Total Current Assets		148,929,420
Noncurrent Assets:		
Cash and Investments - Restricted		87,993,402
Capital Assets:		
Land		14,618,544
Buildings		21,037,299
Utility System		1,256,625,431
Machinery and Equipment		38,368,706
Construction in Progress		61,193,202
Less: Accumulated Depreciation		(684,699,220)
Total Capital Assets		707,143,962
Total Noncurrent Assets		795,137,364
Total Assets		944,066,784
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows for Pensions		8,480,038
Deferred Outflows for OPEB		738,979
Total Deferred Outflows of Resources		9,219,017
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable		4,549,687
Deposits Payable		260,091
Accrued Interest Payable		1,636,213
Due to Other Governments		2,425,199
Construction Contracts Payable		4,157,852
Unearned Revenue		1,730,100
Current Portion of Long-term Liabilites		16,549,625
Total Current Liabilities		31,308,767
Long-Term Liabilities:		
Compensated Absences		2,311,979
Bonds and Notes Payable		178,513,673
Subscriptions Payable		-
Net Pension Liability		23,039,382
Net OPEB Liability		2,444,003
Total Long-Term Liabilities		206,309,037
Total Liabilities		237,617,804
DEFERRED INFLOWS OF RESOURCES		
Debt Refundings Resulting in Gain Transactions		114,937
Deferred Inflows for Pensions		3,003,351
Deferred Inflows for OPEB		1,050,572
Total Deferred Inflows of Resources		4,168,860
NET POSITION		
Net Investment in Capital Assets		508,502,724
Restricted for Debt Service		20,546,572
Unrestricted		182,449,841
Total Net Position	$	711,499,137

Exhibit 19

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

OPERATING REVENUES		
Service Charges	$	79,802,088
Sale of Water		53,037,455
Tap Fees		2,230,811
Fire Hydrant Rental		2,790
Navy Wheelage Charges		162,527
Interfund Services Provided		2,223,326
Miscellaneous		36,173
Total Operating Revenues		137,495,170
OPERATING EXPENSES		
Cost of Goods Sold - Water Purchases		38,246,406
Personal Services		37,101,153
Contractual Services		11,810,160
Internal Services		4,271,088
Other Charges		23,081,325
Depreciation		27,891,790
Total Operating Expenses		142,401,922
OPERATING INCOME (LOSS)		(4,906,752)
NONOPERATING REVENUES (EXPENSES)		
Interest Income		8,291,846
Gain From Sale of Assets		30,256
Interest and Fiscal Charges		(4,996,754)
Total Non Operating Revenues, net		3,325,348
INCOME (LOSS) BEFORE CONTRIBUTIONS		(1,581,404)
Capital Contributions		2,864,627
CHANGE IN NET POSITION		1,283,223
TOTAL NET POSITION - BEGINNING RESTATED		710,215,914
TOTAL NET POSITION - ENDING	$	711,499,137

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers and Users	$	134,709,820
Receipts from Interfund Services Provided		2,795,177
Other Operating Cash Receipts		36,173
Cash Payments to Suppliers of Goods and Services		(75,608,349)
Cash Payments to Employees for Services		(34,413,228)
Net Cash Provided By Operating Activities		27,519,593
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Receipts of Capital Contributions		2,548,097
Interest on Long-term Debt		(6,890,964)
Acquisition and Construction of Capital Assets		(23,926,225)
Subscription Financing		(284,285)
Lease Financing		(665,899)
Proceeds from Sale of Salvage		30,256
Principal Paid on Capital Debt		(12,045,000)
Net Cash Used in Capital and Related Financing Activities		(41,234,020)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends Received		8,291,846
Net Increase (Decrease) in Cash and Investments		(5,422,581)
Cash and Investments, July 1		223,271,732
Cash and Investments, June 30	$	217,849,151
RECONCILIATION OF OPERATING INCOME (LOSS)		
TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income (Loss)	$	(4,906,752)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By Operating Activities:		
Depreciation		27,891,790
Net changes in assets and liabilities:		
Accounts Receivable		(525,851)
Intergovernmental Receivables		571,851
Inventory		(594,474)
Deferred Outflows of Resources		(2,467,438)
Vouchers and Accounts Payable		847,356
Deposits Payable		17,879
Unearned Revenue		1,529,869
Deferred Inflows of Resources		(1,424,869)
Accrued Compensated Leave		575,843
Net Pension Liability		6,886,116
Net OPEB Liability		(881,727)
Net Cash Provided (Used) By Operating Activities	$	27,519,593
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:		
Capital Contributions of Capital Assets	$	316,530
Amortization of Bond Premiums		1,726,134

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual	Variance
Administration and Support			
Personal Services	$ 330,462	$ 338,394	$ (7,932)
Fringe Benefits	114,714	145,902	(31,188)
Contractual Services	1,102	226	876
Internal Services	23,746	25,126	(1,380)
Other Charges	73,405	50,655	22,750
Total Administration and Support	543,429	560,303	(16,874)
Business Services			
Personal Services	3,455,795	3,237,232	218,563
Fringe Benefits	1,483,505	1,508,742	(25,237)
Contractual Services	3,751,976	2,470,004	1,281,972
Internal Services	251,777	244,625	7,152
Other Charges	37,077,115	39,065,080	(1,987,965)
Total Business Services	46,020,169	46,525,683	(505,514)
Engineering			
Personal Services	6,267,525	6,319,202	(51,677)
Fringe Benefits	2,076,441	2,248,636	(172,195)
Contractual Services	9,913,765	4,969,272	4,944,493
Internal Services	337,580	293,727	43,853
Other Charges	2,339,647	1,411,968	927,679
Total Engineering	20,934,959	15,242,805	5,692,154
Operational Management			
Personal Services	13,503,068	13,919,236	(416,168)
Fringe Benefits	4,986,286	4,697,143	289,143
Contractual Services	5,271,326	4,262,364	1,008,962
Internal Services	3,625,666	3,703,705	(78,039)
Other Charges	7,837,781	7,696,227	141,554
Total Operational Management	35,224,127	34,278,675	945,452
Technical Services			
Personal Services	1,913,207	1,670,477	242,730
Fringe Benefits	665,869	603,424	62,445
Contractual Services	69,350	108,294	(38,944)
Internal Services	2,893	3,528	(635)
Other Charges	83,649	20,649	63,000
Total Technical Services	2,734,968	2,406,372	328,596

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual	Variance
General Fund Charges			
Building Maintenance	$ 152,500	$ 31,591	$ 120,909
Direct Cost	141,396	141,396	-
DSC	391,089	396,100	(5,011)
Indirect Cost	4,047,475	4,047,475	-
Landscape Services	640,975	652,282	(11,307)
Occupational Health	50,000	30,000	20,000
Office Rent	127,660	127,660	-
Right of Way	4,000,000	4,000,000	-
Treasurer Support	362,985	404,594	(41,609)
Water Assistance	250,000	217,754	32,246
Total General Fund Charges	10,164,080	10,048,852	115,228
Other Charges			
Retiree Health Insurance	457,416	298,411	159,005
CIP Annual Expenditures	-	3,034,300	(3,034,300)
Net Deferred OPEB Contributions	-	(410,650)	410,650
Net Deferred Pension Contributions	-	2,525,381	(2,525,381)
Reserves	14,223	-	14,223
Total Other Charges	471,639	5,447,442	(4,975,803)
Total Budgeted Operating Expenses	$ 116,093,371	$ 114,510,132	$ 1,583,239

Note: Total General Fund Charges reclassified as Other Charges.
Depreciation is not included in the Budgeted Operating Expenses. The City does not budget for depreciation.

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER FUND CAPITAL PROJECTS
WATER CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100124	CLEVELAND STREET IMPROVEMENTS	$ 600,000	$ -	$ 575,020	$ 575,020	$ -	$ 24,980
100158	ELBOW ROAD EXT - PHASE I & II	2,154,663	3,526	424,345	3,526	1,546,667	183,651
100185	FIRST COLONIAL RD-VB BLVD INTERSECTION - WATER	1,920,000	470,864	761,181	761,181	929,702	229,117
100196	GREAT NECK WATER TANK REPLACEMENT	9,285,000	1,599,221	2,011,407	1,818,053	7,153,956	119,637
100216	INDIAN RIVER ROAD - WATER	1,598,548	-	61,696	3,472	6,851	1,530,001
100230	LAKE GASTON RAW WATER TRANSMISSION SYSTEM	12,442,000	1,853,517	10,792,904	3,798,364	1,649,096	-
100236	LANDSTOWN ROAD IMPROVEMENTS - WATER	596,000	-	13,700	13,700	-	582,300
100238	LANDSTOWN YARD IMPROVEMENTS IV – WATER	8,534,000	194,178	4,482,735	1,863,836	2,325,292	1,725,973
100303	PEMBROKE MEADOWS NEIGHBORHOOD WATER REHAB	13,250,000	2,616,167	6,315,796	6,315,796	5,489,506	1,444,698
100337	RESORT AREA NEIGHBORHOOD REVITALIZATION - WATER	7,916,636	382,941	5,819,422	1,065,180	1,901,145	196,069
100341	ROSEMONT ROAD - PHASE V - WATER	1,740,000	120,658	120,658	120,658	17,604	1,601,738
100369	SERVICE ORDER AUTOMATION SOLUTION PHASE II WATER	348,193	1,234	206,681	-	-	141,512
100387	SHORE DRIVE WATER LINE IMPROVEMENTS - PHASE V	3,385,000	70	142,860	142,860	-	3,242,140
100408	SYSTEM EXP COST PARTICIPATION AGREE - PHASE II WATER	640,000	-	151,825	825	-	488,175
100432	UTILITIES TECHNOLOGY SUPPORT PROGRAM – WATER	1,100,000	70,517	300,033	300,033	-	799,967
100451	VAR ROADWAY STORM WATER - PHASE VI	6,990,000	17,326	2,587,284	516,648	1,446,197	2,956,519
100460	VIBE DISTRICT WATER IMPROVEMENTS	1,700,000	397,061	397,061	397,061	1,051,159	251,780
100464	VIRGINIA BEACH BLVD WATER SYSTEM IMPROVE	350,000	-	-	-	-	350,000
100470	WATER LINE EXT, REPLACE, REHAB PROGRAM II	5,250,727	1,025,624	1,632,015	1,129,233	3,213,435	405,277
100471	WATER PUMP REPAIRS AND REPLACEMENTS	475,000	-	91,219	-	-	383,781
100478	WATER TAP INSTALLATION PROGRAM - PHASE II	3,664,754	225,703	2,683,477	574,601	480,000	501,277
100479	WATER TRANSMISSION SYSTEM UPGRADE PRG - PHASE II	6,924,950	559,251	2,692,032	1,137,447	496,737	3,736,181
100518	ROYAL PALM ARCH WATER SYSTEM REHAB	3,697,752	332,718	644,075	644,075	2,476,079	577,598
100530	LASKIN ROAD PHASE I – WATER	3,310,458	-	2,413,964	2,258,359	13,513	882,981
100561	PRINCESS ANNE PLAZA WINDSOR WOODS & LAKES	1,945,000	629,469	722,418	722,418	669,884	552,698
100562	ATLANTIC AVENUE METER VAULT REPLACEMENTS	3,930,000	877,530	1,023,141	1,023,141	885,915	2,020,944
100612	GREEN GARDEN WATER SYSTEM IMPROVEMENTS	6,750,000	12,050	12,050	12,050	59,965	6,677,985
	TOTAL WATER CAPITAL PROJECT EXPENDITURES	$ 110,498,681	$ 11,389,625	$ 47,078,999	$ 25,197,537	$ 31,812,703	$ 31,606,979
	CLOSED WATER CAPITAL PROJECTS EXPENDITURES		760				
	TOTAL CURRENT YEAR CAPITAL PROJECT EXPENDITURES		$ 11,390,385				

Exhibit 22

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER FUND CAPITAL PROJECTS
SEWER CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100021	ARROWHEAD SUSQEHANNA SS REHAB PHASE III	$ 250,000	$ -	$ 205,713	$ 205,713	$ -	$ 44,287
100186	FIRST COLONIAL RD-VB BLVD INTERSECTION - SEWER	2,985,000	424,625	849,300	849,300	1,787,770	347,930
100215	INDIAN RIVER ROAD - SEWER	381,717	-	13,245	13,245	1,472	367,000
100302	PEMBROKE MEADOWS NEIGHBORHOOD SS REHAB	2,670,000	1,255,755	2,044,139	2,044,139	614,283	11,578
100327	PUMP STATION PROGRAM - PHASE VI	39,119,398	7,887,186	20,435,614	10,752,623	11,235,002	7,448,782
100342	ROYAL PALM ARCH SANITARY SEWER REHAB	16,925,677	17,269	5,366,472	5,366,472	9,127,851	2,431,354
100361	SANITARY SEWER REVITALIZATION PROGRAM III	25,976,538	2,316,896	12,575,309	5,575,234	6,287,231	7,113,998
100371	SEWER PUMP REPAIRS AND REPLACEMENTS	4,745,000	923,274	4,138,796	-	469,606	136,598
100374	SEWER TAP INSTALLATION PROGRAM - PHASE II	5,336,811	217,064	3,730,805	501,133	560,000	1,046,006
100409	SYSTEM EXP COST PARTICIPATION AGREE - PHASE III - SEWER	2,620,000	-	2,169,873	-	-	450,127
100440	VACUUM VALVE MONITORING SYSTEM	2,345,000	176,084	1,674,485	247,949	-	670,515
100448	VAR HRSD COORDINATION	2,943,000	13,009	927,390	-	-	2,015,610
100452	VAR ROADWAY-STRM WTR COORDINATION - PHASE VI	5,825,000	152,602	3,028,143	513,742	85,039	2,711,818
100458	VIBE DISTRICT SEWER IMPROVEMENTS	2,100,000	84,291	891,596	891,596	223,149	985,255
100519	SANITARY SEWER FORCE MAIN REHAB I	10,355,000	1,596,206	3,240,157	3,234,398	5,540,878	1,573,965
100523	CLEVELAND STREET IMPROVEMENTS – SEWER	1,138,000	5,418	255,756	255,756	48,765	833,479
100525	LANDSTOWN YARD IMPROVEMENTS IV – SEWER	7,718,000	208,960	3,970,422	1,852,782	2,294,398	1,453,180
100526	UTILITIES TECHNOLOGY SUPPORT PROGRAM – SEWER	1,100,000	48,143	216,926	216,926	-	883,074
100527	SERVICE ORDER AUTOMATION SOLUTION - PHASE II – SEWER	347,895	1,468	206,680	-	-	141,215
100528	RESORT AREA NEIGHBORHOOD REVITALIZATION – SEWER	17,753,000	277,871	14,963,546	791,324	2,624,452	165,002
100531	LASKIN ROAD PHASE I – SEWER	3,950,264	-	2,014,279	2,014,249	14,907	1,921,078
100563	PRINCESS ANNE PLAZA WINDSOR WOODS & LAKES	2,477,000	669,085	669,085	669,085	1,364,924	442,991
	TOTAL SEWER CAPITAL PROJECT EXPENDITURES	$ 159,062,300	$ 16,275,206	$ 83,587,731	$ 35,995,665	$ 42,279,727	$ 33,194,842
	CLOSED SEWER CAPITAL PROJECT EXPENDITURES		$ 760				
	TOTAL CURRENT YEAR WATER CAPITAL PROJECTS EXPENDITURES		$ 11,390,385				
	WATER AND SEWER CAPITAL PROJECTS	$ 269,560,981	$ 27,666,351	$ 130,666,730	$ 61,193,202	$ 74,092,430	$ 64,801,821

TOTAL WATER AND SEWER CAPITAL PROJECTS REVENUES	$ 198,113,558
TOTAL WATER AND SEWER CAPITAL PROJECTS EXPENDITURES	(130,666,730)
WATER AND SEWER CASH RESTRICTED FOR CAPITAL PROJECTS	$ 67,446,828

Exhibit 22

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER FUND CAPITAL PROJECTS
BUDGETED AND ACTUAL REVENUES
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual Revenues		
	Revenues	Prior Years	Current Year	Total
FEDERAL FUNDING	$ 372,244	$ 372,245	$ -	$ 372,245
STATE FUNDING	90,121	90,121	-	90,121
LOCAL FUNDING	269,098,616	184,016,459	13,634,733	197,651,192
TOTAL WATER AND SEWER CAPITAL PROJECTS REVENUES	$ 269,560,981	$ 184,478,825	$ 13,634,733	$ 198,113,558



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STORM WATER
ENTERPRISE FUND

STORM WATER ENTERPRISE FUND

The Storm Water Enterprise Fund accounts for revenues and expenditures generated by the storm water utility fee for operational and capital needs for storm water management in the city. The storm water CIP is designed to create an effective drainage and storm water management system, protect natural resources, enhance quality of land and waterways, maintain the city's utility systems, encourage development only in accordance with principles of natural environment protection, and provide adequate resources to maintain existing infrastructure.

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS		
Current Assets:		
Cash and Investments	$	28,696,492
Accounts Receivable - Net of Estimated Uncollectibles		5,405,010
Total Current Assets		34,101,502
Non-current Assets:		
Cash and Investments - Restricted		31,648,515
Capital Assets:		
Land		134,087,267
Buildings		664,899
Utility System		463,850,051
Machinery and Equipment		24,128,912
Construction in Progress		76,172,365
Less: Accumulated Depreciation		(125,526,886)
Total Capital Assets		573,376,608
Total Non-current Assets		605,025,123
Total Assets		639,126,625
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outlflows for Pensions		1,991,525
Deferred Outflows for OPEB		173,586
Total Deferred Outflows of Resources		2,165,111
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable		659,556
Deposits Payable		654
Accrued Interest Payable		564,263
Construction Contracts Payable		3,277,112
Current Portion of Long-term Liabilities		6,580,041
Total Current Liabilities		11,081,626
Compensated Absences		604,681
Bond and Notes Payable		131,956,055
Net OPEB Liability		574,095
Net Pension Liability		5,410,764
Total Long-term Liabilities		138,545,595
Total Liabilities		149,627,221
DEFERRED INFLOWS OF RESOURCES		
Debt Refundings Resulting in Gain Transactions		388,025
Deferred Inflows for Pensions		705,333
Deferred Inflows for OPEB		246,780
Total Deferred Inflows of Resources		1,340,138
NET POSITION		
Net Investment in Capital Assets		431,661,613
Restricted for Future Debt Services		9,584,548
Unrestricted		49,078,216
Total Net Position	$	490,324,377

Exhibit 24

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

OPERATING REVENUES		
Service Charges	$	46,331,927
Total Operating Revenues		46,331,927
OPERATING EXPENSES		
Personal Services		8,955,249
Contractual Services		2,367,764
Internal Services		1,602,154
Other Charges		10,109,954
Depreciation		11,152,513
Total Operating Expenses		34,187,634
OPERATING INCOME (LOSS)		12,144,293
NONOPERATING REVENUES (EXPENSES)		
Interest Income		2,553,536
Gain From Sale of Assets		73,252
Interest and Fiscal Charges		(3,348,277)
Total Nonoperating Revenues (Expenses), net		(721,489)
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS		11,422,804
Capital Contributions - Federal Government		342,225
Capital Contributions - Transfers In		1,846,600
Total Transfers and Contributions		2,188,825
CHANGE IN NET POSITION		13,611,629
TOTAL NET POSITION - BEGINNING RESTATED		476,712,748
TOTAL NET POSITION - ENDING	$	490,324,377

Exhibit 25

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers and Users	$	46,615,943
Cash Payments to Suppliers of Goods and Services		(14,008,918)
Cash Payments to Employees for Services		(8,593,476)
Net Cash Provided By Operating Activities		24,013,549
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Receipts of Capital Contributions		2,188,826
Interest on Long-term Debt		(4,645,398)
Acquisition and Construction of Capital Assets		(51,529,890)
Proceeds from Sale of Salvage		73,251
Principal Paid on Capital Debt		(4,700,000)
Net Cash Provided By (Used in) Capital and Related Financing Activities		(58,613,211)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends Received		2,553,536
Net Increase (Decrease) in Cash and Investments		(32,046,126)
Cash and Investments, July 1		92,391,133
Cash and Investments, June 30	$	60,345,007
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income	$	12,144,293
Adjustments to Reconcile Operating Income to Net Cash Provided By Operating Activities:		
Depreciation		11,152,513
Net changes in assets and liabilities:		
Accounts Receivable		284,016
Deferred Outflow of Resources		(513,395)
Vouchers and Accounts Payable		70,969
Deposits Payable		(15)
Deferred Inflow of Resources		(387,121)
Accrued Compensated Leave		40,288
Net Pension Liability		1,434,575
Net OPEB Liability		(212,574)
Net Cash Provided By (Used in) Operating Activities	$	24,013,549
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:		
Amoritization of Bond Premiums	$	1,233,465

Exhibit 26

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER ENTERPRISE FUND
SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual	Variance Positive (Negative)
Infrastructure Maintenance			
Personal Services	$ 5,308,702	$ 5,383,706	$ (75,004)
Fringe Benefits	1,762,288	1,701,566	60,722
Contractual Services	5,422,994	2,357,714	3,065,280
Internal Services	1,838,882	1,548,330	290,552
Other Charges	676,570	657,849	18,721
Total Infrastructure Maintenance	15,009,436	11,649,165	3,360,271
Operational Management			
Personal Services	1,096,713	1,075,508	21,205
Fringe Benefits	404,762	402,450	2,312
Contractual Services	752	10,050	(9,298)
Internal Services	50,225	53,824	(3,599)
Other Charges	22,492	39,643	(17,151)
Total Operational Management	1,574,944	1,581,475	(6,531)
General Fund Charges			
Direct Cost	53,691	53,691	-
Indirect Cost	1,499,728	952,384	547,344
Landscape Services	115,760	115,760	-
Occupational Health	10,650	10,650	-
Regulations	142,324	142,324	-
Technology and Support	53,691	53,691	-
Total General Fund Charges	1,875,844	1,328,500	547,344
Other Charges			
Retiree Health Insurance	73,333	70,534	2,799
CIP Annual Expenditures	-	6,780,061	(6,780,061)
Water and Sewer Account Management Charges	238,379	238,379	-
Water and Sewer Billing System Charges	1,065,522	1,065,522	-
Net Deferred OPEB Contributions	-	(101,594)	101,594
Net Deferred Pension Contributions	-	423,079	(423,079)
Total Other Charges	1,377,234	8,475,981	(7,098,747)
Total Budgeted Operating Expenses	$ 19,837,458	$ 23,035,121	$ (3,197,663)

Note: Total General Fund Charges reclassified as Other Charges.
Depreciation is not included in the Budgeted Operating Expenses. The City does not budget for depreciation.

Exhibit 27

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER CAPITAL PROJECTS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2024

Project Number	Project Name	Budget to Date	Current Year Expenditures	Total Expenditures	Construction In Progress	Outstanding Encumbrances	Available Balance
100010	42ND STREET PUMP STATION OUTFALLS	$ 4,476,522	$ -	$ 516,889	$ 29,623	$ 9,825	$ 3,949,808
100022	ASHVILLE PARK DRAINAGE IMPROVEMENTS	10,900,000	414,837	10,110,104	-	284,126	505,770
100032	BAYVILLE LAKE WATER QUALITY IMPROVEMENT	3,530,000	96,299	282,962	282,962	32,167	3,214,871
100043	BMP MAINTENANCE PROGRAM PHASE I	4,300,000	606,175	1,951,844	-	549,900	1,798,256
100053	CANAL MANAGEMENT PHASE I	4,500,000	145,606	711,426	-	478,307	3,310,267
100126	COLLEGE PARK DRAINAGE IMPROVEMENTS	3,121,000	123,407	2,218,692	123,407	523,937	378,371
100150	EASTERN SHORE DRIVE - LYNNHAVEN DRIVE PUMP	14,371,504	176,358	1,956,265	1,956,265	96,266	12,318,973
100153	EASTERN SHORE DRIVE - CAPE HENRY CANAL PHASE I	12,238,019	183,079	2,928,398	2,928,198	164,092	9,145,529
100154	EASTERN SHORE DRIVE DRAINAGE	17,060,510	858,417	13,143,919	-	2,175,652	1,740,938
100161	ELIZABETH RIVER WATER QUALITY	7,471,527	891,973	5,749,433	-	1,508,045	214,050
100167	LYNNHAVEN COLONY PARK PUMP STATION	15,967,480	153,204	153,204	153,204	180,834	15,633,443
100229	LAKE CHUBB/BRADFORD LAKE	6,000,500	1,207,958	4,386,019	4,386,019	1,177,261	437,220
100231	LAKE MANAGEMENT - PHASE I	6,953,735	-	6,913,134	-	5,880	34,721
100232	LAKE MANAGEMENT - PHASE II	54,165,958	2,346,081	41,318,214	2,346,081	2,272,903	10,574,841
100263	LYNNHAVEN RIVER BASIN ECOSYSTEM RESTORATION	13,100,000	3,476,360	9,143,796	-	15,238	3,940,966
100264	LYNNHAVEN RIVER WATER QUALITY II	2,846,367	1,275,307	1,711,523	-	785,335	349,509
100273	NEIGHBORHOOD STORMWATER INF IMP - PHASE II	6,759,827	109,927	4,205,557	109,927	126,140	2,428,130
100275	CENTRAL RESORT DISTRICT-21ST & BALTIC DRAINAGE	1,800,000	-	313,940	115,681	-	1,486,060
100280	NORTH LAKE HOLLY WATERSHED	25,351,135	1,691,254	20,704,365	-	1,589,869	3,056,901
100287	OCEANFRONT STORM WATER FACILITIES MAINT	12,980,740	1,542,201	8,977,838	1,542,201	143,830	3,859,072
100314	PRIMARY SYSTEM INFRASTRUCTURE IMP - PHASE II	20,470,000	1,774,550	19,426,702	1,774,550	321,344	721,954
100315	PRINCESS ANNE PLAZA DRAINAGE AREA	5,073,597	550	4,835,670	550	234,479	3,449
100335	RESIDENTIAL DRAINAGE COST PART PRGM - PHASE II	550,000	-	285,770	-	20,050	244,180
100353	ATLANTIC OCEAN WATER QUALITY	2,032,000	1,468,800	1,478,800	-	376,465	176,734
100365	SEA LEVEL RISE/RECURRENT FLOODING ANALYS	5,314,571	186,385	4,521,612	-	40,746	752,213
100378	SHERWOOD LAKES DRAINAGE	3,400,000	12,050	3,144,340	12,050	23,687	231,973
100380	CAVE-IN REPAIR PROGRAM	8,396,950	1,887,247	7,629,496	1,887,247	767,454	-
100388	SOUTH LAKE HOLLY WATERSHED	16,009,587	119,438	15,596,447	119,438	223,272	189,869
100390	SOUTHERN CANAL-LEAD DITCH & CULVERT IMP	15,690,000	905,866	7,927,683	905,866	2,166,548	5,595,769
100391	SOUTHERN RIVERS WATER QUALITY	2,970,000	241,598	1,326,110	-	142,770	1,501,121
100395	STORM WATER PUMP STATION MODIFICATIONS	12,525,229	399,167	9,130,618	399,167	582,361	2,812,250
100397	STORM WATER QUALITY ENHANCEMENTS - PHASE II	10,998,497	760,321	8,952,492	3,045,660	1,200,755	845,250
100404	SURFACE WATER REGULATORY COMPLIANCE PRGM	12,895,565	1,191,431	10,940,533	-	1,232,116	722,917
100405	SW INFRASTRUCTURE REHAB & IMPROV-PHASE II	67,106,982	2,009,192	51,228,352	2,009,192	2,473,196	13,405,434
100406	SWM MSTR PLANNING, ANALYSIS & INVENTORY	19,572,766	3,698,461	16,209,640	3,919,173	3,320,323	42,803
100417	THE LAKES DRAINAGE IMPROVEMENTS	2,000,000	-	1,771,557	-	68,385	160,058
100472	WATER QUALITY & RESTORE PARTICIPATION	716,773	160,000	320,000	320,000	-	396,773
100486	WINDSOR WOODS DRAINAGE	34,187,150	7,248,743	21,805,085	21,805,085	8,723,703	3,658,362
100488	WINDSOR WOODS TIDE GATE	21,209,000	8,431,909	12,881,820	12,881,820	5,541,068	2,786,112
100504	PARCEL LEVEL FLOOD MITIGATION PROGRAM	2,500,000	38,601	167,713	167,713	-	2,332,287
100512	USACE REGIONAL COASTAL STORM STUDY	1,500,000	5,801	973,622	973,622	13,207	513,171
100515	ENHANCED NEIGHBORHOOD REHABILITATION	4,860,104	-	721,404	721,403	368,229	3,770,471
100520	SOUTHERN RIVERS WATERSHED STORMWATER PRGM	500,000	1,781	351,005	351,005	5,013	143,982
100521	THE LAKES-SOUTH LONDON BRIDGE CREEK	2,700,000	184,003	331,059	331,059	796,270	1,572,672
100543	LAKE EDWARD WATER QUALITY IMPR PROJECT	100,000	-	-	-	-	100,000
100549	ROADSIDE DITCH PROGRAM	5,821,750	378,769	419,648	419,648	-	5,402,102
100566	CHATAM HALL LAKE WATER QUALITY IMPROVEMENT	3,480,000	61,623	265,127	265,127	189,110	3,025,763
100567	KEMPS LAKE WATER QUALITY IMPROVEMENT	14,453,750	151,732	443,469	443,469	178,666	13,831,615
100582	SW INFRA COST PARTICIPATION	4,000,000	174,050	241,208	241,208	80,641	3,678,151
100585	ENHANCED NEIGHBORHOOD REHABILITATION ARPA	30,580,000	7,674,808	17,513,368	7,674,808	5,649,136	7,417,496
100586	LAKE MANAGEMENT ARPA	14,300,000	1,529,937	2,620,139	1,529,937	9,752,225	1,927,637
100642	PROVIDENCE PARK WET POND	330,000	-	-	-	324,738	5,262
	TOTAL STORM WATER EXPENDITURES	$ 574,139,095	$ 55,995,255	$ 360,858,010	$ 76,172,365	$ 56,935,558	$ 156,345,527
	CLOSED STORM WATER CAPITAL PROJECT EXPENDITURES		$ 32,005				
	STORM WATER CAPITAL PROJECTS	$ 574,139,095	$ 56,027,260	$ 360,858,010	$ 76,172,365	$ 56,935,558	$ 156,345,527
	TOTAL STORM WATER CAPITAL PROJECTS REVENUES			$ 398,504,761			
	TOTAL STORM WATER CAPITAL PROJECTS EXPENDITURES			(360,858,010)			
	STORM WATER CASH RESTRICTED FOR CAPITAL PROJECTS			$ 37,646,751			

Exhibit 27

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER CAPITAL PROJECTS BUDGETED AND ACTUAL REVENUES
FOR THE YEAR ENDED JUNE 30, 2024

Funding Sources	Budget Revenues	Actual Revenues		
		Prior Years	Current Year	Total
FEDERAL FUNDING	$ 7,725,178	$ 6,211,706	$ -	$ 6,211,706
STATE FUNDING	11,888,603	411,821	-	411,821
LOCAL FUNDING	554,525,314	372,859,537	19,021,697	391,881,234
TOTAL STORM WATER UTILITY CAPITAL PROJECTS	$ 574,139,095	$ 379,483,064	$ 19,021,697	$ 398,504,761



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WASTE MANAGEMENT
ENTERPRISE FUND

WASTE MANAGEMENT ENTERPRISE FUND

The Waste Management Enterprise Fund provides citywide residential automated, manual and special solid waste collections, providing containers for residents to dispose of large quantities of yard debris, centralizing the City's recycling effort, operating a city landfill, and serving as a conduit between the City and the Southeastern Public Service Authority, which is the agency responsible for the regional waste disposal program.

Exhibit 28

CITY OF VIRGINIA BEACH, VIRGINIA
WASTE MANAGEMENT ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS	
Current Assets:	
Cash and Investments	$ 12,196,107
Accounts Receivable - Net of Estimated Uncollectibles	4,714,041
Total Current Assets	16,910,148
Non-current Assets:	
Capital Assets:	
Machinery and Equipment	25,515,611
General Site Improvements Other Than Buildings	410,325
Buildings	8,730
Less: Accumulated Depreciation	(20,640,870)
Total Capital Assets	5,293,796
Total Non-current Assets	5,293,796
Total Assets	22,203,944
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows for Pensions	2,537,589
Deferred Outflows for OPEB	278,976
Total Deferred Outflows of Resources	2,816,565
LIABILITIES	
Current Liabilities:	
Vouchers and Accounts Payable	1,554,312
Current Portion of Long-term Liabilities	473,331
Total Current Liabilities	2,027,643
Long-Term Liabilities (less current portion):	
Net OPEB Liability	922,652
Net Pension Liability	6,894,361
Accrued Compensated Leave	1,056,351
Total Long-Term Liabilities (less current portion)	8,873,364
Total Liabilities	10,901,007
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows for Pensions	898,730
Deferred Inflows for OPEB	396,609
Total Deferred Inflows of Resources	1,295,339
NET POSITION	
Net Investment in Capital Assets	5,293,796
Unrestricted	7,530,367
Total Net Position	$ 12,824,163

Exhibit 29

CITY OF VIRGINIA BEACH, VIRGINIA
WASTE MANAGEMENT ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

OPERATING REVENUES		
Service Charges	$	41,260,862
Miscellaneous		863,789
Total Operating Revenues		42,124,651
OPERATING EXPENSES		
Cost of Goods Sold		396,845
Personal Services		13,625,357
Contractual Services		16,612,700
Internal Services		6,139,101
Other Charges		3,960,347
Depreciation		3,009,414
Total Operating Expenses		43,743,764
OPERATING INCOME (LOSS)		(1,619,113)
NONOPERATING REVENUES (EXPENSES)		
Interest Income		332,509
Gain (Loss) From Sale of Assets		105,229
From Commonwealth		91,331
Total Nonoperating Revenues (Expenses), net		529,069
CHANGE IN NET POSITION		(1,090,044)
TOTAL NET POSITION - BEGINNING - RESTATED		13,914,207
TOTAL NET POSITION - ENDING	$	12,824,163

Exhibit 30

CITY OF VIRGINIA BEACH, VIRGINIA
WASTE MANAGEMENT ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers and Users	$ 41,185,272
Other Operating Cash Receipts	863,789
Cash Payments to Suppliers of Goods and Services	(27,223,474)
Cash Payments to Employees for Services	(12,552,604)
Net Cash Provided By Operating Activities	2,272,983
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Intergovernmental Receipts	91,331
Net Cash Provided By Noncapital Financing Activities	91,331
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Acquisition and Construction of Capital Assets	(3,246,135)
Gain from Sale of Salvage	105,229
Net Cash Used in Capital and Related Financing Activities	(3,140,906)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and Dividends Received	332,509
Net Increase (Decrease) in Cash and Investments	(444,083)
Cash and Investments, July 1	12,640,190
Cash and Investments, June 30	$ 12,196,107

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating Income (Loss)	$ (1,619,113)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By Operating Activities:	
Depreciation	3,009,414
Net changes in assets and liabilities:	
Accounts Receivable	(75,590)
Deferred Outflows of Resources	(814,110)
Vouchers and Accounts Payable	(114,481)
Deferred Inflows of Resources	(333,012)
Accrued Compensated Leave	203,457
Net Pension Liability	2,350,145
Net OPEB Liability	(333,727)
Net Cash Provided By Operating Activities	$ 2,272,983

CITY OF VIRGINIA BEACH, VIRGINIA
WASTE MANAGEMENT ENTERPRISE FUND
SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budget	Actual	Variance Positive (Negative)
Program Support			
Personal Services	$ 790,015	$ 580,146	$ 209,869
Fringe Benefits	300,479	233,503	66,976
Contractual Services	576,477	216,595	359,882
Internal Services	90,652	88,391	2,261
Other Charges	54,550	47,108	7,442
Total Program Support	1,812,173	1,165,743	646,430
Bureau of Waste Disposal			
Personal Services	938,658	972,147	(33,489)
Fringe Benefits	247,311	255,797	(8,486)
Contractual Services	10,821,571	10,804,940	16,631
Internal Services	588,797	605,074	(16,277)
Other Charges	265,223	286,398	(21,175)
Total Bureau of Waste Disposal	12,861,560	12,924,356	(62,796)
Bureau of Waste Collections			
Personal Services	6,950,554	7,396,701	(446,147)
Fringe Benefits	2,703,837	3,028,812	(324,975)
Contractual Services	174,842	142,115	32,727
Internal Services	5,197,236	5,410,521	(213,285)
Other Charges	718,481	923,793	(205,312)
Total Bureau of Waste Collections	15,744,950	16,901,942	(1,156,992)
Yard Debris & Hazardous Household Waste			
Personal Services	339,257	237,468	101,789
Fringe Benefits	102,275	81,291	20,984
Contractual Services	1,575,480	932,280	643,200
Internal Services	21,987	22,353	(366)
Other Charges	23,810	10,888	12,922
Total Yard Debris & Hazardous Household Waste	2,062,809	1,284,280	778,529
Recycling			
Personal Services	166,821	145,398	21,423
Fringe Benefits	63,420	51,225	12,195
Contractual Services	4,864,673	4,516,769	347,904
Internal Services	1,097	1,097	-
Other Charges	58,630	29,727	28,903
Total Recycling	5,154,641	4,744,216	410,425
General Fund Charges			
Direct Costs Allocation	2,139,853	2,139,853	-
Administration			
Personal Services	-	312	(312)
Other Charges	-	11,664	(11,664)
Total Unspecified Program	-	11,976	(11,976)
Other Charges			
Retiree Health Insurance	173,929	286,632	(112,703)
Water and Sewer Billing System Charges	919,425	919,425	-
Net Deferred Retirement Contributions	-	511,854	(511,854)
Net Deferred OPEB Contributions	-	(155,928)	155,928
Total Other Charges	1,093,354	1,561,983	(468,629)
Total Budgeted Operating Expenses	$ 40,869,340	$ 40,734,350	$ 134,990

Note: Total General Fund Charges reclassified as Other Charges.
Depreciation is not included in the Budgeted Operating Expenses, as the City does not budget for depreciation.



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DEVELOPMENT AUTHORITY
ENTERPRISE FUND

DEVELOPMENT AUTHORITY ENTERPRISE FUND

The Development Authority Enterprise Fund (Authority) was established for the specific purpose of attracting new industries and the expansion of existing industries. The Authority's Commissioners are appointed by the City Council. The Authority is authorized to issue industrial development bonds after approval by the City Council and to purchase land to improve and sell for development. In addition, the Authority facilitates economic development projects as approved by City Council. The Development Authority is presented as a blended component unit and is included in the City's reporting entity. The City has responsibility through support agreements for debt payments on outstanding Public Facility Revenue Bonds which are recorded on the Authority's financial records.

Exhibit 32

CITY OF VIRGINIA BEACH, VIRGINIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF NET POSITION
June 30, 2024

ASSETS		
Current Assets:		
Cash and Investments	$	8,846,878
Accounts Receivable - Net		417,438
Due From Other Funds		14,227,978
Lease Receivable		809,130
Total Current Assets		24,301,424
Non-current Assets:		
Cash and Investments - Restricted		36,993,802
Deposits Receivable		20,000
Lease Receivable		26,534,184
Due from Other Funds - Non-current		111,069,687
Land Held for Resale		26,391,857
Capital Assets:		
Land		52,698,440
Buildings		143,454,723
Construction in Progress		61,155,158
Machinery and Equipment		1,945,561
Less: Accumulated Depreciation		(57,331,326)
Total Capital Assets		201,922,556
Total Non-current Assets		402,932,086
Total Assets		427,233,510
DEFERRED OUTFLOWS OF RESOURCES		
Debt Refundings Resulting in Loss Transactions		31,656
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable		18,345,657
Accrued Interest Payable		1,247,329
Due To Other Funds		404,551
Current Portion of Long-term Bonds		10,698,154
Total Current Liabilities		30,695,691
Long-Term Liabilities:		
Public Facility Revenue Bonds		84,381,423
Premium on Revenue Bonds		37,932,072
Total Long-Term Liabilities		122,313,495
Total Liabilities		153,009,186
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Leases		26,598,474
Debt Refundings Resulting in Gain Transactions		1,123,297
Total Deferred Inflows of Resources		27,721,771
NET POSITION		
Net Investment in Capital Assets		68,575,205
Restricted for Debt Service		149,780,753
Unrestricted		28,178,252
Total Net Position	$	246,534,210

Exhibit 33

CITY OF VIRGINIA BEACH, VIRGINIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

OPERATING REVENUES		
Land Sales	$	1,811,941
Industrial Revenue Bond Fees		695,471
Lease Income		3,281,167
City of Virginia Beach		3,550,870
Miscellaneous		50
Total Operating Revenues		9,339,499
OPERATING EXPENSES		
Cost of Land Sold		7,763,744
General and Other Expenses		831,239
Payments to City of Virginia Beach		4,944,630
Depreciation		3,703,142
Loan Write-off		922,374
Loss on Land Sale		661,575
Garage Operations		3,103,492
Total Operating Expenses		21,930,196
OPERATING INCOME (LOSS)		(12,590,697)
NONOPERATING REVENUES (EXPENSES)		
Interest Income		1,845,750
Payment Under Support Agreement		6,644,141
Net Charity Golf Proceeds		(9,441)
Interest and Fiscal Charges		(1,247,329)
Total Nonoperating Revenues (Expenses), net		7,233,121
OTHER FINANCING SOURCES:		
Capital Contributions from City		19,804,896
Capital Contributions from Atlantic Park CDA		19,953,436
Capital Contribution to Developers		(5,717,881)
Total Other Financing Sources. net		34,040,451
CHANGE IN NET POSITION		28,682,875
TOTAL NET POSITION - BEGINNING		217,851,335
TOTAL NET POSITION - ENDING	$	246,534,210

Exhibit 34

CITY OF VIRGINIA BEACH, VIRGINIA
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers and Users	$	18,766,462
Cash Payments to Suppliers of Goods and Services		(16,575,510)
Net EDIP activities		(114,570)
Other operating cash receipts (disbursements)		32,146
Net Cash Used in Operating Activities		2,108,528
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital Contributions, Net		16,415,278
Acquisition of Capital Assets		(20,547,357)
Non-operating Revenues from City of Virginia Beach		6,499,813
Charity Golf Outing Proceeds, Net		(11,326)
Interest Paid on Long-term Debt		(1,015,598)
Principal Paid on Capital Debt		(5,484,215)
Net Cash Provided By Capital and Related Financing Activities		(4,143,405)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends Received		1,527,639
Net Cash Provided By Investing Activities		1,527,639
Net Increase (Decrease) in Cash and Investments		(507,238)
Cash and Investments, July 1		46,347,918
Cash and Investments, June 30	$	45,840,680
RECONCILIATION (INDIRECT METHOD) OF OPERATING INCOME (LOSS) TO NET CASH USED IN OPERATING ACTIVITIES:		
Operating (Loss)	$	(12,590,697)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:		
Depreciation Expense		3,703,142
Impairment Loss		512,766
Net changes in assets and liabilities:		
Accounts Receivable		3,782,635
Lease Receivables		(805,619)
Land Inventory		6,129,173
Vouchers and Accounts Payable		1,116,284
Unearned Revenues		1,207,095
Deferred Inflow from Leases		(946,251)
Net Cash Used in Operating Activities	$	2,108,528
Noncash Transactions:		
Capital Contributions, Net		19,953,436
Amortization of Bond Premiums		(835,153)
EDIP Appropriations		1,659,582

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

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

City Garage - provides vehicle repairs, parts, fuel and related services to City departments.

Risk Management - provides insurance, claims handling, risk identification, and consulting services to City departments.

School Site Landscaping - provides for landscaping services for City and Schools.

Telecommunications – provides maintenance, support, contract administration, cable management, billing, dial tone provision, service coordination, moves, adds, and changes for the City's telephone system.

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024

	City Garage	Risk Management
ASSETS		
Current Assets:		
Cash and Investments	$ 4,310,201	$ 50,168,229
Inventory	3,382,183	-
Total Current Assets	7,692,384	50,168,229
Noncurrent Assets:		
Capital Assets:		
Site Improvements	265,782	-
Machinery and Equipment	5,591,144	150,174
Less: Accumulated Depreciation	(4,712,161)	(29,312)
Total Capital Asset, net of Depreciation	1,144,765	120,862
Total Assets	8,837,149	50,289,091
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows for Pensions	1,943,342	160,607
Deferred Outflows for OPEB	147,547	12,399
Total Deferred Outflows of Resources	2,090,889	173,006
LIABILITIES		
Current Liabilities:		
Vouchers and Accounts Payable	544,101	176,347
Accrued Interest Payable	-	1,060
Current Portion of Long-term Liabilities	323,069	9,859,384
Total Current Liabilities	867,170	10,036,791
Noncurrent Liabilities:		
Compensated Absences	618,273	9,179
Claims and Contingencies	-	33,799,676
Subscriptions Payable	-	114,474
Net Pension Liability	5,279,859	436,352
Net OPEB Liability	487,981	41,006
Total Noncurrent Liabilities	6,386,113	34,400,687
Total Liabilities	7,253,283	44,437,478
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows for Pensions	688,268	56,882
Deferred Inflows for OPEB	209,762	17,628
Total Deferred Inflows of Resources	898,030	74,510
NET POSITION		
Net Investment in Capital Assets	1,144,765	6,388
Unrestricted (deficit)	1,631,960	5,943,721
Total Net Position	$ 2,776,725	$ 5,950,109

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024

School Site Landscaping	Telecommunications	Totals
$ 3,044,596	$ 1,061,442	$ 58,584,468
-	-	3,382,183
3,044,596	1,061,442	61,966,651
-	-	265,782
3,300,176	-	9,041,494
(2,865,593)	-	(7,607,066)
434,583	-	1,700,210
3,479,179	1,061,442	63,666,861
915,458	337,275	3,356,682
120,271	16,119	296,336
1,035,729	353,394	3,653,018
69,491	120,292	910,231
-	-	1,060
98,844	62,569	10,343,866
168,335	182,861	11,255,157
-	178,631	806,083
-	-	33,799,676
-	-	114,474
2,487,206	916,340	9,119,757
397,765	53,309	980,061
2,884,971	1,148,280	44,820,051
3,053,306	1,331,141	56,075,208
324,225	119,452	1,188,827
170,982	22,917	421,289
495,207	142,369	1,610,116
434,583	-	1,585,736
531,812	(58,674)	8,048,819
$ 966,395	$ (58,674)	$ 9,634,555

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	City Garage	Risk Management
OPERATING REVENUES		
Billings to Departments	$ 22,780,881	$ 18,795,147
Insurance Recovery	56,710	246,744
Miscellaneous	79	-
Total Operating Revenues	22,837,670	19,041,891
OPERATING EXPENSES		
Cost of Goods Sold	8,734,903	-
Personal Services	7,976,157	598,251
Contractual Services	6,929,372	308,663
Internal Services	483,458	17,009
Other Charges	495,752	15,764,774
Depreciation	603,464	29,312
Total Operating Expenses	25,223,106	16,718,009
OPERATING INCOME (LOSS)	(2,385,436)	2,323,882
NONOPERATING REVENUES (EXPENSES) AND TRANFERS		
Interest Income	390,685	1,939,366
Gain (Loss) on Disposition of Assets	56,859	-
Transfers Out	(860,000)	-
Total Nonoperating Revenues (Expenses)	(412,456)	1,939,366
CHANGE IN NET POSITION	(2,797,892)	4,263,248
TOTAL NET POSITION - BEGINNING - RESTATED	5,574,617	1,686,861
TOTAL NET POSITION - ENDING	$ 2,776,725	$ 5,950,109

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

School Site Landscaping	Telecommunications	Totals
$ 5,444,060	$ 3,048,017	$ 50,068,105
-	-	303,454
-	-	79
5,444,060	3,048,017	50,371,638
-	-	8,734,903
3,840,725	1,307,470	13,722,603
425,281	854,089	8,517,405
552,873	34,969	1,088,309
405,525	530,341	17,196,392
155,524	4,931	793,231
5,379,928	2,731,800	50,052,843
64,132	316,217	318,795
80,691	56,676	2,467,418
9,321	-	66,180
-	(1,270,000)	(2,130,000)
90,012	(1,213,324)	403,598
154,144	(897,107)	722,393
812,251	838,433	8,912,162
$ 966,395	$ (58,674)	$ 9,634,555

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	City Garage	Risk Management
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers and Users	$ 22,837,670	$ 19,041,891
Cash Payments to Suppliers of Goods and Services	(16,928,624)	(16,300,274)
Cash Payments to Employees for Services	(7,346,704)	1,083,938
Net Cash Provided By (Used in) Operating Activities	(1,437,658)	3,825,555
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Payments to Other Funds	(860,000)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(303,324)	(150,174)
Subscription Financing	-	115,534
Proceeds from Sale of Salvage	56,859	-
Net Cash Used in Capital and Related Financing Activities	(246,465)	(34,640)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and Dividends Received	390,685	1,939,366
Net Increase (Decrease) in Cash and Temporary Investments	(2,153,438)	5,730,281
Cash and Temporary Investments, July 1	6,463,639	44,437,948
Cash and Temporary Investments, June 30	4,310,201	50,168,229
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Operating Income (Loss)	(2,385,436)	2,323,882
Adjustments to Reconcile Operating Income (Loss) to		
Net Cash Provided By (Used In) Operating Activities:		
Depreciation Expense	603,464	29,312
Net Changes in assets and liabilities:		
Inventory	(255,850)	-
Deferred Outflow of Resources	(611,540)	(42,828)
Vouchers and Accounts Payable	(29,289)	(209,828)
Net Pension Liability	1,658,687	116,837
Net OPEB Liability	(151,575)	(14,420)
Deferred Inflow of Resources	(300,553)	(30,967)
Estimated Claims and Judgments	-	1,652,449
Accrued Compensated Leave	34,434	1,118
Net Cash Provided By (Used In) Operating Activities	$ (1,437,658)	$ 3,825,555

Exhibit 37

CITY OF VIRGINIA BEACH, VIRGINIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

School Site Landscaping	Telecommunications	Totals
$ 5,444,060	$ 3,048,017	$ 50,371,638
(1,314,188)	(2,219,037)	(36,762,123)
(3,626,829)	(1,202,256)	(11,091,851)
503,043	(373,276)	2,517,664
-	(1,270,000)	(2,130,000)
(294,413)	-	(747,911)
-	-	115,534
9,321	-	66,180
(285,092)	-	(566,197)
80,691	56,676	2,467,418
298,642	(1,586,600)	2,288,885
2,745,954	2,648,042	56,295,583
3,044,596	1,061,442	58,584,468
64,132	316,217	318,795
155,524	4,931	793,231
-	-	(255,850)
(248,499)	(105,558)	(1,008,425)
69,491	(799,638)	(969,264)
747,623	277,310	2,800,457
(147,286)	(18,462)	(331,743)
(145,703)	(57,896)	(535,119)
-	-	1,652,449
7,761	9,820	53,133
$ 503,043	$ (373,276)	$ 2,517,664



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CUSTODIAL FUNDS

CUSTODIAL FUNDS

Custodial Funds are used to account for the assets held by a governmental unit as an agent for individuals, private organizations, other governmental units, and/or other funds. Custodial Funds do not involve the measurement of results of operations, as they are custodial in nature (assets = liabilities).

The City has the following Custodial Funds:

Escheat Property – funds held on behalf of others payable to the Commonwealth of Virginia.

Special Welfare - is established under the authority of Section 63.1-51, Code of Virginia, as amended. This fund accounts for Social Security or Veteran's Administration benefits for specific individuals for which the City is acting as the custodian. It also accounts for donations and the provision for emergency assistance to indigent citizens.

Sheriff's Inmate Fund - funds are held on behalf of the inmates to cover charges while they are in jail. Funds are returned directly to the inmates upon their removal from jail.

Exhibit 38

CITY OF VIRGINIA BEACH, VIRGINIA
CUSTODIAL FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024

	Escheat Property	Special Welfare	Sheriff's Inmate Fund	Total
ASSETS				
Cash and Investments	$ 5,990	$ 259,334	$ 146,569	$ 411,893
LIABILTIES				
Due to Commonwealth	5,990	-	-	5,990
NET POSITION				
Restricted for Individuals, Organizations & Others	$ -	$ 259,334	$ 146,569	$ 405,903

Exhibit 39

CITY OF VIRGINIA BEACH, VIRGINIA
CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	Escheat Property	Special Welfare	Sheriff's Inmate Accounts	Total
ADDITIONS				
State Receipts for Other Individuals	$ -	$ 333,106	$ -	$ 333,106
Deposits on Accounts	-	-	1,407,297	1,407,297
Unclaimed Property Transfers from City and School Funds	563,096	-	-	563,096
Total Additions	563,096	333,106	1,407,297	2,303,499
DEDUCTIONS				
Payments to Other Individuals	-	441,845	1,432,559	1,874,404
Unclaimed Property Remittance to State	563,096	-	-	563,096
Total Deductions	563,096	441,845	1,432,559	2,437,500
Change in Net Position	-	(108,739)	(25,262)	(134,001)
Net Position - Beginning	-	368,073	171,831	539,904
Net Position - Ending	$ -	$ 259,334	$ 146,569	$ 405,903



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DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT

SCHOOL BOARD COMPONENT UNIT

Major Governmental Funds:

School Operating 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 - 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.

School Capital Projects Fund - accounts for all revenues and expenditures related to the construction of the School's capital assets and infrastructure.

Nonmajor Governmental Funds:

School Textbooks Special Revenue Fund - 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 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.

Internal Service Funds:

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.

Fiduciary Funds:

Other Postemployment Benefits Trust Fund - accounts for assets held by the School Board in a trustee capacity for others

Exhibit 40

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
STATEMENT OF NET POSITION
June 30, 2024

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Temporary Investments	$ 368,137,191
Accounts Receivable	7,370,439
Due from Commonwealth	11,117,574
Due from Federal Government	24,788,858
Lease Receivable	680,309
Inventories	683,512
Prepaid Items	1,175,439
Total Current Assets	413,953,322
Noncurrent Assets:	
Net OPEB Asset	74,288
Lease Receivable, Non-Current	875,422
Capital Assets:	
Land	38,967,870
Buildings, Improvements, Equipment and Vehicles (net of accumulated depreciation)	585,157,357
Construction in Progress	14,768,654
Total Noncurrent Assets	639,843,591
Total Assets	1,053,796,913
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows from Pensions	148,771,591
Deferred Outflows from OPEB	46,510,239
Total Deferred Outflows of Resources	195,281,830
LIABILITIES	
Current Liabilities:	
Salaries Payable	92,327,256
Vouchers and Accounts Payable	33,380,995
Accrued Interest Payable	21,354
Deposits Payable	75,000
Due to Commonwealth	20,761
Due to Federal Government	90,043
Unearned Revenue	29,703,467
Long-term Liabilities (due within one year)	28,137,842
Total Current Liabilities	183,756,718
Noncurrent Liabilities:	
Net Pension Liability	484,716,006
Net OPEB Liability	152,262,481
Long-term Liabilities (due in more than one year)	38,498,180
Total Noncurrent Liabilities	675,476,667
Total Liabilities	859,233,385
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows from Pensions	74,346,781
Deferred Inflows from OPEB	30,535,077
Deferred Inflows from Leases	1,464,776
Total Deferred Inflows of Resources	106,346,634
NET POSITION	
Investment in Capital Assets	630,341,593
Restricted	35,254,410
Unrestricted	(382,097,279)
Total Net Position (Deficit)	$ 283,498,724

Exhibit 41

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

		Program Revenues		Net (Expenses)
	Expenses	Charges for Services	Operating Grants and Contributions	Revenues and Change In Net Position
GOVERNMENTAL ACTIVITIES				
Instruction	$ 695,976,251	$ 2,387,484	$ 212,892,020	$ (480,696,747)
Admin, Attendance, & Health	42,118,861	415	30,362,582	(11,755,864)
Pupil Transportation	52,727,075	1,053,162	-	(51,673,913)
Operations and Maintenance	136,709,778	334,400	8,273,896	(128,101,482)
Cafeterias	42,107,415	9,028,816	28,788,713	(4,289,886)
Technology	50,471,278	1,308,508	11,542,876	(37,619,894)
Total Governmental Activities	$ 1,020,110,658	$ 14,112,785	$ 291,860,087	(714,137,786)

General Revenues:	
Local Sources:	
Local Government	484,102,134
Miscellaneous	9,421,827
Sale of Capital Assets	283,637
Federal and State Aid not Restricted to Specific Purposes:	
State Basic Aid	204,051,071
State Sales Tax	90,678,103
Federal Impact Aid	19,680,896
Interest Earnings	2,021,944
Total General Revenues	810,239,612
Change in Net Position	96,101,826
Total Net Position - July 1	187,396,898
Total Net Position - June 30	$ 283,498,724

Exhibit 42

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	School Operating	School Grants	School Cafeterias	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Investments	$ 93,512,527	$ 13,344,893	$ 19,002,366	$ 122,765,559	$ 19,965,692	$ 268,591,037
Accounts Receivable	1,013,027	942,206	104,324	-	-	2,059,557
Due from Commonwealth	10,329,149	781,832	6,593	-	-	11,117,574
Due from Federal Government	205,483	23,376,975	1,206,400	-	-	24,788,858
Lease Receivable	-	-	-	-	1,555,731	1,555,731
Inventories	-	-	683,512	-	-	683,512
Prepaid Items	597,105	-	4,323	-	286,868	888,296
Total Assets	105,657,291	38,445,906	21,007,518	122,765,559	21,808,291	309,684,565
LIABILITIES						
Salaries Payable	86,560,457	4,215,718	1,493,727	54,798	131	92,324,831
Vouchers and Accounts Payable	6,160,575	9,922,282	1,088,107	7,773,729	-	24,944,693
Deposits Payable	-	-	-	-	75,000	75,000
Due to Commonwealth	20,686	75	-	-	-	20,761
Due to Federal Government	-	2,129	-	87,914	-	90,043
Unearned Revenues	542,873	19,510,091	662,897	-	40,673	20,756,534
Total Liabilities	93,284,591	33,650,295	3,244,731	7,916,441	115,804	138,211,862
DEFERRED INFLOWS OF RESOURCES						
Leases	-	-	-	-	1,464,776	1,464,776
FUND BALANCES						
Nonspendable	597,105	-	687,835	-	286,868	1,571,808
Restricted	-	4,795,611	17,074,952	-	13,309,559	35,180,122
Committed	-	-	-	114,849,118	6,631,284	121,480,402
Assigned	11,775,595	-	-	-	-	11,775,595
Total Fund Balances	12,372,700	4,795,611	17,762,787	114,849,118	20,227,711	170,007,927
Total Liabilities and Fund Balances	$ 105,657,291	$ 38,445,906	$ 21,007,518	$ 122,765,559	$ 21,808,291	$ 309,684,565

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

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)		$ 170,007,927
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Cost of Capital Assets	1,225,198,618	
Less: Accumulated Depreciation	586,304,737	638,893,881
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	(49,065,484)	
Subscription Liability	(778,559)	
Accrued Interest on Long Term Debt	(21,354)	(49,865,397)
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	105,144,179	
Less: Total Liabilities	34,177,639	
Total Net Position		70,966,540
GAAP accounting for Pensions was implemented in Fiscal Year 2015. Pensions are not reported in the governmental funds.		
Net Pension Liability	(484,716,006)	
Deferred Outflows of Resources	148,771,591	
Deferred Inflows of Resources	(74,346,781)	(410,291,196)
GAAP accounting for OPEB was implemented in Fiscal Year 2018. OPEB is not reported in the governmental funds.		
Net OPEB Liability	(152,262,481)	
Net OPEB Asset	74,288	
Deferred Outflows of Resources	46,510,239	
Deferred Inflows of Resources	(30,535,077)	(136,213,031)
Total Net Position - Governmental Activities (Exhibit 42)		$ 283,498,724

Exhibit 43

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School Operating	School Grants	School Cafeterias	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
From Use of Money and Property	$ 334,400	$ -	$ 655,448	$ 20,454	$ 1,077,186	$ 2,087,488
Charges for Services	928,150	-	8,200,336	-	115,105	9,243,591
Miscellaneous	5,822,007	1,671,136	847,755	-	7,555,715	15,896,613
From Local Government	436,114,062	-	-	47,988,072	-	484,102,134
From Commonwealth	453,833,530	15,770,067	831,646	-	4,949,030	475,384,273
From Federal Government	21,926,762	79,448,660	27,839,326	-	-	129,214,748
Total Revenues	918,958,911	96,889,863	38,374,511	48,008,526	13,697,036	1,115,928,847
EXPENDITURES						
Current:						
Instruction	673,148,637	72,395,689	-	309,582	8,275,788	754,129,696
Admin, Attendance, & Health	41,665,488	1,659,846	-	-	-	43,325,334
Pupil Transportation	51,328,257	335,862	-	-	-	51,664,119
Operations and Maintenance	114,164,588	17,391,802	-	6,342,685	-	137,899,075
Cafeterias	-	1,867,410	41,910,908	-	-	43,778,318
Technology	38,893,302	8,092,857	236,255	24,090	2,707,509	49,954,013
Capital Outlay	-	-	-	45,721,176	-	45,721,176
Debt Service:						
Principal - Subscriptions Liability	593,953	-	-	-	251,299	845,252
Principal - Subscriptions Liability	39,773	-	-	-	7,282	47,055
Total Expenditures	919,833,998	101,743,466	42,147,163	52,397,533	11,241,878	1,127,364,038
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(875,087)	(4,853,603)	(3,772,652)	(4,389,007)	2,455,158	(11,435,191)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	4,886,769	-	-	-	4,886,769
Transfers Out	(4,886,769)	-	-	-	-	(4,886,769)
Sale of Capital Assets	259,637	-	-	24,000	-	283,637
Total Other Financing Sources (Uses), net	(4,627,132)	4,886,769	-	24,000	-	283,637
NET CHANGES IN FUND BALANCES	(5,502,219)	33,166	(3,772,652)	(4,365,007)	2,455,158	(11,151,554)
FUND BALANCES - JULY 1	17,874,919	4,762,445	21,535,439	119,214,125	17,772,553	181,159,481
FUND BALANCES - JUNE 30	$ 12,372,700	$ 4,795,611	$ 17,762,787	$ 114,849,118	$ 20,227,711	$ 170,007,927

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
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, 2024

Amounts reported for governmental activities in the Statement of Activities (Exhibit 41) are different from amounts reported for governmental funds in this exhibit because:		
Net Change in Fund Balances - Governmental Funds (this exhibit)		$ (11,151,554)
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 expenses in the Statement of Activities. This is the amount by which capital outlay exceeded depreciation expense (including other transactions (e.g., loss on disposals)) for the fiscal year.		23,711,992
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.		
Leave Used	14,802,814	
Leave Earned	(19,955,073)	(5,152,259)
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 Transfer	-	
Risk Management	962,459	
Health Insurance	(13,943,860)	(12,981,401)
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, 2024. This amount is the applicable Net Book Value change and depreciation expense for the fiscal year.		44,508,990
Principal and interest on subscription liabilities 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.		869,366
Per GAAP, this amount is the Pension Expense, Deferred Outflows and Deferred Inflows (pension contributions paid) for the fiscal year.		
Pension Expense	(22,510,179)	
Deferred Inflows	47,655,633	
Deferred Outflows	27,478,432	52,623,886
Per GAAP, this amount is the OPEB Expense, Deferred Outflows and Deferred Inflows (OPEB contributions paid) for the fiscal year.		
OPEB Expense	5,353,165	
Deferred Inflows	(7,213,477)	
Deferred Outflows	5,533,118	3,672,806
Change in Net Position of governmental activities in the Statement of Activities (Exhibit 41)		$ 96,101,826

Exhibit 44

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School Textbooks	School Communication Towers/ Technology	School Vending Operations	School Equipment Replacement	School Activity	Totals
ASSETS						
Cash and Investments	$ 7,793,978	$ 5,928,484	$ 286,022	$ 441,496	$ 5,515,712	$ 19,965,692
Lease Receivable	-	1,555,731	-	-	-	1,555,731
Prepaid Items	286,868	-	-	-	-	286,868
Total Assets	8,080,846	7,484,215	286,022	441,496	5,515,712	21,808,291
LIABILITIES						
Liabilities:						
Salaries Payable	131					131
Deposits Payable	-	75,000	-	-	-	75,000
Unearned Revenue	-	40,673				40,673
Total Liabilities	131	115,673	-	-	-	115,804
DEFERRED INFLOWS OF RESOURCES						
Leases	-	1,464,776	-	-	-	1,464,776
FUND BALANCE						
Nonspendable	286,868	-	-	-	-	286,868
Restricted	7,793,847	-	-	-	5,515,712	13,309,559
Committed	-	5,903,766	286,022	441,496	-	6,631,284
Total Fund Balances	8,080,715	5,903,766	286,022	441,496	5,515,712	20,227,711
Total Liabilities and Fund Balances	$ 8,080,846	$ 7,484,215	$ 286,022	$ 441,496	$ 5,515,712	$ 21,808,291

Exhibit 45

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School Textbooks	School Communication Towers/ Technology	School Vending Operations	School Equipment Replacement	School Activity	Totals
REVENUES						
From Use of Money and Property	$ 178,125	$ 840,009	$ 31,636	$ 18,973	$ 8,443	$ 1,077,186
Charges for Services	-	-	115,105	-	-	115,105
Miscellaneous	16,395	-	-	-	7,539,320	7,555,715
From Commonwealth	4,949,030	-	-	-	-	4,949,030
Total Revenues	5,143,550	840,009	146,741	18,973	7,547,763	13,697,036
EXPENDITURES						
Instruction	877,967	-	123,553	14,681	7,259,587	8,275,788
Technology	2,491,466	40,000	-	176,043	-	2,707,509
Debt Service:						
Principal - SBITA	251,299	-	-	-	-	251,299
Principal - SBITA	7,282	-	-	-	-	7,282
Total Expenditures	3,628,014	40,000	123,553	190,724	7,259,587	11,241,878
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,515,536	800,009	23,188	(171,751)	288,176	2,455,158
NET CHANGE IN FUND BALANCES	1,515,536	800,009	23,188	(171,751)	288,176	2,455,158
FUND BALANCES - JULY 1	6,565,179	5,103,757	262,834	613,247	5,227,536	17,772,553
FUND BALANCES - JUNE 30	$ 8,080,715	$ 5,903,766	$ 286,022	$ 441,496	$ 5,515,712	$ 20,227,711

Exhibit 46

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2024

	School Risk Management	School Health Insurance	Totals
ASSETS			
Cash and Investments	$ 20,722,293	$ 78,823,861	$ 99,546,154
Accounts Receivable	431	5,310,451	5,310,882
Prepaid Items	287,143	-	287,143
Total Assets	21,009,867	84,134,312	105,144,179
LIABILITIES			
Current Liabilities:			
Salaries Payable	2,425	-	2,425
Vouchers and Accounts Payable	376,508	8,059,794	8,436,302
Unearned Revenues	-	8,946,933	8,946,933
Estimated Claims and Judgments (due within one year)	6,859,484	5,734,500	12,593,984
Total Current Liabilities	7,238,417	22,741,227	29,979,644
Noncurrent Liabilities:			
Estimated Claims and Judgments (due in more than one year)	2,286,495	1,911,500	4,197,995
Total Liabilities	9,524,912	24,652,727	34,177,639
NET POSITION			
Unrestricted	$ 11,484,955	$ 59,481,585	$ 70,966,540

Exhibit 47

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School Risk Management	School Health Insurance	Totals
OPERATING REVENUES			
Charges for Services	$ 8,995,919	$ 163,457,801	$ 172,453,720
Miscellaneous Revenues	373,287	-	373,287
Total Operating Revenues	9,369,206	163,457,801	172,827,007
OPERATING EXPENSES			
Personnel Services	425,398	595,131	1,020,529
Fringe Benefits	136,223	238,785	375,008
Purchased Services	549,456	1,601,031	2,150,487
Other Charges	8,064,104	177,716,809	185,780,913
Total Operating Expenses	9,175,181	180,151,756	189,326,937
OPERATING INCOME (LOSS)	194,025	(16,693,955)	(16,499,930)
NONOPERATING REVENUES (EXPENSES)			
Interest Income	768,434	2,750,095	3,518,529
Total Nonoperating Revenues (Expenses)	768,434	2,750,095	3,518,529
CHANGE IN NET POSITION	962,459	(13,943,860)	(12,981,401)
TOTAL NET POSITION - JULY 1	10,522,496	73,425,445	83,947,941
TOTAL NET POSITION - JUNE 30	$ 11,484,955	$ 59,481,585	$ 70,966,540

Exhibit 48

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	School Risk Management	School Health Insurance	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers and Users	$ 9,368,775	$ 163,149,211	$ 172,517,986
Payments to Vendors for Goods and Services	(8,494,849)	(176,590,049)	(185,084,898)
Payments to Employees for Services	(560,334)	(833,919)	(1,394,253)
Net Cash Provided (Used) By Operating Activities	313,592	(14,274,757)	(13,961,165)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Received on Investments	768,434	2,750,095	3,518,529
Net Increase (Decrease) in Cash and Investments	1,082,026	(11,524,662)	(10,442,636)
Cash and Temporary Investments, July 1	19,640,267	90,348,523	109,988,790
Cash and Temporary Investments, June 30	$ 20,722,293	$ 78,823,861	$ 99,546,154
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating Income (Loss)	$ 194,025	$ (16,693,955)	$ (16,499,930)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Net Changes in Assets and Liabilities:			
Accounts Receivable	(431)	(790,518)	(790,949)
Prepaid Items	(17,214)	-	(17,214)
Salaries Payable	1,287	(3)	1,284
Vouchers and Accounts Payable	89,232	4,072,791	4,162,023
Unearned Revenue	-	481,928	481,928
Estimated Claims and Judgments	46,693	(1,345,000)	(1,298,307)
Total Adjustments	119,567	2,419,198	2,538,765
Net Cash Provided By Operating Activities	$ 313,592	$ (14,274,757)	$ (13,961,165)

Exhibit 49

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024

	Other Postemployment Benefits Trust Fund
ASSETS	
Fixed Income	$ 9,362,168
Stocks	22,937,310
Real Estate	7,021,626
Alternative Investments	7,489,734
Total Assets	46,810,838
NET POSITION	
Restricted for Postemployment Benefits Other than Pensions	$ 46,810,838

Exhibit 50

CITY OF VIRGINIA BEACH, VIRGINIA
DISCRETELY PRESENTED SCHOOL BOARD COMPONENT UNIT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024

	Other Postemployment Benefits Trust Fund
ADDITIONS	
Contributions:	
Employer	$ 8,143,732
Investment Earnings:	
Increase in Fair Value of Investments	4,054,762
Total Additions	12,198,494
DEDUCTIONS	
Benefits	8,143,732
Administrative Expenses	28,130
Total Deductions	8,171,862
Change in Net Position	4,026,632
Net Position at Beginning of Year	42,784,206
Net Position at End of Year	$ 46,810,838

OTHER COMPONENT UNITS

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF NET POSITION
OTHER COMPONENT UNIT FUNDS
JUNE 30, 2024

	Community Development Corporation	Atlantic Park Community Development Authority	Totals
ASSETS			
Cash and Investments	$ 2,383,218	$ -	$ 2,383,218
Cash and Investments - Restricted	-	22,743,396	22,743,396
Accounts Receivable - Net	1,142,744	-	1,142,744
Due from City of Virginia Beach	-	217,373	217,373
Due from Commonwealth	119,119	-	119,119
Prepaid Items	35,111	-	35,111
Notes Receivable	4,113,843	-	4,113,843
Interest Receivable	-	165,420	165,420
Replacement Reserves and escrows	1,208,960	-	1,208,960
Property, Net	24,951,197	-	24,951,197
Total Assets	33,954,192	23,126,189	57,080,381
LIABILITIES			
Accounts Payable	369,877	-	369,877
Deposits Payable	243,393	-	243,393
Accrued Interest Payable	120,869	1,389,714	1,510,583
Bonds and Notes Payable	19,093,490	68,174,661	87,268,151
Accrued Liabilities	145,643	788,914	934,557
Due to Other Governments	-	298,688	298,688
Total Liabilities	19,973,272	70,651,977	90,625,249
NET POSITION			
Net Investment in Capital Assets	6,405,615	-	6,405,615
Restricted	-	22,743,396	22,743,396
Unrestricted (Deficit)	7,575,305	(70,269,184)	(62,693,879)
Total Net Position	$ 13,980,920	$ (47,525,788)	$ (33,544,868)

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

Exhibit 52

CITY OF VIRGINIA BEACH, VIRGINIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
OTHER COMPONENT UNIT FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Community Development Corporation	Atlantic Park Community Development Authority	Totals
OPERATING REVENUES			
Grants and Contracts	$ 2,191,642	$ -	$ 2,191,642
Contributions	4,098	-	4,098
Rental/program fee income	5,050,682	-	5,050,682
Other income	15,077	-	15,077
Management fees	180,352	424,820	605,172
Total Operating Revenues	7,441,851	424,820	7,866,671
OPERATING EXPENSES			
Operating Expenses	8,516,943	3,604,568	12,121,511
Total Operating Expenses	8,516,943	3,604,568	12,121,511
OPERATING INCOME (LOSS)	(1,075,092)	(3,179,748)	(4,254,840)
NONOPERATING REVENUES (EXPENSES)			
Interest Income	80,934	1,679,482	1,760,416
Gain (Loss) on disposal of property and equipment	(268,776)	-	(268,776)
Total Nonoperating Revenues (Expenses), net	(187,842)	1,679,482	1,491,640
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(1,262,934)	(1,500,266)	(2,763,200)
Contributions to VBDA	-	(37,653,436)	(37,653,436)
CHANGE IN NET POSITION	(1,262,934)	(39,153,702)	(40,416,636)
Total Net Position at Beginning of Year	15,243,854	(8,372,086)	6,871,768
Total Net Position at End of Year	$ 13,980,920	$ (47,525,788)	$ (33,544,868)

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

STATISTICAL SECTION

Statistical Section

This part of the City's 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 City's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance has changed over time.	257
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	264
Debt Capacity These schedules 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.	269
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	274
Operating Information These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	277
Schedule of the Treasurer's Cash Accountability This schedule contains information about the City's deposits and investments.	279

Sources: Unless otherwise noted, the information in these schedules is derived from the ACFR for the relevant year.



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Table 1

CITY OF VIRGINIA BEACH, VIRGINIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	$ 2,252,154,557	$ 2,286,145,556	$ 2,324,672,499	$ 2,382,782,109	$ 2,382,782,109	$ 2,304,432,557	$ 2,394,262,385	$ 2,462,107,866	$ 2,602,704,864	$ 2,510,191,811
Restricted	343,675,422	362,820,736	347,382,648	67,047,985	68,166,411	71,573,421	77,885,069	68,601,719	62,571,732	77,976,053
Unrestricted	(171,554,644)	(122,670,333)	(84,470,897)	147,877,239	146,768,813	271,559,081	254,195,122	303,191,590	258,404,644	433,773,877
Total Governmental Activities Net Position	2,424,275,335	2,526,295,959	2,587,584,250	2,597,707,333	2,597,717,333	2,647,565,059	2,726,342,576	2,833,901,175	2,923,681,240	3,021,941,741
Business-type Activities										
Net Investment in Capital Assets	758,928,371	760,003,698	813,703,550	920,273,999	920,273,999	966,433,599	873,636,000	972,531,666	1,026,281,613	1,014,373,482
Restricted	212,357,644	259,716,984	246,364,646	25,178,718	25,178,718	25,757,255	28,120,678	36,385,148	73,779,139	179,911,873
Unrestricted	30,523,779	31,289,060	33,551,935	251,112,602	251,112,602	240,256,063	373,022,454	367,697,502	332,297,432	277,023,577
Total Business-type Activities Net Position	1,001,809,794	1,051,009,742	1,093,620,131	1,196,565,319	1,196,565,319	1,232,446,917	1,274,779,132	1,376,614,316	1,432,358,184	1,471,308,932
Primary Government										
Net Investment in Capital Assets	3,011,082,928	3,046,149,254	3,138,376,049	3,303,056,108	3,303,056,108	3,270,866,156	3,267,898,385	3,389,639,532	3,628,986,477	3,524,565,293
Restricted	556,033,066	622,537,720	593,747,294	92,226,703	93,345,129	97,330,676	106,005,747	104,986,867	136,350,871	257,887,926
Unrestricted	(141,030,865)	(91,381,273)	(50,918,962)	398,999,841	397,881,415	511,815,144	627,217,576	670,889,092	590,702,076	710,797,454
Total Primary Government Net Position	$ 3,426,085,129	$ 3,577,305,701	$ 3,681,204,381	$ 3,794,282,652	$ 3,794,282,652	$ 3,880,011,976	$ 4,001,121,708	$ 4,165,515,491	$ 4,356,039,424	$ 4,493,250,673

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities:										
Legislative	$ 1,186,251	$ 1,199,261	$ 1,181,030	$ 1,197,802	$ 1,137,306	$ 1,186,759	$ 1,150,487	$ 1,144,853	$ 1,270,590	$ 1,468,324
Executive	2,621,111	3,788,704	4,185,699	4,291,911	4,989,525	5,148,732	5,061,684	5,813,525	11,164,998	5,599,555
Law	3,776,063	3,763,766	3,978,553	4,407,207	4,398,166	4,646,337	4,700,230	4,925,401	5,649,595	5,937,605
Finance	17,241,258	17,077,306	18,382,696	18,914,577	19,369,244	19,589,053	23,525,882	22,481,818	21,494,055	24,949,196
Human Resources	11,031,258	11,750,627	11,264,020	11,839,137	12,409,897	12,303,650	4,714,497	5,308,423	5,904,595	7,423,352
Judicial	54,160,608	56,308,364	61,622,028	61,571,616	63,543,647	67,317,493	70,800,824	73,890,025	82,081,133	88,066,515
Health	3,215,269	3,179,240	3,391,817	3,438,812	3,702,796	3,690,540	3,987,416	7,097,764	4,014,844	4,178,357
Police	96,431,059	93,988,335	101,644,605	99,016,027	97,153,874	90,164,472	111,032,033	115,206,986	122,888,250	129,670,014
Human Services	110,140,108	109,133,450	116,434,440	114,896,878	121,506,719	125,692,508	126,378,186	124,058,301	137,187,024	144,222,177
Public Works	151,146,960	175,477,790	173,634,278	182,099,702	221,572,129	184,476,409	180,759,392	179,266,059	202,890,102	194,087,984
Parks and Recreation	46,372,607	45,082,490	47,512,722	52,804,501	53,773,326	53,769,232	47,365,473	52,636,040	58,488,037	64,072,630
Library	17,581,450	17,001,977	18,354,780	17,605,034	16,876,449	18,321,890	17,775,399	17,952,609	19,107,761	21,092,444
Planning	9,963,622	9,689,950	11,162,446	19,392,297	18,951,218	19,600,411	10,136,563	15,879,782	1,481,207	492,585
Agriculture	1,249,439	1,427,900	4,605,108	3,327,833	3,429,550	3,505,824	989,561	5,450,992	15,006,254	3,791,376
Economic Development	1,624,276	2,076,114	1,562,948	4,463,692	2,460,004	130,286	10,270,726	16,525,448	71,265,585	17,178,244
Convention and Visitor Development	29,153,694	25,836,560	28,761,957	29,398,089	30,880,566	25,952,164	25,827,302	30,301,295	36,847,213	47,610,791
Cultural Affairs	-	-	-	-	-	3,156,488	2,030,069	1,624,649	1,613,615	2,081,568
Information Technology	33,630,014	33,641,832	38,964,868	43,482,116	38,010,079	37,031,425	40,478,404	46,447,924	53,390,404	53,920,241
Emergency Communications and Citizen Services	8,750,026	8,140,536	8,970,142	9,050,582	8,883,445	7,651,383	8,810,286	9,521,408	10,538,164	11,664,241
Boards and Commissions	29,450,284	30,230,164	34,738,707	26,461,340	28,038,995	23,022,240	-	-	-	-
Fire	49,680,380	50,306,088	57,104,376	58,983,144	59,205,902	52,187,797	66,743,662	72,063,215	81,434,129	84,978,151
Budget and Management Services	1,420,917	1,415,041	1,365,506	1,341,640	1,263,505	1,304,787	1,199,201	1,143,281	1,239,155	1,274,471
Education	390,015,055	398,127,741	396,304,003	423,487,979	430,808,133	444,640,435	393,805,472	519,790,190	470,150,749	472,040,260
Housing and Neighborhood Preservation	26,348,557	26,300,165	28,325,394	28,485,380	31,587,077	33,526,690	38,434,839	39,516,778	38,590,491	43,390,447
Museums	10,704,799	10,841,342	11,113,741	10,775,551	11,115,822	10,318,444	10,524,870	11,696,711	12,946,911	14,253,604
Emergency Medical Services	10,028,682	10,201,025	12,532,240	12,591,888	13,018,124	11,506,086	16,191,211	14,653,727	18,241,153	24,293,971
Strategic Growth Area	1,102,864	638,519	-	-	-	-	-	-	-	-
General Government	2,095,946	1,826,647	20,905,051	3,705,291	8,269,691	55,756,467	151,934,189	5,130,488	46,326,095	182,488,336
Interest on Long-term Debt	33,395,513	33,580,400	29,622,762	24,905,558	24,541,657	24,527,747	26,720,618	12,491,959	-	11,073,510
Total Governmental Activities Expenses	$ 1,153,518,070	$ 1,182,031,334	$ 1,247,625,917	$ 1,271,935,584	$ 1,330,896,846	$ 1,340,125,749	$ 1,401,348,476	$ 1,412,019,651	$ 1,531,212,109	$ 1,661,299,949
Business-Type Activities:										
Water and Sewer	$ 110,779,437	$ 109,232,931	$ 107,922,521	$ 115,336,137	$ 139,843,870	$ 122,936,900	$ 128,355,819	$ 123,082,346	$ 129,355,105	$ 147,847,890
Storm Water	22,908,803	23,288,944	34,666,545	33,518,183	38,120,181	33,328,873	28,399,383	27,277,527	28,806,275	37,616,424
Development Authority	11,025,011	9,920,441	39,724,605	17,545,543	12,383,812	11,848,737	14,201,332	11,483,345	16,170,202	23,186,966
Waste Management	41,907,754	39,965,302	12,582,903	37,051,532	34,569,612	34,898,954	39,922,657	39,623,039	40,531,439	43,957,570
Parking	4,419,983	3,770,402	3,383,691	3,984,236	4,211,205	3,279,464	3,554,852	4,012,896	6,814,732	6,560,663
Total Business-Type Activities Expenses	$ 191,040,988	$ 186,178,020	$ 198,280,265	$ 207,435,631	$ 229,128,680	$ 206,292,928	$ 214,434,043	$ 205,479,153	$ 221,677,753	$ 259,169,513
Total Primary Government Expenses	$ 1,344,559,058	$ 1,368,209,354	$ 1,445,906,182	$ 1,479,371,215	$ 1,560,025,526	$ 1,546,418,677	$ 1,615,782,519	$ 1,617,498,804	$ 1,752,889,862	$ 1,920,469,462
Program Revenues										
Governmental Activities:										
Charges for services:										
Judicial	$ 3,735,209	$ 3,549,429	$ 4,907,694	$ 5,409,133	$ 5,439,707	$ 4,970,675	$ 4,952,035	$ 4,593,372	$ 4,452,638	$ 4,596,972
Police	3,854,581	3,965,201	3,308,747	2,967,178	2,897,398	2,895,919	1,465,641	1,213,588	1,362,460	2,867,944
Human Services	25,615,214	24,956,662	25,167,062	25,755,690	26,226,827	24,294,428	23,856,142	24,423,403	30,848,325	31,515,249
Public Works	2,766,927	3,564,521	4,058,165	2,193,888	4,244,989	2,178,507	7,386,964	245,172	2,587,647	3,792,590
Parks and Recreation	14,974,524	15,569,444	15,021,272	16,988,062	17,445,906	12,115,841	6,879,205	12,933,902	15,426,715	17,571,505
Library	789,508	726,001	695,152	671,348	557,576	446,146	200,103	234,847	285,528	252,516
Planning	5,226,904	5,020,717	5,097,944	5,431,804	5,051,831	5,313,031	4,552,407	5,347,196	6,543,851	7,228,825
Agriculture	72,725	62,171	86,449	115,176	135,819	97,087	57,515	2,299,988	7,030,591	1,575,034
Economic Development	-	367,208	-	-	16,500	163,000	239,772	252,693	582,110	495,502
Convention and Visitor Development	5,270,419	5,904,184	6,620,853	5,174,206	5,334,377	3,142,035	843,577	2,364,093	3,203,148	4,783,769
Fire	404,789	413,115	665,923	717,111	480,369	422,241	323,464	446,095	1,000,780	1,160,969
Housing and Neighborhood Preservation	2,300,624	2,427,410	2,841,867	182,387	247,121	438,279	3,576,731	2,946,890	2,005,982	1,879,292

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Museums	$ 8,343,814	$ 9,171,646	$ 9,679,208	$ 9,856,700	$ 10,181,856	$ 6,366,013	$ 9,514,580	$ 17,789,880	$ 13,076,280	$ 14,607,889
General Government	7,480,645	6,690,903	6,795,827	11,561,559	17,187,437	22,781,929	10,590,920	36,543,669	32,849,143	47,486,406
Other Activities	4,088,006	3,867,123	3,726,144	3,644,173	3,675,786	5,154,383	9,097,237	3,150,439	1,178,652	9,039,935
Operating grants and contributions	167,099,983	176,554,087	180,792,670	182,245,742	189,379,234	230,763,053	233,977,314	213,595,601	231,324,331	269,443,398
Capital grants and contributions	49,910,249	49,358,726	30,380,171	32,129,238	22,413,389	9,443,815	1,425,123	7,645,253	3,465,260	7,711,469
Total Governmental Activities	$ 301,934,121	$ 312,168,549	$ 299,790,140	$ 305,043,395	$ 310,916,122	$ 274,509,193	$ 264,605,174	$ 278,724,842	$ 281,893,666	$ 426,009,264
Business-type Activities:										
Charges for services:										
Water and Sewer	$ 122,609,520	$ 124,303,922	$ 125,124,505	$ 127,939,734	$ 127,220,550	$ 130,615,326	$ 130,577,433	$ 130,311,714	$ 131,686,568	$ 137,900,937
Storm Water	39,048,824	39,522,703	40,164,454	41,715,744	42,192,454	44,779,183	46,283,817	45,987,477	46,221,163	46,378,291
Development Authority	4,665,161	4,999,007	2,859,707	7,721,739	6,115,757	3,374,565	1,061,751	2,347,657	66,886,214	63,408
Waste Management	43,457,679	37,766,169	35,390,065	34,225,087	34,050,587	37,369,824	37,841,799	37,863,158	37,711,858	41,674,317
Parking	4,535,524	3,824,504	5,235,807	6,014,164	5,408,631	4,701,165	5,271,225	6,438,914	5,518,809	5,853,769
Operating grants and contributions	90,237	72,740	319,888	42,871	45,382	35,658	40,955	58,254	1,453,097	91,331
Capital grants and contributions	7,413,070	8,175,896	6,611,382	28,258,904	27,124,075	5,013,019	3,143,542	3,899,017	3,270,306	37,247,303
Total Business-type Activities	$ 221,820,015	$ 218,664,941	$ 215,705,808	$ 245,918,243	$ 242,157,436	$ 225,888,740	$ 224,220,522	$ 226,906,191	$ 292,748,015	$ 269,209,356
Total Primary Government Program Revenues	$ 523,754,136	$ 530,833,490	$ 515,495,948	$ 550,961,638	$ 553,073,558	$ 500,397,933	$ 488,825,696	$ 505,631,033	$ 574,641,681	$ 695,218,620
Net (Expenses) Revenues										
Governmental Activities	$ (851,583,949)	$ (869,862,786)	$ (947,835,777)	$ (966,892,189)	$ (1,019,980,724)	$ (1,009,109,367)	$ (1,009,109,367)	$ (1,070,721,070)	$ (1,186,528,732)	$ (1,235,290,685)
Business-type Activities	30,779,027	32,486,921	17,425,543	38,482,612	13,028,756	19,595,722	9,786,479	21,427,038	71,070,262	10,039,843
Total Primary Government Net Expenses	$ (820,804,922)	$ (837,375,865)	$ (930,410,234)	$ (928,409,577)	$ (1,006,951,968)	$ (989,513,645)	$ (999,322,888)	$ (1,049,294,032)	$ (1,115,458,470)	$ (1,225,250,842)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
General Property Taxes -										
Real Estate & Personal Property	$ 574,064,411	$ 622,389,162	$ 645,972,461	$ 673,006,832	$ 696,206,555	$ 705,605,610	$ 779,250,961	$ 769,713,599	$ 833,480,162	$ 896,475,052
Sales	58,521,297	61,409,466	66,262,790	63,647,610	65,946,655	68,531,053	79,932,540	87,057,030	90,129,727	92,967,694
Utility	44,724,955	40,961,377	48,275,048	48,908,305	47,636,484	44,798,145	45,595,676	42,558,346	40,428,732	44,171,572
Business Licenses	45,155,698	44,956,510	47,143,398	48,777,766	49,129,284	53,879,101	53,804,526	55,604,297	59,007,924	61,224,225
Meal	59,693,981	63,558,427	68,900,065	66,608,924	69,540,210	54,489,832	72,458,074	86,795,057	92,398,321	93,612,453
Lodging	28,216,513	29,999,408	32,385,074	36,467,582	37,085,103	30,962,264	39,580,825	48,073,978	52,095,548	52,773,365
Amusement	6,001,024	6,953,928	7,032,632	6,485,738	7,295,403	5,196,698	4,074,079	7,779,671	9,055,008	10,991,889
City Tax on Deeds and Wills	7,044,958	7,299,045	7,858,406	7,565,471	7,809,055	8,554,150	13,988,672	13,146,819	7,870,701	8,023,726
Cigarette	12,983,847	10,950,799	12,060,433	11,447,553	10,309,971	10,477,789	9,651,125	8,534,975	8,241,038	7,083,047
Automobile Licenses	9,048,539	10,867,860	11,762,967	11,147,509	11,232,389	10,014,639	11,075,156	10,523,967	10,596,831	10,208,977
Other Taxes	11,460,710	13,480,842	10,937,880	5,783,324	3,607,656	3,348,538	3,696,076	4,367,291	4,183,698	4,264,945
Grants and contributions not restricted	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868	53,412,868
Investment Earnings	3,956,635	7,172,459	2,255,088	6,488,405	15,272,598	14,404,603	4,679,808	4,243,769	18,884,519	28,488,637
Miscellaneous	14,876,713	14,369,406	17,446,147	16,752,791	7,464,961	6,526,999	15,415,264	18,413,330	14,380,430	14,235,275
Transfers	(15,850,873)	(15,898,147)	(22,611,189)	(23,409,462)	(22,248,564)	(11,245,196)	(25,433,254)	(31,945,328)	(17,856,710)	(11,277,298)
Total Governmental Activities	$ 913,311,276	$ 971,883,410	$ 1,009,094,068	$ 1,033,091,216	$ 1,059,700,628	$ 1,058,957,093	$ 1,161,182,396	$ 1,178,279,669	$ 1,276,308,797	$ 1,366,656,427
Business-type Activities:										
Investment Earnings	$ 660,764	$ 814,880	$ 2,573,657	$ 4,196,130	$ 5,046,919	$ 4,234,320	$ 1,911,998	$ 1,743,049	$ 5,830,296	$ 13,253,124
Miscellaneous	(478,876)	-	-	1,115,089	997,384	806,360	5,200,484	1,719,769	5,986,600	6,727,123
Transfers	15,850,873	15,898,147	22,611,189	23,409,462	22,248,564	11,245,196	25,433,254	31,945,328	17,856,710	11,277,298
Total Business-type Activities	$ 16,032,761	$ 16,713,027	$ 25,184,846	$ 28,720,681	$ 28,292,867	$ 16,285,876	$ 32,545,736	$ 35,408,146	$ 29,673,606	$ 31,257,545
Total Primary Government	$ 929,344,037	$ 988,596,437	$ 1,034,278,914	$ 1,061,811,897	$ 1,087,993,495	$ 1,075,242,969	$ 1,193,728,132	$ 1,213,687,815	$ 1,305,982,403	$ 1,397,913,972
Change in Net Position										
Governmental Activities	$ 61,727,327	$ 102,020,624	$ 61,258,291	$ 66,199,027	$ 39,719,904	$ 49,847,726	$ 152,073,029	$ 107,558,599	$ 89,780,065	$ 131,365,742
Business-type Activities	46,811,788	49,199,948	42,610,389	67,203,293	41,321,623	35,881,598	42,332,215	56,835,184	100,743,868	41,297,388
Total Primary Government	$ 108,539,115	$ 151,220,572	$ 103,868,680	$ 133,402,320	$ 81,041,527	$ 85,729,324	$ 194,405,244	$ 164,393,783	$ 190,523,933	$ 172,663,130

Source: City Department of Finance
Note: Strategic Growth Area merged with Planning in 2018

Table 3

CITY OF VIRGINIA BEACH, VIRGINIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable	$ 7,093,861	$ 10,937,946	$ 10,647,511	$ 11,088,350	$ 10,934,636	$ 11,259,961	$ 10,382,347	$ 8,737,296	$ 9,450,411	$ 9,123,751
Restricted	1,080,998	675,616	2,047,751	2,201,965	2,901,470	1,460,287	4,701,470	2,901,470	1,922,110	6,795,589
Committed	12,299,308	12,299,308	17,299,308	17,299,308	17,299,308	16,549,308	16,249,308	15,914,944	15,247,762	14,914,171
Assigned	46,342,481	54,485,191	69,793,355	85,216,602	78,139,398	123,695,484	207,158,449	120,959,370	119,364,503	151,052,977
Unassigned	97,004,933	107,119,381	118,396,300	114,298,452	121,304,984	152,842,932	110,999,710	180,383,159	196,086,564	186,216,609
Total General Fund	$ 163,821,581	$ 185,517,442	$ 218,184,225	$ 230,104,677	$ 230,579,796	$ 305,807,972	$ 349,491,284	$ 328,896,239	$ 342,071,350	$ 368,103,097
All Other Governmental Funds										
Nonspendable*	$ 6,453,867	$ 6,488,666	$ -	$ -	$ 47,307	$ 141,784	$ 162,681	$ 195,777	$ 1,012,418	$ 755,003
Restricted	36,878,328	43,568,700	49,567,841	49,242,719	54,282,998	58,853,173	63,673,930	59,796,132	53,293,554	61,301,710
Committed	337,402,946	357,531,393	336,873,103	387,589,280	311,654,234	391,054,880	318,040,698	358,706,696	256,744,086	575,073,211
Assigned	9,047,083	6,154,607	2,273,180	1,052,730	2,361,660	2,464,037	11,867,831	11,539,720	11,795,387	2,414,395
Unassigned	(391,769)	-	-	-	(1,118,426)	(3,538,892)	(973,056)	(3,555,225)	(5,655,979)	(4,674,541)
Total All Other Governmental Funds	$ 389,390,455	$ 413,743,366	$ 388,714,124	$ 437,884,729	$ 367,227,773	$ 448,974,982	$ 392,772,084	$ 426,683,100	$ 317,189,466	$ 634,869,778

Source: City Department of Finance
* 2020, 2021, and 2022 were reported as unassigned.



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CITY OF VIRGINIA BEACH, VIRGINIA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES										
Real Estate Taxes	$ 481,774,192	$ 526,451,909	$ 544,302,460	$ 567,573,017	$ 586,407,784	$ 603,119,216	$ 631,547,267	$ 633,156,847	$ 683,138,841	$ 743,640,555
Personal Property Taxes	90,898,635	95,930,682	100,075,205	108,123,397	106,029,083	112,728,082	122,853,013	136,544,911	140,251,330	154,504,542
Total General Property Taxes	572,672,827	622,382,591	644,377,665	675,696,414	692,436,867	715,847,298	754,400,280	769,701,758	823,390,171	898,145,097
Other Local Taxes:										
General Sales	58,164,569	61,099,407	62,614,614	63,511,403	65,851,817	67,855,536	78,732,948	87,383,198	89,501,992	92,229,969
Utility	43,308,157	42,658,906	44,829,994	49,832,408	47,636,484	45,584,479	45,536,508	45,707,678	40,543,327	42,706,572
Business Licenses	44,586,110	45,301,911	47,009,925	48,676,655	49,141,505	52,759,292	54,766,642	55,489,629	59,030,932	62,099,209
Franchise Taxes-Cox Communications	7,939,584	8,115,171	5,163,159	-	-	-	-	-	-	-
Automobile Licenses	-	10,862,073	11,189,995	10,961,726	11,260,550	10,112,035	11,009,970	10,474,573	10,753,542	10,041,597
Bank Stock	2,739,645	3,023,394	3,100,922	3,469,803	3,607,656	3,348,538	3,696,076	4,367,291	4,183,698	4,264,945
City Tax on Deeds	6,970,299	7,222,757	7,755,788	7,475,502	7,708,985	8,494,352	13,867,356	13,006,544	7,767,037	7,898,238
City Tax on Wills	74,659	76,288	102,618	89,969	99,895	59,798	121,316	140,275	103,664	125,488
Cigarette	13,707,486	10,164,199	11,906,282	11,406,153	10,568,721	10,353,589	9,702,875	8,804,084	8,479,917	6,875,209
Amusement	5,902,807	7,034,792	6,811,740	6,349,234	6,762,346	6,300,510	3,407,997	7,568,665	9,236,340	9,500,100
Hotel Taxes	27,914,212	29,780,108	29,196,087	35,494,796	37,127,745	32,682,467	36,821,128	48,186,507	51,768,589	52,060,030
Restaurant Meals	59,968,375	63,437,485	65,207,699	66,264,685	69,278,652	60,561,741	65,572,967	85,941,096	92,035,336	94,093,300
Transient Occupancy Taxes	771,695	815,025	3,609,510	-	-	-	-	-	-	-
Total Other Local Taxes	272,047,598	289,591,516	298,498,333	303,532,334	309,044,356	298,112,337	323,235,783	367,069,540	373,404,374	381,894,657
Fines and Forfeitures	7,359,085	6,417,007	5,507,315	5,749,252	5,784,450	3,841,464	-	-	1,326,584	1,918,689
Permits, Privilege Fees, and Regulatory Licenses	5,138,080	4,922,398	5,250,146	5,260,171	4,948,973	5,291,220	6,924,448	8,145,586	9,464,416	10,149,624
From Use of Money and Property	9,706,351	15,856,367	8,910,323	15,589,069	20,766,143	18,434,539	5,253,590	5,561,694	25,192,831	35,213,620
Charges for Services	72,565,586	70,998,949	71,800,886	72,356,349	74,794,925	64,290,614	63,777,821	72,122,243	75,166,201	80,610,001
Miscellaneous	11,935,463	11,148,714	13,723,105	12,917,055	13,245,098	12,503,197	12,657,547	15,872,678	9,216,775	32,232,852
From Other Local Governments	49,077	-	-	-	-	-	-	-	-	-
From Commonwealth	199,209,892	216,035,262	204,502,438	187,643,619	196,365,167	199,406,262	193,598,286	201,786,954	214,566,317	250,007,980
From Federal Government	65,227,667	57,728,271	56,119,173	77,856,895	62,086,134	94,757,533	103,770,533	108,672,400	95,360,973	109,973,850
Total Revenues	$ 1,215,911,626	$ 1,295,081,075	$ 1,308,689,384	$ 1,356,601,158	$ 1,379,472,113	$ 1,412,484,464	$ 1,463,618,288	$ 1,548,932,853	$ 1,627,088,642	$ 1,800,146,370
EXPENDITURES										
Legislative	$ 1,208,704	$ 1,233,934	$ 1,173,001	$ 1,248,240	$ 1,144,252	$ 180,302	$ 1,148,867	$ 1,136,896	$ 1,267,998	$ 1,457,483
Executive	2,615,031	3,998,371	4,093,880	4,488,041	5,013,472	5,150,430	5,350,574	5,814,781	6,669,856	7,661,418
Law	3,919,348	4,022,217	3,969,488	4,477,543	4,529,203	4,595,060	4,648,025	4,989,558	5,623,140	5,932,831
Finance	17,815,815	18,062,607	18,207,252	19,293,822	20,044,583	19,694,983	22,485,637	21,829,965	23,949,092	23,611,137
Human Resources	11,174,602	11,914,851	11,245,572	11,912,017	12,545,582	12,308,232	4,641,373	5,339,985	6,114,668	7,341,716
Judicial	55,398,991	58,516,561	61,187,703	63,333,087	65,909,658	67,994,838	70,898,766	74,191,658	81,468,470	87,429,499
Health	3,213,191	3,177,862	3,376,761	3,442,478	3,716,750	3,689,009	3,977,832	3,977,832	4,016,549	4,177,563

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police	$ 94,259,577	$ 95,179,158	$ 97,550,859	$ 99,210,134	$ 99,395,675	$ 87,195,246	$ 104,706,083	$ 109,936,071	$ 120,472,141	$ 125,191,064
Human Services	112,506,829	112,944,110	115,193,857	117,245,898	124,188,922	125,796,095	126,498,778	124,707,774	140,207,663	142,721,546
Public Works	63,701,224	66,744,291	73,368,698	71,637,743	72,246,833	78,688,736	84,766,606	87,568,991	96,027,726	106,926,855
Parks and Recreation	46,973,301	43,265,384	43,768,393	48,547,482	50,723,021	50,284,384	41,771,348	45,562,141	52,599,740	58,284,873
Library	17,618,171	17,368,746	17,615,908	18,018,356	17,274,298	18,190,701	17,792,956	17,976,360	19,312,737	20,893,256
Planning	9,874,195	9,741,864	10,993,105	19,193,976	19,296,051	19,507,678	18,144,394	19,455,733	12,285,540	14,012,701
Agriculture	3,503,327	1,468,560	4,607,650	969,705	1,043,558	1,056,388	985,928	1,030,830	1,102,779	1,270,312
Economic Development	3,037,408	3,949,271	3,749,275	4,242,488	5,577,029	2,936,165	10,261,721	9,247,887	7,556,960	8,843,131
Convention and Visitor Development	50,793,408	26,306,456	27,050,391	27,058,450	27,868,190	22,513,470	23,522,938	28,156,079	34,293,956	45,075,854
Cultural Affairs	-	-	-	-	-	3,156,488	4,066,520	3,489,894	3,886,382	4,132,622
Information Technology	22,008,128	20,463,895	22,132,288	24,774,178	25,707,312	25,166,518	29,152,624	25,819,118	25,013,855	26,872,859
Emergency Communications and Citizen Services	8,985,752	8,609,489	8,859,237	9,122,044	9,147,638	7,631,901	8,890,972	9,609,934	10,604,080	10,899,685
Boards and Commissions	35,603,080	35,367,590	60,714,680	33,601,257	36,875,467	25,951,685	-	-	-	-
Fire	49,212,062	51,237,605	55,117,288	58,151,454	59,007,138	48,921,561	66,959,752	72,785,714	81,754,940	85,066,735
Budget and Management Services	1,526,664	1,485,496	1,409,775	1,365,183	1,323,859	1,324,913	1,176,117	1,149,059	1,229,516	1,270,780
Development Authority	400,429	-	55,008	-	-	-	-	-	-	-
Education	372,506,081	388,092,326	407,548,658	436,811,968	401,945,731	527,340,170	415,985,447	519,866,042	456,472,085	483,231,129
Housing and Neighborhood Preservation	26,490,648	26,550,331	28,246,526	28,499,449	31,727,306	33,420,457	38,409,709	39,522,022	38,881,389	43,383,791
Museums	11,435,283	11,140,739	10,961,337	10,880,638	11,318,527	10,151,547	-	11,732,959	13,058,273	14,238,214
General Registrar	-	-	-	-	-	-	-	2,460,307	3,340,831	4,256,484
General Government	11,482,238	2,566,531	2,331,474	4,685,528	3,641,535	42,058,231	62,183,937	65,533,732	59,209,157	95,257,715
Emergency Medical Service	9,508,751	10,111,253	11,405,734	12,213,689	12,637,136	10,799,955	16,248,594	14,713,533	18,495,449	24,939,532
Strategic Growth Area	1,136,261	746,889	-	-	-	-	-	-	-	-
Capital Outlay	180,758,500	148,425,984	75,596,098	127,054,115	180,430,527	169,446,236	145,763,843	144,465,888	254,026,978	260,783,923
Lease Payments	-	-	-	-	-	-	-	-	4,133,722	7,043,387
Subscription Payments	-	-	-	-	-	-	-	-	5,400,148	2,941,970
Debt Service:										
Principal Retirement	61,522,444	86,698,132	88,609,860	87,908,194	91,689,035	93,299,097	90,767,130	101,672,131	106,318,292	94,733,577
Interest and Fiscal Charges	32,248,023	45,188,801	46,498,278	42,872,488	42,773,286	41,008,013	43,209,156	42,417,787	38,852,258	37,293,792
Total Expenditures	$ 1,322,437,466	$ 1,314,579,304	$ 1,316,638,034	$ 1,392,259,645	$ 1,438,741,574	$ 1,559,458,489	$ 1,464,415,627	$ 1,616,285,220	$ 1,733,646,370	$ 1,857,177,434
Excess (Deficiency) of Revenues over (under) Expenditures	$ (106,525,840)	$ (19,498,229)	$ (7,948,650)	$ (35,658,487)	$ (59,269,461)	$ (146,974,025)	$ (797,339)	$ (67,352,367)	$ (106,557,728)	$ (57,031,064)
OTHER FINANCING SOURCES (USES)										
Transfers In	$ 142,195,756	$ 151,503,513	$ 153,805,994	$ 160,358,211	$ 161,180,542	$ 175,293,404	$ 156,191,300	$ 218,986,295	$ 228,976,155	$ 256,560,950
Transfers Out	(144,189,251)	(156,245,123)	(166,095,354)	(170,748,899)	(172,092,918)	(173,201,224)	(154,381,924)	(233,981,737)	(229,507,259)	(256,349,550)
Capitalized Leases	-	-	-	-	-	-	-	-	6,123,168	34,537,972
Capitalized Subscriptions	-	-	-	-	-	-	-	-	9,173,502	1,803,910
Agriculture Reserve Agreement	344,842	565,264	3,728,464	-	-	-	-	-	-	-
Issuance of Debt	99,540,000	111,685,000	21,225,000	98,035,000	-	260,170,000	-	94,915,000	-	313,323,971
Premium on Bonds Sold	29,213,786	13,623,894	2,922,087	22,476,887	-	51,237,936	-	15,181,556	-	37,548,814
Proceeds of Refunding Bonds	91,415,000	-	-	71,530,000	-	80,329,587	-	-	-	57,595,356
Payment to Refunding Bonds Escrow Agent	(109,664,176)	(55,585,547)	-	(84,900,655)	-	(89,022,077)	(3,438,666)	-	-	(63,074,756)
Total Other Financing Sources (Uses)	$ 108,855,957	$ 65,547,001	$ 15,586,191	$ 96,750,544	$ (10,912,376)	$ 304,807,626	$ (1,629,290)	$ 95,101,114	$ 14,765,566	$ 381,946,667
Net Change in Fund Balance	$ 2,330,117	$ 46,048,772	$ 7,637,541	$ 61,092,057	$ (70,181,837)	$ 157,833,601	$ (2,426,629)	$ 27,748,747	$ (91,792,162)	$ 324,915,603
Debt Service as a Percentage of Noncapital Expenditures	8.2%	11.3%	10.9%	10.3%	10.7%	9.7%	10.2%	9.8%	9.8%	8.3%

Source: City Department of Finance

Note: Franchise Tax was combined with Utility Tax beginning in FY2018

CITY OF VIRGINIA BEACH, VIRGINIA
GOVERNMENTAL FUNDS TAX REVENUE BY SOURCE
Last Ten Fiscal Years
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Taxes										
Real Estate	$ 481,774,192	$ 526,451,909	$ 544,302,460	$ 567,573,017	$ 586,407,784	$ 603,119,216	$ 631,547,267	$ 633,156,847	$ 683,138,841	$ 743,640,555
Personal Property	90,898,635	95,930,682	100,075,205	108,123,397	106,029,083	112,728,082	122,853,013	136,544,911	140,251,330	154,504,542
General Sales	58,164,569	61,099,407	62,614,614	63,511,403	65,851,817	67,855,536	78,732,948	87,383,198	89,501,992	92,229,969
Utility	43,308,157	42,658,906	44,829,994	49,832,408	47,636,484	45,584,479	45,536,508	45,707,678	40,543,327	42,706,572
Business Licenses	44,586,110	45,301,911	47,009,925	48,676,655	49,141,505	52,759,292	54,766,642	55,489,629	59,030,932	62,099,209
Franchise Taxes	7,939,584	8,115,171	5,163,159	-	-	-	-	-	-	-
Automobile Licenses	9,225,176	10,862,073	11,189,995	10,961,726	11,260,550	10,112,035	11,009,970	10,474,573	10,753,542	10,041,597
Bank Stock	2,739,645	3,023,394	3,100,922	3,469,803	3,607,656	3,348,538	3,696,076	4,367,291	4,183,698	4,264,945
City Tax on Deeds	6,970,299	7,222,757	7,755,788	7,475,502	7,708,985	8,494,352	13,867,356	13,006,544	7,767,037	7,898,238
City Tax on Wills	74,659	76,288	102,618	89,969	99,895	59,798	121,316	140,275	103,664	125,488
Cigarette	13,707,486	10,164,199	11,906,282	11,406,153	10,568,721	10,353,589	9,702,875	8,804,084	8,479,917	6,875,209
Amusement	5,902,807	7,044,913	6,811,740	6,349,234	6,762,346	6,300,510	9,752,814	7,568,665	9,236,340	9,500,100
Hotel Taxes	28,685,907	30,595,133	32,805,597	35,493,796	37,127,745	32,682,467	36,821,128	48,186,507	51,768,589	52,060,030
Restaurant Meals	59,968,375	63,437,485	65,207,699	66,264,685	69,278,652	60,561,741	65,572,967	85,941,096	92,035,336	94,093,300
Total	$ 853,945,601	$ 911,984,228	$ 942,875,998	$ 979,227,748	$ 1,001,481,223	$ 1,013,959,635	$ 1,083,980,880	$ 1,136,771,298	$ 1,196,794,545	$ 1,280,039,754

Source: City Department of Finance

Note: Franchise Tax was combined with Utility Tax beginning in FY2018
Hotel Taxes include Transient Occupancy Taxes

Table 6

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			Total Taxable Real Property Assessed Value	Direct Tax Rate	Personal Property Assessed Value			Total Taxable Personal Property Assessed Value	Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential	Commercial	Public Service*			Residential	Commercial	Public Service				
2015	42,110,642,755	8,466,636,425	873,940,844	51,451,220,024	0.9300	3,446,918,395	1,122,915,183	1,555,727	4,571,389,305	4.0000	56,022,609,329	100.0%
2016	43,302,214,028	8,714,160,476	893,717,743	52,910,092,247	0.9900	3,552,544,174	1,029,515,444	1,762,202	4,583,821,820	4.0000	57,493,914,067	100.0%
2017	45,017,777,981	8,822,768,056	943,063,814	54,783,609,851	0.9900	3,612,948,282	1,079,435,074	2,030,566	4,694,413,922	4.0000	59,478,023,773	100.0%
2018	46,426,321,920	9,094,379,313	981,368,382	56,502,069,615	1.0025	3,662,270,285	1,124,495,564	2,239,486	4,789,005,335	4.0000	61,291,074,950	100.0%
2019	47,819,472,210	9,479,885,409	1,017,679,883	58,317,037,502	1.0025	4,465,618,146	1,181,448,770	2,499,889	5,649,566,805	4.0000	63,966,604,307	100.0%
2020	49,373,623,875	9,975,795,660	1,043,594,888	60,393,014,423	1.0175	4,570,825,950	1,025,877,871	3,326,909	5,600,030,730	4.0000	65,993,045,153	100.0%
2021	51,177,172,399	10,254,365,192	1,107,286,164	62,538,823,755	1.0175	5,151,658,034	744,898,436	4,468,203	5,901,024,673	4.0000	68,439,848,428	100.0%
2022	53,720,116,305	10,096,383,587	1,127,390,416	64,943,890,308	0.9900	5,484,917,057	1,665,362,748	3,706,449	7,153,986,254	4.0000	72,097,876,562	100.0%
2023	59,655,289,015	10,026,808,819	1,190,111,242	70,872,209,076	0.9900	5,721,976,158	1,186,640,535	3,885,008	6,912,501,701	4.0000	77,784,710,777	100.0%
2024	65,739,185,533	10,728,183,166	1,088,020,958	77,555,389,657	0.9900	6,345,543,767	1,433,336,249	3,377,047	7,782,257,063	4.0000	85,337,646,720	100.0%

Sources: Office of Real Estate Assessor
Commissioner of the Revenue

Notes: 1 - The City is the only entity with local taxing authority within its boundaries.
2 - See Table 7 for revenue rates
* The assessed value includes Public Service Personal Property taxed at the same rate as Real Estate

CITY OF VIRGINIA BEACH, VIRGINIA
REVENUE RATES FOR REAL ESTATE AND FOR 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	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 Schilling Point	Personal Property Tax Rate
2015	0.9300	0.0600	0.4500	0.1840	0.3630	0.1594	0.2913	0.0790	0.0630	-	-	4.000
2016	0.9900	0.0600	0.4500	0.1840	0.3630	0.1594	0.2913	0.0790	0.0630	0.4380	-	4.000
2017	0.9900	0.0600	0.4500	0.1840	0.3630	0.1594	0.2913	0.0790	0.0630	0.4380	-	4.000
2018	1.0025	0.0600	0.4500	0.1840	0.5690	0.1594	0.2913	0.0790	0.0630	0.4380	-	4.000
2019	1.0025	0.0600	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	-	4.000
2020	1.0175	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	0.4040	4.000
2021	1.0175	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	0.4040	4.000
2022	0.9900	0.0400	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	0.4040	4.000
2023	0.9900	0.0200	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	0.4040	4.000
2024	0.9900	0.0100	0.4500	0.1840	0.4720	0.1594	0.2913	0.1200	0.0630	0.4380	0.4040	4.000

	Real Property Total Direct Tax Rate										
Fiscal Year	Regular	Sandbridge SSD Residents	Town Center SSD Residents	Old Donation SSD Residents	Bayville Creek SSD Residents	Shadowlawn SSD Residents	Chesopeian SSD Residents	Harbor Point SSD Residents	Gills Cove SSD Residents	Hurds Cove SSD Residents	Schilling Point Residents
2015	0.9300	1.0500	1.4400	1.1740	1.3530	1.1494	1.2813	1.0690	1.0530	0.9900	0.9900
2016	0.9900	1.0500	1.4400	1.1740	1.3530	1.1494	1.2813	1.0690	1.0530	1.4280	0.9900
2017	0.9900	1.0625	1.4525	1.1865	1.3655	1.1619	1.2938	1.0815	1.0655	1.4405	1.0025
2018	1.0025	1.0625	1.4525	1.1865	1.5715	1.1619	1.2938	1.0815	1.0655	1.4405	1.0025
2019	1.0025	1.0775	1.4675	1.2015	1.4895	1.1769	1.3088	1.1375	1.0805	1.4555	1.0175
2020	1.0175	1.0575	1.4675	1.2015	1.4895	1.1769	1.3088	1.1375	1.0805	1.4555	1.4215
2021	1.0175	1.0575	1.4675	1.2015	1.4895	1.1769	1.3088	1.1375	1.0805	1.4555	1.4215
2022	0.9900	1.0300	1.4400	1.1740	1.4620	1.1494	1.2813	1.1100	1.0530	1.4280	1.3940
2023	0.9900	1.0100	1.4400	1.1740	1.4620	1.1494	1.2813	1.1100	1.0530	1.4280	1.3940
2024	0.9900	1.0000	1.4400	1.1740	1.4620	1.1494	1.2813	1.1100	1.0530	1.4280	1.3940

Source: City Adopted Resource Management Plan

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.

Table 8

CITY OF VIRGINIA BEACH, VIRGINIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

	2024			2015		
	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	$ 607,353,500	0.78 %	1	$ 345,303,000	0.60 %	2
Ramon W. Breeden, Jr.	591,002,100	0.76	2	331,408,900	0.57	3
Dominion Energy, Inc.*	511,534,940	0.66	3	318,893,632	0.55	4
A.D. & L.E. Fleder & J.M. & R.J. Caplan	374,431,200	0.48	4	243,832,500	0.42	6
E. C. & A. F. Ruffin & B. L. Thompson	368,817,900	0.48	5	400,274,500	0.69	1
Lynnhaven Mall LLC	285,518,100	0.37	6	289,279,000	0.50	5
Pembroke Square Associates	211,458,900	0.27	7	174,890,400	0.30	7
Watergate Treehouse Associates LP	181,019,700	0.23	8	113,945,900	0.20	13
Virginia Natural Gas, Inc.	175,280,339	0.23	9	73,635,483	0.13	20
Cheryl P. McLeskey	173,760,200	0.22	10	137,371,800	0.24	10
Christian Broadcasting Assoc./Net Inc.	-	-	-	148,426,800	0.26	8
Verizon Virginia, Inc.	-	-	-	145,731,123	0.25	9
Totals	$ 3,480,176,879	4.48 %		$ 2,722,993,038	4.71 %	

* Formerly Virginia Electric & Power Company

Sources: Office of Real Estate Assessor
Commissioner of the Revenue

CITY OF VIRGINIA BEACH, VIRGINIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Total Real Estate Tax Levy [1]	Total Personal Property Tax Levy [1]	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	463,184,807	95,236,086	537,056,367	96.2	18,529,579	555,585,946	99.5
2016	510,528,757	102,577,135	589,411,524	96.1	18,946,364	608,357,888	99.2
2017	528,410,384	106,583,082	609,085,906	95.9	21,444,232	630,530,138	99.3
2018	551,883,966	110,388,668	636,789,707	96.2	24,095,462	660,885,169	99.8
2019	570,105,091	117,968,242	638,348,095	92.8	28,108,156	666,456,251	96.9
2020	596,677,843	125,943,586	631,762,062	87.4	73,834,777	705,596,839	97.6
2021	616,188,945	167,235,010	687,116,605	87.7	53,525,944	740,642,549	94.5
2022	621,125,929	167,129,147	707,907,083	89.8	41,351,165	749,258,248	95.1
2023	673,307,081	187,700,131	755,199,729	87.7	39,661,155	794,860,884	92.3
2024	731,794,629	214,391,229	830,786,286	87.8	-	830,786,286	87.8

Source: Comissioner of Revenue, Real Estate Assessor's Office and City Department of Finance

Note: Collections in subsequent years represents delinquent accounts collected during the course of the fiscal year for all prior fiscal years.

[1] Includes Public Service.

CITY OF VIRGINIA BEACH, VIRGINIA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

	Governmental Activities						Business Type Activities						
Fiscal Year [1]	General Obligation Bonds	State Literary Fund Loans [2]	Public Facility Revenue Bonds	Obligations Under Leases [3]	Obligations Under Subscriptions [4]	Agriculture Reserve Program	Virginia Beach Development Authority [5]	Revenue Bonds	Obligations Under Leases [3]	Obligations Under Subscriptions [4]	Total Primary Government	Net Debt Per Capita [6]	Ratio of Net Debt Per Capita to Per Capita Personal Income
2015	$ 716,612,342	$ 2,875,000	$ 320,169,585	$ -	$ -	$ 41,808,934	$ 85,183,901	$ 246,792,383	$ -	$ -	$ 1,413,442,145	$ 2,258	4.4%
2016	721,310,401	2,250,000	294,372,839	-	-	42,374,198	78,760,588	283,555,487	-	-	1,422,623,513	2,195	4.2%
2017	655,854,925	1,875,000	288,582,663	-	-	46,102,662	71,945,485	272,759,201	-	-	1,337,119,936	2,040	3.7%
2018	664,558,868	1,500,000	292,789,906	-	-	46,102,662	67,524,535	260,914,896	-	-	1,333,390,867	2,056	3.8%
2019	600,663,013	1,125,000	261,569,221	-	-	47,710,144	60,053,224	279,691,851	-	-	1,250,812,453	1,856	3.3%
2020	649,974,113	750,000	415,534,711	-	-	48,746,276	51,975,681	266,123,853	-	-	1,433,104,634	2,174	3.7%
2021	585,872,515	375,000	383,908,895	-	-	51,440,318	45,220,011	391,227,645	-	-	1,458,044,384	1,975	3.1%
2022	634,010,034	-	341,795,968	11,728,920	-	49,790,932	36,341,691	372,965,280	3,611,816	-	1,450,244,641	1,971	2.9%
2023	570,888,217	-	301,711,830	21,516,168	4,812,596	44,146,562	27,446,807	350,808,924	3,401,759	574,363	1,325,307,226	1,763	2.4%
2024	794,560,443	-	316,670,425	49,579,887	3,629,134	45,138,160	133,011,648	331,104,326	3,449,932	290,078	1,677,434,033	2,480	3.4%

Source: City Department of Finance

Notes:

[1] Fiscal Years 2015-2024 have been adjusted to reflect the related unamortized premiums.

[2] The State Literary Fund Loan program is part of the Virginia Public School Authority (VPSA) pooled bond program and is not a loan. It is General Obligation debt for the City, which was paid-off in FY 2022.

[3] GASB Statement No. 87, Leases, was implemented in FY 2022.

[4] GASB Statement No. 96, Subscription-Based Information Technology Arrangements, was implemented in FY 2023.

[5] Includes balances of VBDA Note Payable secured by a surety agreement provided by Town Center Associates, L.L.C. for FY 2014. Note was paid off during FY 2015. For FY 2021, excludes $700,000 in Notes Payable for the VBDA reflecting a loan due to the City. For FY 2022, excludes $3,550,406 in Notes Payable for the VBDA, which reflects two loans due to the City (includes the loan noted for FY 2021). In addition, Net Debt Per Capita excludes Revenue Bonds, Agriculture Reserve, and the premiums included in this table presentation.

[6] For calculation of Net Debt Per Capita, the population is per Table 15. FY 2024 population is based on the latest estimate issued for July 1, 2023 of 453,605 from Weldon Cooper Center for Public Service. The FY2023 population is from the prior year Weldon Cooper Survey. FY 2022 population is based on the estimate for July 2, 2021 from Weldon Cooper Center for Public Service. FY 2021 and FY 2020 population estimates are based on the April 1, 2020 Decennial Census Count estimate. In addition, Net Debt Per Capita excludes Revenue Bonds, Agriculture Reserve, and the premiums included in this table presentation.om the Bureau of Economic Analysis is not yet available for 2023, the 2022 amount of $65,986 was used for year 2023.

FY 2024 Premium detail and reconciliation to Note 6A1 & 6A2:

	Governmental Activities						
	General Obligation Bonds	State Literary Fund Loans	Public Facility Revenue Bonds	Agriculture Reserve Program	Total Governmental Activity	Total Business Activity	Total Primary Government (1)
Principal	$ 713,109,234	$ -	$ 282,471,136	$ 45,138,160	$ 1,040,718,530	$ 430,703,864	$ 1,471,422,394
Premium	81,451,209	-	34,199,289	-	115,650,498	33,412,110	149,062,608
Total	$ 794,560,443	$ -	$ 316,670,425	$ 45,138,160	$ 1,156,369,028	$ 464,115,974	$ 1,620,485,002

Tax Supported Debt subtotal per 6A1	$ 1,040,718,530
Premiums per 6A1	115,650,498
Self/Tax Supported Debt subtotal per 6A2	430,703,864
Premiums per 6A2	33,412,110
Total per Note 6A1 & 6A2	$ 1,620,485,002

Table 11

CITY OF VIRGINIA BEACH, VIRGINIA
RATIOS OF OUTSTANDING GENERAL BONDED DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

Fiscal Year [1]	General Obligation Bonds [2]	State Literary Fund Loans [2]	Appropriation Backed Debt [3]	Total	Percentage of Estimated Actual Full Value of Property [4]	Net Debt Per Capita [5]
2015	$ 716,612,342	$ 2,875,000	$ 405,353,486	$ 1,124,840,828	2.1	$ 2,258
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

[1] Fiscal Years 2015-2024 have been adjusted to reflect the related unamortized premiums.

[2] Per Table 10. The State Literary Fund Loan program is part of the Virginia Public School Authority (VPSA) pooled bond program and is not a loan. It is General Obligation debt for the City, which was paid-off in FY 2022.

[3] Includes all Governmental Public Facility Revenue Bonds and Business Type Virginia Beach Development Authority Debt as per Table 10.

[4] Actual Full Value of property is from Table 6.

[5] Population is from Table 15. Computation of Net Debt Per Capita is net of premiums in the above numbers.

* Restated from FY 2021 Annual Comprehensive Financial Report to include Virginia Beach Development Authority appropriations backed debt.

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022[3]	2023	2024
Debt Limit	$ 5,145,277,575	$ 5,291,185,445	$ 5,478,360,985	$ 5,650,206,962	$ 5,831,703,750	$ 6,039,301,442	$ 6,253,886,891	$ 6,494,389,031	$ 7,087,220,908	$ 7,755,538,966
Total Net Debt applicable to limit [1]	697,079,775	697,520,721	641,749,326	646,061,132	590,409,579	629,730,209	575,052,122	613,872,302	552,965,034	758,247,394
Legal Debt Margin	$ 4,448,197,800	$ 4,593,664,724	$ 4,836,611,659	$ 5,004,145,830	$ 5,241,294,171	$ 5,409,571,233	$ 5,678,834,769	$ 5,880,516,729	$ 6,534,255,874	$ 6,997,291,572
Total Net Debt applicable to the limit as a percentage of debt limit	13.55%	13.18%	11.71%	11.43%	10.12%	10.43%	9.20%	9.45%	7.80%	9.78%

Legal Debt Margin Calculation For Fiscal Year 2024

Assessed Value of Real Property (Taxable)[2] :	
Regular	$ 76,467,368,699
Public Service (excluding vehicle assessments)	1,088,020,958
Total Assessed Value of Real Property	77,555,389,657
Debt limit (10% of Total Assessed Value)	7,755,538,966
Total Net Debt applicable to limit	758,247,394
Legal Debt Margin	$ 6,997,291,572

Notes:

[1] 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 may 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 taxable property.
- 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%.

[2] Assessed value of real property based on data from Table 6; the assessed value is based on June 30th of each fiscal year including supplements and exonerations.

Sources: The following sources were used in compiling the above information:
City Department of Finance
Office of the Real Estate Assessor
Virginia State Corporation Commission, Public Service Corporations Report Real and Personal Property Assessment

CITY OF VIRGINIA BEACH, VIRGINIA
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Water and Sewer Revenue Bonds						
	Water and Sewer Charges and Other	Less: Operating Expenses [1]	Net Available Revenue	Debt Service			Coverage
				Principal	Interest [2]	Total	
2014	$ 121,766,102	$ 72,145,813	$ 49,620,289	$ 7,796,175	$ 7,231,505	$ 15,027,680	3.30
2015	127,007,164	75,396,537	51,610,627	9,083,131	8,091,897	17,175,028	3.00
2016	128,045,227	73,930,294	54,114,933	9,371,805	8,202,712	17,574,517	3.08
2017	130,403,502	72,814,216	57,589,286	7,812,706	7,808,592	15,621,298	3.69
2018	130,905,466	79,514,710	51,390,756	8,820,728	8,160,477	16,981,205	3.03
2019	130,015,725	80,883,044	49,132,681	9,215,276	7,791,849	17,007,125	2.89
2020	136,972,800	84,039,313	52,933,487	9,625,000	7,398,916	17,023,916	3.11
2021	133,137,043	88,818,626	44,318,417	10,045,000	7,670,002	17,715,002	2.50
2022	134,675,235	82,747,472	51,927,763	10,800,000	8,037,626	18,837,626	2.76
2023	137,909,175	89,710,096	48,199,079	11,405,000	7,473,730	18,878,730	2.55
2024	148,651,643	110,510,132	38,141,511	12,045,000	6,895,744	18,940,744	2.01

[1]Operating expenses exclude depreciation and right of way utility cost, see Exhibit 21.

[2]Includes bank and fiscal charges and issuance costs. Interest amounts shown for 2014-2021 are net of federal subsidy. As such, the coverage ratios shown on this table may be different from the amounts shown on Continuing Disclosure Schedule 2-4 that are calculated based on gross interest. FY 2021 was the last year the subsidy was received due to the refunding of the outstanding Water and Sewer System Revenue Bonds, Series 2010A-2 (Taxable) and Water and Sewer System Refunding Revenue Bonds, Series 2010B&C (Tax Exempt) by the Series 2020B Bonds.

Note: Water and Sewer Revenue Bonds are obligations of the City, payable solely from pledged revenues of the System (Water and Sewer Fund), subject to the prior application thereof to the payment of Operating Expenses. The City will fix, charge, collect and revise its fees, rates and other charges for the use of and for the services furnished by the system so as to produce revenues sufficient to meet its cash requirements each fiscal year.

Coverage: The Master Water and Sewer Revenue Bond Resolution, Section 601, dated February 11, 1992, as amended and supplemented, states that the City shall fix, charge and collect such rates, fees, and other charges for the use of and for the services furnished by the system and and collect such rates, fees, and other charges for the use of and for the services furnished by the system and shall from time to time and as often as shall appear necessary, revise such rates, fees and other charges so as to meet two independent requirements.

Source: City Department of Finance

Table 14

CITY OF VIRGINIA BEACH, VIRGINIA
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(Unaudited)

	Storm Water Utility Revenue Bonds						
Fiscal Year	Storm Water Charges and Other [1]	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Debt Service Interest [2]	Debt Service Total	Coverage [3]
2014	$ 37,150,524	$ 15,366,723	$ 21,783,801	$ 1,232,016	$ 1,026,704	$ 2,258,720	9.64
2015	39,294,658	17,489,866	21,804,792	1,030,000	1,228,238	2,258,238	9.66
2016	39,648,163	18,385,165	21,262,998	1,660,000	1,733,570	3,393,570	6.27
2017	40,471,105	26,074,915	14,396,190	1,700,000	1,692,383	3,392,383	4.24
2018	42,158,382	26,051,322	16,107,060	1,740,000	1,647,563	3,387,563	4.75
2019	43,419,299	29,702,205 [4]	13,717,094	1,795,000	1,745,480	3,540,480	3.87
2020	45,816,512	23,692,462 [4]	22,124,050	2,525,000	2,402,590	4,927,590	4.49
2021	46,500,751	16,755,560 [4]	29,745,191	2,620,000	4,039,434	6,659,434	4.47
2022	46,352,158	13,935,261 [4]	32,416,897	4,265,000	5,053,793	9,318,793	3.48
2023	47,343,577	14,574,055 [4]	32,769,522	4,470,000	4,855,481	9,325,481	3.51
2024	48,885,463	23,035,121 [4]	25,850,342	4,700,000	4,645,397	9,345,397	2.77

[1]Storm Water Charges and Other include interest income, see Exhibit 24.

[2]Interest amounts shown for 2014-2018 are at gross. Beginning in FY 2019, interest shown net of federal subsidy and includes bank and fiscal charges and issuance costs. FY 2021 was the last year the subsidy was received due to the refunding of a portion of the outstanding Storm Water Utility Revenue Bonds, Series 2010A-2 (Taxable) Bonds and Storm Water Utility Refunding Revenue Bonds, Series 2010B (Tax-Exempt), other than the Series 2010 Bonds maturing on November 15, 2020, by the Series 2020B Bonds.

[3]Revenue coverage ratios for debt service shown on this table may differ from amounts shown on the Continuing Disclosure Schedule 3-4 due to differences in the basis for the calculations regarding operating expenses and debt service. The calculation shown in this table reflects annual gross debt service, whereas the calculation in Schedule 3-4 reflects maximum annual debt service per bond issue.

[4]Beginning in FY 2019, operating expenses are based on Exhibit 26, which include annual Capital Improvement Program (CIP) expenditures. Operating expenses for prior fiscal years excluded annual CIP expenditures based on terms set forth in the Master Agreement of Trust.

Note: Storm Water Revenue Bonds are obligations of the City, payable solely from pledged revenues of the System (Storm Water Fund), subject to the prior application thereof to the payment of Operating Expenses. The City will fix, charge, collect and revise its fees, rates and other charges for the use of and for the services furnished by the system so as to produce revenues sufficient to meet its cash requirements each fiscal year.

Source: City Department of Finance

Table 15

CITY OF VIRGINIA BEACH, VIRGINIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Population[1]	Personal Income*Ŧ [2]	Per Capita Personal Income*[2]	Median Age[3]	Number of City Employees[4]	Education Level In Years of Formal Schooling[5]	School Enrollment[6]	Unemployment Rate[7]
2015	453,500	23,328,883	51,284	35.9	7,560	14.0	68,351	4.4%
2016	453,628	24,061,240	52,697	35.9	7,370	13.9	67,890	3.8%
2017	454,448	24,883,158	54,531	36.4	7,087	13.9	67,152	3.8%
2018	453,410	24,944,147	54,558	36.4	7,255	13.9	67,091	2.8%
2019	452,643	25,808,743	56,315	36.4	7,332	13.9	66,593	2.7%
2020	454,209	27,311,315	59,413	36.9	7,410	14.0	66,714	8.2%
2021	459,470	29,627,862	64,609	36.6	7,388	14.2	63,452	4.2%
2022	458,028	30,833,545	67,756	37.1	7,419	14.2	63,579	3.7%
2023	455,385	32,704,161	72,091	36.7	7,480	14.2	65,183	2.8%
2024	453,605	**	**	38.2	7,591	14.2	63,452	2.4%

Sources:
1 Weldon Copoper Center for Public Service. Population Estimates for Counties & Cities in Virginia. Retrieved October 29, 2024. https://www.coopercenter.org/virginia-population-estimates

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. FY24 Operating Budget. Retrieved October 29, 2024. 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 Virginia Beach City Public Schools (personal communication, October 29, 2024)

7 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
Ŧ In thousands of dollars

Table 16

CITY OF VIRGINIA BEACH, VIRGINIA
PRINCIPAL EMPLOYERS
CURRENT 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
	2024			2015		
City of Virginia Beach/Schools	18,269	7.84	1	17,860	7.73	1
* Naval Air Station Oceana-Dam Neck	10,227	4.39	2	3,600	1.56	4
Joint Expeditionary Base Little Creek/Ft. Story	5,020	2.15	3	6,000	2.60	2
* Sentara Healthcare	4,900	2.10	4	5,189	2.25	3
GEICO General Insurance Company	3,600	1.55	5	2,300	1.00	7
STIHL Inc	3,300	1.42	6	2,067	0.89	8
Lynnhaven Mall	2,600	1.12	7	2,600	1.13	5
Gold Key/PHR Hotels and Resorts	2,365	1.02	8	2,365	1.02	6
Navy Exhange Service Command	1,550	0.67	9	1,550	0.67	10
Westminster-Canterbury on Chesapeake Bay	848	0.36	10	-	-	-
Amerigroup	-	-	-	1,850	0.80	9
Totals	52,679	22.62		45,381	19.65	

Sources: City Department of Economic Development
City Department of Finance
City Department of Budget and Management Services

* Information does not include contractors for 2024.

CITY OF VIRGINIA BEACH, VIRGINIA
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

Department	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Agriculture	12.0	12.0	12.0	12.0	12.5	9.0	9.0	9.0	9.0	9.0
Budget and Management Services	14.0	15.0	15.0	14.0	14.0	14.0	13.0	13.0	13.0	13.0
City Attorney	39.6	39.6	39.6	40.6	42.6	42.6	43.6	43.0	39.6	39.6
City Auditor	6.0	6.0	7.0	7.0	7.0	8.0	8.0	8.0	8.0	8.0
City Manager's Office	19.5	20.5	34.0	33.0	16.5	20.0	19.0	21.0	21.0	23.0
City Real Estate Assessor	34.3	34.3	34.3	34.0	34.0	34.0	35.0	35.0	35.0	35.0
City Treasurer	75.8	76.8	74.6	74.6	74.6	74.6	77.6	76.6	76.6	76.6
Commissioner of the Revenue	63.9	64.9	64.9	64.9	65.5	64.9	64.9	63.9	64.9	64.9
Commonwealth's Attorney	86.3	86.7	87.4	94.9	94.8	97.8	103.8	102.8	108.8	120.8
Communications Office [1]	-	-	-	-	18.5	20.5	20.5	22.0	25.0	27.0
Convention and Visitor Bureau	110.5	106.7	106.3	120.3	120.3	120.3	120.3	109.3	119.3	119.3
Courts and Courts' Support	75.0	75.0	75.0	75.0	75.0	75.0	74.0	73.5	74.5	74.5
Cultural Affairs	3.0	3.0	3.0	3.0	3.0	4.0	12.5	12.0	12.0	12.0
Department of Aquarium and Museums	155.9	161.0	164.5	156.8	153.6	151.2	131.0	127.0	128.9	125.6
Economic Development	18.0	18.0	18.0	18.0	19.0	20.0	21.0	32.0	33.0	34.0
Emergency Communications & Citizen Services	127.8	131.8	131.8	130.8	137.8	137.8	135.8	133.8	132.8	132.8
Emergency Medical Services	69.3	73.3	75.1	80.1	87.6	89.6	95.6	101.6	124.6	165.1
Finance	57.0	57.0	57.0	57.0	59.0	59.0	62.0	62.0	65.0	65.0
Fire	479.7	485.7	485.7	501.7	521.7	523.2	528.2	555.2	558.2	561.2
Health	9.1	9.1	9.1	9.1	9.0	9.1	7.4	11.4	11.4	8.0
Housing and Neighborhood Preservation	63.0	62.0	61.0	64.0	79.0	80.0	80.0	87.0	88.0	94.0
Human Resources	47.0	47.0	47.0	47.0	49.0	50.0	57.0	63.0	66.0	70.0
Human Services	1,081.4	1,115.2	1,094.9	1,099.0	1,148.7	1,177.7	1,188.7	1,193.2	1,182.6	1,187.6
Information Technology	180.5	183.5	168.0	175.0	184.0	193.0	252.5	189.0	198.0	199.0
Legislative [2]	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0	18.0
Library	260.0	255.0	253.5	251.5	251.5	253.0	252.5	241.5	241.5	245.5
Office of Emergency Management	-	-	-	4.0	5.0	6.0	8.0	8.0	10.0	13.0
Office of Performance and Accountability	-	-	-	4.0	6.0	6.0	6.0	8.0	8.0	8.0
Parks and Recreation	843.9	838.1	830.1	882.3	886.2	886.5	870.1	869.1	875.0	875.0
Planning	109.0	116.0	115.5	133.0	134.0	137.0	141.0	133.0	142.0	143.0
Police	1,009.4	1,015.8	1,015.8	1,028.8	1,040.8	1,048.5	1,048.5	1,048.8	1,050.9	1,068.2
Public Utilities	412.0	415.0	418.0	414.0	417.0	415.0	415.0	415.0	415.0	416.0
Public Works	890.4	893.9	902.9	902.9	925.9	938.9	950.9	975.9	976.9	988.9
Resort Management Office	-	-	-	-	-	-	10.0	10.0	-	-
Sheriff's Office	525.4	525.4	514.4	526.4	532.8	536.8	535.8	536.0	536.0	536.4
Strategic Growth Areas [3]	17.0	18.0	20.0	-	-	-	-	-	-	-
Voter Registration & Elections	12.0	11.9	11.9	12.0	12.0	12.0	12.0	13.0	13.0	14.0
Total City Positions	6,924.7	6,990.2	6,964.3	7,087.7	7,254.9	7,332.0	7,427.2	7,419.6	7,480.5	7,591.0
Total School Positions	10,190.9	10,220.0	10,034.3	10,154.8	10,207.8	10,333.4	10,549.0	10,571.9	10,639.4	10,678.2
TOTAL POSITIONS	17,115.6	17,210.2	16,998.6	17,242.5	17,462.7	17,665.4	17,976.2	17,991.5	18,119.9	18,269.2

Source: City of Virginia Beach Resource Management Plans

[1] Communications Office was previously reported as part of the City Manager's Office.
[2] City Clerk and Council are reported in Legislative.
[3] Strategic Growth Area was consolidated with Planning in 2017.

CITY OF VIRGINIA BEACH, VIRGINIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

FUNCTION	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police										
Number of physical adult arrests	21,698	19,042	17,933	18,307	16,971	17,415	12,732	12,233	10,798	11,551
Number of calls for service	176,474	173,451	178,929	173,602	167,598	163,134	150,674	221,169	219,746	207,933
Number of traffic accidents	7,913	8,368	8,813	8,290	7,916	7,637	6,693	4,947	4,441	4,486
Fire										
Number of structure fire incidents	396	463	398	398	406	389	403	328	338	345
Number of non-structure fire incidents	546	543	542	543	379	449	447	521	432	422
Number of medical assisted incidents	26,952	27,786	27,854	27,257	27,141	22,989	26,614	29,640	27,820	28,453
Number of other incidents	13,679	16,309	17,031	14,597	13,688	14,552	15,475	15,971	15,574	15,779
Public Utilities										
Number of water connections	132,940	133,411	133,777	134,076	137,375	134,665	134,887	134,995	135,117	135,220
Number of sewer connections	129,908	130,599	130,926	131,186	131,464	131,747	131,933	134,336	132,135	132,224
Planning and Community Development										
Number of building permits issued	8,192	8,349	8,450	10,461	6,222	3,429	7,788	8,006	5,897	6,494
Storm Water										
Number of storm water service Accounts	***	***	***	***	132,176	134,261	134,471	134,627	134,771	134,964
Waste Management										
Number of homes receiving refuse collection	122,041	122,282	122,369	122,622	122,942	123,294	123,600	124,039	124,150	124,161
Number of tons of garbage collected	208,917	211,004	180,757	171,315	178,590	187,416	148,000	157,168	163,134	155,226
Public Libraries										
Number of items circulated	3,076,575	2,777,954	2,557,104	2,478,687	2,482,408	1,932,701	1,634,295	1,781,783	2,044,706	2,184,928
Number of visits to libraries	1,808,352	1,916,430	1,672,127	1,431,773	1,270,459	863,206	354,173	380,032	799,233	761,851
Culture and Recreation										
Number of visits to recreation centers	1,896,615	2,004,301	1,905,763	2,598,493	1,779,107	1,244,091	563,638	1,272,362	1,634,062	1,807,156
Number of recreation centers	7	7	7	7	7	7	7	7	7	7
Education										
Student enrollment	68,351	67,890	67,152	67,091	66,593	66,714	63,452	63,452	65,183	63,452
Number of elementary schools	55	55	55	55	55	55	55	55	55	55
Number of secondary schools	25	25	25	25	25	25	25	25	25	25
Number of specialty schools	8	7	7	7	7	7	7	7	7	7

Sources: Various City Departments
*** Information not available.

CITY OF VIRGINIA BEACH, VIRGINIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
FUNCTION										
Police										
Stations	4	4	4	4	4	4	4	6	6	6
Patrol Vehicles Units - Marked	246	230	206	227	222	222	228	317	317	317
Helicopter	2	2	2	2	2	2	2	2	2	2
Watercraft:										
Boats	8	9	8	9	9	9	9	9	9	9
Fire										
Stations	19	19	19	20	20	20	20	20	21	21
Fire Trucks	45	47	49	52	57	60	60	63	64	61
Public Works										
Miles of streets:										
Lane miles:										
Arterial	745	750	712	717	717	722	729	729	729	731
Collector/Local	2,714	2,726	2,701	2,704	2,705	2,710	2,721	2,721	2,727	2,736
Center Lane miles:										
Arterial	193	193	173	174	174	174	176	176	176	176
Collector/Local	1,326	1,330	1,322	1,324	1,324	1,327	1,333	1,333	1,336	1,338
Number of Street Lights	48,788	49,118	49,285	49,342	49,335	49,335	49,301	50,680	50,779	50,761
Collection Trucks	100	103	99	84	84	84	90	91	102	82
Public Library					.					
Number of Branches	10	10	10	10	10	10	10	10	10	10
Number of Physical Items	757,209	717,734	678,122	683,371	587,946	525,265	522,917	564,315	465,826	541,929
Number of Electronic Items	***	***	***	***	720,473	889,374	1,047,068	1,365,625	1,535,409	1,800,591
Culture and Recreation										
Number of Developed Metro Parks	8	8	8	8	8	8	8	6	6	6
Number of Developed Community Parks	11	13	13	13	13	11	11	12	12	12
Number of Developed Neighborhood Parks	179	169	167	167	167	167	166	176	176	178
Number of Natural Parks	5	5	5	5	5	6	6	6	6	6
Other Park Areas	48	48	48	48	50	83	89	89	89	89
Number of Acres in Developed Parks	3,661	3,664	3,685	3,685	3,927	3,676	2,668	3,924	3,924	3,635
Golf Courses (City Owned)	5	5	5	5	5	5	5	5	4	5
Recreation Centers	7	7	7	7	7	7	7	7	7	7
Water										
Miles of Water Lines	1,499	1,499	1,501	1,503	1,505	1,504	1,507	1,507	1,511	1,698
Water Pumping Stations	10	10	10	10	10	11	10	11	10	10
Sewer										
Miles of Sewer Lines	1,653	1,646	1,646	1,648	1,649	1,648	1,672	1,673	1,675	1,467
Sewer Pumping Stations	408	408	408	410	412	412	412	412	413	414
Storm Water*										
Miles of Pipe Lines	***	***	***	1,109	1,156	1,165	1,200	1,189	1,154	1,579
Miles of Ditches	***	***	***	717	657	755	719	780	783	819
Storm Water Pumping Stations	***	***	***	16	16	16	17	16	17	17

Source: Various City Departments
*** Information not available.

Note: Ambulances are not included in the above information as they are privately owned by the Volunteer Rescue Squads.

CITY OF VIRGINIA BEACH, VIRGINIA **Table 20**
SCHEDULE OF THE TREASURER'S CASH ACCOUNTABILITY
JUNE 30, 2024
(UNAUDITED)

Cash in Office		$ 6,100
Cash With		
Bank of America:		
Regular	112,349,584	
Investments	8,000,000	
Welfare	2,535,019	
School Board Empl Salary Escrow	207,124	
Truist:		
Inestments	52,564,191	
School Payroll	6,004,077	
City Payroll	9,506,543	
Dollar Bank:		
Money Market	10,000,000	
Raymond James:		
Investments	651,698,645	
RBC Bank:		
Investments	110,148,110	
Towne Bank:		
Investments	55,000,000	
Retainage Escrow	711,783	
PNC:		
Money Market	10,742,242	
Treasurer of Virginia:		
Investment Pool	312,000,000	
VML/VACO:		
Virginia Investment Pool	11,223,232	
Virginia Investment Pool - Liquidity Pool	322,231,703	
Total Deposits and Investments		1,674,922,253
Cash with Trust Agents		
Cash With SNAP Program	148,984,682	
Cash With Trustee - Debt Service	30,131,123	
Cash With Trustee - Treasury Strips	28,576,827	
Total Cash with Trust Agents		207,692,632
Total Cash Accountability		1,882,620,985
Add:		
Accrued Interest on Investments	10,179,842	
Commonwealth of Virginia - Deferred Debits	12,258	
Deposits in Transit	2,092,393	
		12,284,493
Deduct:		
Commonwealth of Virginia - Current Credits	-	
Treasurer Restitution	193,033	
Treasurer Court Costs & Fines	143,122	
Treasurer - Deferred Account	24,888	
Over and Short	-	
Outstanding Checks:		
Bank of America	21,258,386	
Bank of America - Welfare	627,890	
Truist - School Payroll	4,077	
Truist - City Payroll	58,444	(22,309,839)
Total Cash Accountability		1,872,595,639
Reconciliation of Cash Accountability to the government-wide financial statements at June 30, 2024 as reported in Note 9:		
Balance of City and School funds		1,872,595,639
Funds for which the Treasurer does not act as fiscal agent:		
City OPEB Trust Fund		63,066,451
School OPEB Trust Fund		46,810,838
School Activity Funds		5,515,712
Development Authority		45,840,680
Other		146,570
Total deposits and investments of the government-wide financial statements		$ 2,033,975,890



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SINGLE AUDIT SECTION

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*

The Honorable Members of the City Council
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, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Virginia Beach, Virginia (the "City"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 5, 2024. Our report includes a reference to other auditors who audited the financial statements of the Virginia Beach Development Corporation. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 City'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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 City'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 5, 2024

Cherry Bekaert LLP
Your Guide Forward

Report of Independent Auditor on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance

The Honorable Members of the City Council
City of Virginia Beach, Virginia

Report on Compliance for Each Major Federal Program

Opinion of Each Major Federal Program

We have audited the City of Virginia Beach, Virginia's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with 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 audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance on noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance finding identified in our compliance audit described in the accompanying Schedule of Finding and Questioned Costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and, therefore, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Finding and Questioned Costs as item 2024-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Cherry Bekaert LLP

Virginia Beach, Virginia
December 5, 2024

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued on the financial statements:	**Unmodified**
Internal control over financial reporting:	
Material weaknesses identified:	**No**
Significant deficiencies identified:	**None reported**
Noncompliance material to the financial statements noted?	**No**

Federal Awards:

Type of auditor's report issued on compliance for major programs:	**Unmodified**
Internal control over major programs:	
Material weaknesses identified:	**No**
Significant deficiencies identified:	**Yes, 2024-001**
Any audit findings disclosed that are required to be reported in Accordance with 200.516(a) of the Uniform Guidance?	**Yes, 2024-001**

The programs tested as major programs were:

Name of Program:	AL #
Department of Agriculture:	
SNAP Cluster	10.561
Department of Housing and Urban Development:	
Home Investment Partnerships Program	14.239
Housing Voucher Cluster	14.871/879
Department of Labor:	
WIOA Cluster	17.258/259/278
Department of Treasury:	
Coronavirus State and Local Fiscal Recovery Funds	21.027

Dollar threshold used to distinguish between type A and type B programs: **$3,000,000**

City of Virginia Beach, Virginia (the "City") qualified as a low-risk auditee under Uniform Grant Guidance: **Yes**

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

B. Findings Relating to Financial Statements Reported in Accordance with *Government Auditing Standards*

None reported

C. Findings and Questioned Costs Relating to Federal Awards

Finding: 2024-001

Program Name: Housing Voucher Cluster

Assistance Listing Number: 14.871/879

Federal Awarding Agency: Department of Housing and Urban Development (HUD)

State Awarding Agency: Not applicable (Direct Award)

Department: City of Virginia Beach Department of Housing and Neighborhood Preservation (DHNP)

Compliance Requirement: Eligibility; Special Tests and Provisions – Reasonable Rent; Special Tests and Provisions – NSPIRE/Housing Quality Standards Inspections; Special Tests and Provisions – Housing Assistance Payments (HAP)

Prior Year Finding Number: Not applicable

Type of Finding: Significant Deficiency, Non-Material Non-Compliance

Criteria: Per 24 CFR 982.158, the public housing authority (PHA) must maintain complete and accurate accounts and other records for the program in accordance with HUD requirements, in a manner that permits a speedy and effective audit. The records must be in the form required by HUD, including requirements governing computerized or electronic forms of recordkeeping.

Per 24 CFR Section 982.201, income eligibility should be determined using documentation from third party verification.

Per 24 CFR Section 982.507, a public housing authority must determine that the rent to the owner is reasonable at the time of the initial leasing, before any increase in the rent to owner, and at the HAP contract anniversary if there is a 10% decrease in the published fair market rent in effect 60 days before the HAP contract anniversary. The PHA must maintain records to document the basis for the determination that the rent to owner is a reasonable rent.

Per 24 CFR 982.405, the public housing authority must inspect the unit leased to a family prior to the initial term of the lease to determine if it meets the housing quality standards.

Condition: During our testing of 60 tenant files, we noted the following:

- Five (5) instances where documentation of third party verification of income was not maintained in the tenant's file.
- One (1) instance where the HAP contract was not maintained in the tenant's file.
- Three (3) instances where documentation of rent reasonableness was not maintained in the tenant's file.
- One (1) instance where there was no documentation that an inspection occurred prior to the tenant moving into their unit.

Cause: There was turnover within DHNP resulting in documentation not being properly maintained within the tenant's eligibility files. In some instances, the documentation was included in an employee's email who is no longer employed by the City.

Effect: DHNP's files did not contain proper support to fully document compliance with eligibility, reasonable rent, housing quality standards, and housing assistance payments.

Recommendation: We recommend that DHNP ensure files are maintained in their entirety and documentation is not separately maintained outside of the file. We also recommend DHNP create a checklist to ensure that all required documentation is properly maintained within the tenant's eligibility file.

Questioned Costs: None

View of Responsible Officials and Planned Corrective Actions: DHNP will create a checklist for all staff, to ensure all documents are maintained in the file. DHNP has an effective Quality Control review process that was implemented February 2024. The audit findings were based on files completed in FY23/24. All files go through the Quality Control review process and if errors are found, they must be corrected before payments are approved to be released.

D. Findings and Questioned Costs Relating to Compliance with Commonwealth of Virginia Laws, Regulations, Contracts, and Grants

None reported.

E. Status of Prior Year Findings:

2023-001: Status: Corrective action complete – not a repeat finding

2023-002: Status: Corrective action complete – not a repeat finding

Housing & Neighborhood Preservation
2424 Courthouse Drive – Building 18A
Virginia Beach, VA 23456

Corrective Action Plan

From: Ruth D. Hill

Date: December 5, 2024

Re: Audit CAP Response Finding Number: 2024-001

Planned Corrective Action: DHNP will create a checklist for all staff, to ensure all documents are maintained in the file. DHNP has an effective Quality Control review process that was implemented February 2024. The audit findings were based on files completed in FY 23/24. All files go through the QC process and if errors are found, they must be corrected before payments are approved to be released.

Anticipated Completion Date: March 31, 2025

Responsible Contact Person: Ruth Hill, Director

RDHill@vbgov.com/757.385.5752
www.housing.virginiabeach.gov

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Numbers	Pass Through Entity Identifying Number	Federal Expenditures ($)	Loans ($)	Cluster Total ($)	Program Total ($)	Passed through to Sub-Recipients ($)
DEPARTMENT OF AGRICULTURE							
Direct Payments:							
Child and Adult Care Food Program[1]	10.558		$ 158,102				
Pass Through Payments:							
Virginia Department of Education							
School Breakfast Program	10.553	*202222N11994 1/202322N11994 1/202323N11994 1*	6,770,736				
National School Lunch Program (Child Nutrition Cluster)	10.555	*202221N11994 1/202222N1194 1/202322N1194 1/202323N1194 1/202222N89034 1/202322N89034 1*	20,431,401				
Child and Adult Care Food Program [1]	10.558	*202222N120204 1/202222N11994 1/202323N20204 1/202323N11994 1*	458,095				
Summer Food Service Program for Children (Child Nutrition Cluster)	10.559	*202121N11994 1*	228,765				
Child Nutrition Discretionary Grants (NSLP Equipment Assistant Grant)	10.579	*2023211500341/202121N81034 1*	85,153				
PEBT Administration Funds	10.649	*2021215900941*	11,648				
Virginia Department of Social Services							
State Administrative Matching Grants for SNAP (SNAP Cluster)	10.561		6,902,885				
Total for Child and Adult Care Food Program (10.553, 10.555, 10.556 and 10.559)					$ 27,430,902		
Total for SNAP Cluster Program (10.551 and 10.561)					6,902,885		
1 - Total for Child and Adult Care Food Programs (10.558)						$ 616,197	
DEPARTMENT OF DEFENSE							
Direct Payments:							
Promoting K-12 Student Achievement at Military Connected Schools	12.556	*97-0100-0-6-000*	651,290				
Department of Defense Impact Aid	12.558		5,699,602				
Language Grant Program	12.900	*H982302210035*	76,247				
Department of the Navy	12.U01	*NJROTC*	406,210				
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							
Direct Payments:							
Community Development Block Grants/Entitlement Grants (CDBG - Entitlement Grants Cluster)[2]	14.218	*B-19 thru B-23-MC-51-0021/B-20-MW-51-0021*	2,435,079				
Total Community Development Block Grants/Entitlement Grants (CDBG - Entitlement Grants Cluster)[2]						4,590,869	
Passed through to - PIN Ministries[2]	14.218	*P161525*					87,174
Passed through to - Seton House[2]	14.218	*P162440/P166573*					250,000
Passed through to - LGBT Life Center[2]	14.218	*P164425*					43,650
Passed through to - FORKIDS Inc[2]	14.218	*P161526*					148,284
Passed through to - Samaritan House[2]	14.218	*P161527*					33,936
Community Development Block Grants/Entitlement Grants - Loans (CDBG - Entitlement Grants Cluster)[2]	14.218		2,155,790		4,590,869		
Loans beginning balance[2]	14.218			$ 2,306,577			
New Loans/Payoff	14.218			(150,787)			

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Numbers	Pass Through Entity Identifying Number	Federal Expenditures ($)	Loans ($)	Cluster Total ($)	Program Total ($)	Passed through to Sub-Recipients ($)
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (continued)							
Emergency Solutions Grant Program	14.231	*E-22-MC-51-0021/E-23-MC-51-0021*	171,830				
Passed through to - Sston House	14.231	*P162440/P166573*					10,000
Passed through to - LGBT Life Center	14.231	*P164425*					4,901
Passed through to - Samaritan House	14.231	*P164562*					44,115
Passed through to - JCOC	14.231	*P162442 & P161527*					99,160
Home Investment Partnerships Program[4]	14.239	*M-16 thru 23-MC-51-0207*	431,100				
Passed through to - VBCDC	14.239	*P126309*					3,001
Passed through to - Community Alternatives Management Group	14.239	*P161858*					101,758
Home Investment Partnerships Program - Loans[4]	14.239		2,982,367				
Loans beginning balance[4]	14.239			2,233,267			
New Loans/Payoff[4]	14.239			749,100			
Housing Opportunities for Persons with AIDS[5]	14.241	*VAH20F002/VAH21F002/VAH22F002*	2,514,276				
Passed through to - LGBT Life Center	14.241	*P142545/P168963*					2,442,198
Section 8 Moderate Rehab Single Room Occupancy (Section 8 Project-Base Cluster)	14.249	*VA039SRO002/VA039SRO003*	123,334				
Continuum of Care Program	14.267	*VA0423L3F032000 thur 32200*	59,322				
Section 8 Housing Choice Voucher (Housing Voucher Cluster)[3]	14.871		25,122,839				
Section 8 Housing Choice Voucher - Emergency Housing Voucher (Housing Voucher Cluster)[3]	14.871		488,604				
Mainstream 5 Program (Housing Voucher Cluster)	14.879		309,047				
Family self Sufficiency Program	14.896	*FSS22VA4504-01-00/FSS23VA5478*	39,072				
Total for CDBG - Entitlement Grants Cluster (14.218 and 14.225)					4,590,869		
Total for Housing Voucher Cluster (14.871 and 14.879)					25,920,490		
Total for Section 8 Project Base Cluster (14.249)					123,334		
2 - Total for Community Development Block Grants/Entitlement Grants (14.218)						4,590,869	
3 - Total for Section 8 Housing Choice Voucher (14.871)						25,611,443	
4 - Total for Home Investment Partnership Program (14.239)						3,413,467	
5 - Total for Housing Opportunities for Persons with AIDS (14.241)						2,514,276	
DEPARTMENT OF INTERIOR - U.S. DEPARTMENT OF NATIONAL PARK SERVICES							
Pass Through Payments:							
Virginia Historic Preservation Fund							
Historic Preservation Fund Grants-In-Aid	15.904	*P20AF00055*	4,050				
DEPARTMENT OF INTERIOR - U.S. FISH AND WILDLIFE SERVICE							
Pass through Payments:							
Virginia Department of Game and Inland Fisheries							
Historic Preservation Fund Grants-In-Aid	15.659	*540722061141600*	80,361				

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Numbers	Pass Through Entity Identifying Number	Federal Expenditures ($)	Loans ($)	Cluster Total ($)	Program Total ($)	Passed through to Sub-Recipients ($)
DEPARTMENT OF JUSTICE							
Direct Payments:							
FY 2020 Enhanced Collaborative Model to Combat Human Trafficking Competitive Solicitation	16.320		1,396				
Public Safety Partnership and Community Policing - LEMHWA[6]	16.710	*15JCOPS-22GG-04078-LEMH*	99,765				
Public Safety Partnership and Community Policing - School Violence Program[6]	16.710	*15JCOPS-22-GG-04207-SCAX*	134,635				
Edward Byrne Memorial Justice Assistance Grant Program	16.74	*15PBJA-22-GG-02329-JAGX/2018-DJ-BX-0596/2018/ DJ-BX-0202/2019-DJ-BX-0767/2020-DJ-BX-0091*	40,258				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	*15PBJA-21-GG-01949-JAGX/2018-DJ-BX-0728*	44,464				
Assistance to Localities for Administration	16.XXX		264,407				
Pass Through Payments:							
Virginia Department of Criminal Justice Services							
Crime Victim Assistance	16.575	*2020-V2-GX-0048, lSPOVC-21-GG-00602-ASSI, and/or ISPOVC-22-GG-00681-ASSI sub award 24-O162VG20 & 15POVC-22-GG-00013-aerz;sub award 495451*	382,880				
Drug Court Descretionary grant Program	16.585	*15PBJA-21GG-04240-DGCT*	95,467				
Juvenile Justice and Delinquency Prevention	16.540		18,672				
6-Total for Public Safety Partnership and Community Policing Program (16.710)						234,400	
DEPARTMENT OF LABOR							
Pass Through Payments:							
Virginia Community College System							
Workforce Innovation and Opportunity Act (WIOA Adult Programs)							
Passed through to - Hampton Roads Workforce Council (WIOA Cluster)	17.258	*AA-33260-19-55-A51*	3,536,106				3,536,106
Workforce Innovation and Opportunity Act (WIOA Youth Activities)							
Passed through to - Hampton Roads Workforce Council (WIOA Cluster)	17.259	*AA-33260-19-55-A51*	4,379,192				4,379,192
Workforce Innovation and Opportunities Act (WIOA Dislocated Workers)							
Passed through to - Hampton Roads Workforce Council (WIOA Cluster)	17.278	*AA-33260-19-55-A51*	990,391				990,391
Total for WIA/WIOA Cluster (17.258, 17.259, 17.277 and 17.278)					8,905,689		
DEPARTMENT OF TRANSPORTATION FEDERAL HIGHWAY ADMINISTRATION							
Pass Through Payments:							
Virginia Department of Motor Vehicles							
Alcohol Open Container Requirements	20.607	*ENF_AL_2023-53299-23299/ENF_AL-2024-54174-241 74*	41,709				
State and Community Highway Safety (Highway Safety Cluster)	20.600	BSC-2023-53297-2397/BOP-2023-53057-23057/69A3 75193000004020VA0/BPT-2024-54175-24175	124,372				
Virginia Department of Transportation							
Highway Planning and Construction	20.205	*UPCs: 15828/15829/100301/100322/103005/109053/1110 03/111004/111307/111308/112317/113463/110803/ 1121/114722/117117/110802/109381*	3,911,818				
Total for Highway Safety Cluster (20.600, 20.601, 20.602, 20.609, 20.610, 20.611, 20.612, 20.613 and 20.616)					124,372		

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Numbers	Pass Through Entity Identifying Number	Federal Expenditures ($)	Loans ($)	Cluster Total ($)	Program Total ($)	Passed through to Sub-Recipients ($)
DEPARTMENT OF TREASURY							
Pass Through Payments:							
Virginia Department of Finance							
COVID-19 State and Local Fiscal Recovery Fund-ARPA [7]	21.027		27,733,504				
Passed through to - VBCDC-Scarborough Square[7]							83,944
Passed through to - VBCDC-Westneck Village[7]							152,076
Passed through to - Samaritan House Inc[7]							213,888
Passed through to - Judeo Christian Outreach[7]							211,548
Passed through to - Foodbank of Southereastern Virginia[7]							2,379,787
Passed through to - Virginia Beach Psychiatric Center[7]							76,190
Passed through to - Meals on Wheels of Virginia Beach[7]							20,340
Virginia Department of Behaviorial Health and Developmental Services							
State and Local Fiscal Recovery Fund (SLFRF)	21.027		339,332				
Virginia Department of Social Services							
COVID-19 Early and Infant Childhood[7]	21.027		279,790				
Virginia Tourism Corporation							
COVID-19 Coronavirius State Local Recovery Funds - ARPA[7]	21.027	SBAHQ21SV003524	2,009,800				
Virginia Department of Education							
COVID-19 State and Local Recovery Act - ARPA [7]	21.027	*SLFRP1026*	8,253,428				
7- Total for Coronavirus State and LocalFiscal Recovery Funds (21.027)						38,615,854	
DEPARTMENT OF VETERANS AFFAIRS							
Direct Payments:							
Post-9/11 Veterans Educational Assistance	64.027		3,714				
DEPARTMENT OF EDUCATION							
Direct Payments:							
Impact Aid	84.041B		13,981,294				
Federal Pell Grant Program (Student Financial Assistance Cluster)	84.063		65,125				
Pass Through Payments:							
Virginia Department of Education							
Adult Education - Basic Grants to States	84.002A	*V002A200047/V002A200147*	386,748				
Title 1 Grants to Local Education Agencies	84.010A	*S010A190046/ S010A200046/S010A210046*	14,497,430				
Title 1 State Agency Program for Neglected and Delinquent Children and Youth	84.013A	*S013A190046/S013A200046/S013A210046*	32,027				
Special Education Grants to States (Special Education Cluster - IDEA)[8]	84.027A	*H027A200107/H027A210107*	16,638,991				
Special Education Grants to States (Special Education Cluster - IDEA) [8]	84.027X	*H027X210107*	1,602,824				
Career and Technical Education-Basic Grants to States	84.048A	*V048A210046*	1,202,508				
Special Education Preschool Grants (Special Education Cluster - IDEA) [9]	84.173A	*H173A210112*	523,775				
Special Education Preschool Grants (Special Education Cluster - IDEA) [9]	84.173X	*H173X210112*	46,127				
Education for Homeless Children and Youth	84.196A	*S196A200048/S196A210048/S196A220048*	76,859				
English Language Acquisition State Grants	84.365A	*S365A190046, S365A200046, S365A210046*	209,944				
Supporting Effective Instruction Grants	84.367A	*S367A190044, S367A200044, S367A210044*	1,983,227				
Student Support and Academic Enrichment Program	84.424A	S424A190048/S424A200048/S424A210048	1,131,248				
COVID-19 Education Stabilization Fund [11]	84.425D	*S425D200008/S425D210008/S425C210042*	50,157				
ARPA ESSER III+ [10]	84.425U	S425U210008	31,652,560				
COVID-19 ARP Homeless I, II [10]	84.425W	S425W210048	84,976				
Total for Special Education Cluster - IDEA (84.027 and 84.173)					18,811,717		
Total for Student Fianancial Assistance Cluster (84.063)					65,125		
8 - Total for Special Education Grants to States (84.027)						18,241,815	
9 - Total for Special Education Preschool Grants (84.173)						569,902	
10 - Total for Education Stablization Fund (84.425)						31,787,693	

CITY OF VIRGINIA BEACH, VIRGINIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Entity/Program Title	Assistance Listing Numbers	Pass Through Entity Identifying Number	Federal Expenditures ($)	Loans ($)	Cluster Total ($)	Program Total ($)	Passed through to Sub-Recipients ($)
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Pass Through Payments:							
Virginia Department of Education							
CDC-RFATP18-1802 School Based Health Workforce	93.354	*CDC-RFATP18-1802*	65,864				
Virginia Department of Health							
Promoting Safe and Stable Families for Needy Families	93.556		81,531				
HIV Prevention Activities Health Department Based	93.940		11,662				
Virginia Department of Medical Assistance Services							
Projects for Assistance in Transition from Homelessness (PATH)	93.150		159,907				
Medical Assistance Program (Medicaid Cluster)[12]	93.778		1,918,576				
Medical Assistance Program - Opioid STR	93.788	*1346250065*	378,012				
Block Grants for Community Mental Health Services	93.958		251,269				
Block Grants for Prevention and Treatment of Substance Abuse	93.959		1,895,685				
Virginia Department of Social Services							
Guardianship Assistance	93.090		4,248				
Title IV-E Prevention	93.472		66,568				
Promoting Safe and Stable Families	93.556		68,045				
Temporary Assistance for Needy Families[11]	93.558		2,025,354				
Refugee and Entrant Assistance State Administered Programs	93.566		36,320				
Low-Income Home Energy Assistance	93.568		441,050				
Child Care and Development Block Grant (CCDF Cluster)	93.575		(21,298)				
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF Cluster)	93.596		494,777				
Chafee Education and Training Vouchers Program (ETV)	93.599		6,639				
Adoption and Legal Guardianship Incentiv	93.603		1,500				
Stephanie Tubbs Jones Child Welfare Services Program	93.645		2,756				
Foster Care Title IV-E	93.658		2,487,823				
Adoption Assistance	93.659		3,517,374				
Social Services Block Grant	93.667		2,792,716				
Chafee Foster Care Independence Program	93.674		42,897				
Children's Health Insurance Program	93.767		51,825				
Medical Assistance Program (Medicaid Cluster) [12]	93.778		4,941,199				
Total for CCDF Cluster (93.575 and 93.596)					473,479		
Total for Medicaid Cluster (93.778)					6,859,775		
Total for TAN Cluster (93.558 and 93.714					2,025,354		
12 - Total for Medical Assistance Program (93.778)						6,859,775	
DEPARTMENT OF HOMELAND SECURITY							
Direct Payments:							
National Urban Search and Rescue Response System	97.025	*VARIOUS*	3,102,548				
Assistance to Fire Fighter Grants	97.044	*EMW-2020-FG-12107/EMW-2021-FG-06059*	107,960				
Port Security Grant Program	97.056	*EMU-2019-PU-00251/EMUI-2020-PU-00177/EMW-2021-PU-00016*	329,361				
Pass Through Payments:							
Virginia Department of Emergency Management							
Flood Mitigation Assistance	97.029	*FMA-PJ-03VA-2013-7/FMA-PJ-03VA-2019-6/FMA-03-VA-2018-010/FMA-03-VA-2019-007*	785,658				
Homeland Security Grant	97.067	*EMW-2019-SS-00079-S01/MW-2020-SS-00096/EMW--2020-SS-00096*	437,580				
Emergency Management Performance Grants	97.042	*EMP-2019-EP-00006-S01*	90,526				
TOTAL FEDERAL EXPENDITURES			$ 242,224,057				$ 15,311,639

CITY OF VIRGINIA BEACH, VIRGINIA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

1 General

The accompanying Schedule of Expenditures of Federal Awards presents federally assisted programs of the City of Virginia Beach, Virginia (the "City") and the City's Component Units. The City's reporting entity is disclosed in Note 1A to the City's basic financial statements. Federal awards received directly from federal agencies as well as through other government agencies are included on the schedule.

2 Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1C to the City's basic financial statements.

3 Loans

The City provides loans to qualified low income borrowers through CFDA #14.239, Home Investment Partnerships Program, to promote home ownership and provide assistance with down payments and closing costs. The outstanding principal balance of the HOME loans was $2,982,367 at June 30, 2024.

The City provides loans to qualified low income homeowners or homeowners living in areas targeted for improvement, resulting in the elimination of health or safety code violations, through CDFA #14.218, Community Development Block Grants. The outstanding principal balance of $2,155,790 at June 30, 2024.

4 Relationship to Financial Statements

Revenues from federal awards are reported in the City's basic financial statements as follows:

General Fund		$	29,421,722
Capital Projects Fund			3,602,545
Non Major Governmental Funds			76,949,583
Enterprise Funds			342,225
School Board Funds			129,214,748
Total federal awards reported in basic financial statements			239,530,823
Less: Revenue closed to fund balances from the following:			
National School Lunch Program	10.555	$	(58,745)
Child And Adult Care Food Program	10.558		7,089
Summer Food Service Program	10.559		(2,575)
State Administrative Matching Grants for SNAP (SNAP Cluster)	10.561		375,556
Community Development Block Grants	14.218		(78,306)
Community Development Block Loans	14.218		(2,155,790)
Emergency Shelter Grants	14.231		(25,161)
Home Investment Partnerships Program Grants	14.239		(163,769)
Home Investment Partnerships Prgoram Loans	14.239		(2,982,367)
HOPWA Total	14.241		(955,820)
Section 8 Housing Choice Voucher	14.871		(72,796)
Mainstream Vouchers	14.879		(12,000)
Emergency Housing Voucher	14.EHV		5,200
Historic Preservation Fund Grants-In-Aid	15.904		(4,050)
Equity Sharing Program	16.220		42,672
Enhanced Collaborative Model to Combat Human Trafficking	16.320		4,865
Juvenile Justice and Delinquency Prevention	16.540		21,090
Victims of Crime Act Grant Program (Victim Witness Program)	16.575		1,302,373
Drug Court Discretionary Grant Program	16.585		(95,467)
Public Safety Partnership and Community Policing Grants	16.710		(8,950)
Edward Byrne Memorial Justice Assistance Grant Program	16.738		(7,416)
Edward Byrne Memorial Justice Assistance Grant Program	16.740		11,534
Edward Byrne Memorial Justice Assistance Grant Program	16.753		461,903
Highway Planning and Construction	20.205		(771,176)
DMV Seat Belt Enforcement	20.600		47,262
DMV Select DUI	20.607		10,816
Equitable Sharing Program	21.000		291,674
Federal Coronavirus Aid, Relief, and Economic Sercurity (CARES) Act	21.027		(557,176)

Early Intervention	84.181	564,829
Adult Education - Basic Grants to States	84.002A	(50,445)
Administration for Children and Families	93.090	221
Title IV - E Prevention	93.472	2,466
Promoting Safe and Stable Families	93.556	7,715
Temporary Assistance for Needy Familiies	93.558	222,163
Refugee and Entrant Assistance_State Administered Programs	93.566	3,562
Low-Income Home Energy Assistance	93.568	30,140
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	56,532
Stephanie Tubbs Jones Child Welfare Services Program	93.645	388
Foster Care_Title IV-E	93.658	153,928
Adoption Assistance	93.659	287,608
Social Services Block Grant	93.667	200,254
Chafee Foster Care Independence Program	93.674	6,695
Children's Health Insurance Program	93.767	3,059
Medical Assistance Program	93.778	296,182
National Urban Search & Rescue Response System	97.025	306,610
Flood Mitigation Assistance	97.029	128,467
Emergency Management Performance Grant	97.042	(90,526)
Assistance to Firefighters Grant	97.044	129,849
Port Security Grant Program	97.056	(5,942)
State Homeland Security Grant	97.067	26,663
		(3,089,112)
Less: Revenues not subject to Single Audit:		
Federal Reimbursement for Police OT		149,769
Federal Reimbursement of Interest		244,828
Federal Reimbursement of Telecommunication Services		421
Payment in Lieu of Taxes		860
		395,878
Total Federal Expenditures		$ 242,224,057

5. Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule substantially agree with the amounts reported in the related federal financial reports except that certain federal financial reports are prepared on the cash basis of accounting and the Schedule of Expenditures of Federal Awards is prepared on the basis of accounting described in Note 2 above.

6. Highway Planning and Construction Grants

The City's Highway Planning and Construction Grants are typically multi-year projects with flexible funding sources that result in funding allocation changes throughout the life of the project. Accordingly, due to the inherent nature of these transportation grants, the City prepares the accompanying Schedule using the best information received at the time of reporting. In cases where it is difficult to identify the mix of Federal and State money under the Highway Planning and Construction program, the expenditures are reported on the accompanying schedule.

7 Indirect Cost Rate

The City does not elect to use a 15% de minimis indirect cost rate allowed under section §200.414(f).

CONTINUING DISCLOSURE

Continuing Disclosure

This part of the City of Virginia Beach comprehensive annual financial report presents detailed information with regards to Rule 15c2-12 promulgated by the Securities and Exchange Commission to provide certain annual financial information and material event notices.

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Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

CITY OF VIRGINIA BEACH, VIRGINIA
PRINCIPAL TAXPAYERS[1]
FISCAL YEAR ENDING JUNE 30, 2024
(UNAUDITED)

	Taxpayer	Business Type	Real Property Assessed
1	Armada Hoffler	Office/ Apartments/ Hotel/ Retail/ Restaurant/ Bank/ Shopping Centers/ University/ Parking Garage/ Vacant Commercial Land/ Single Family Residence	$ 607,353,500
2	Ramon W. Breeden, Jr.	Apartments/ Shopping Centers/ Fast-Food/ Restaurant/ Office/ Vacant Residential Land/ Single Family Residence	591,002,100
3	Dominion Energy, Inc.	Utility	511,534,940 [2]
4	A.D. & L.E. Fleder & J.M. & R.J. Caplan	Shopping Centers/ Retail/ Bank/ Fast-Food/ Apartments/ Condominiums/ Vacant Commercial & Residential Land/ BMP	374,431,200
5	E. C. & A. F. Ruffin & B. L. Thompson	Hotels/ Apartments/ Shopping Center/ Retail/ Restaurant/ Beach Club/ Laundry Plant/ Offices/ Parking Garage/ Vacant Commercial Land/ Single Family Residences	368,817,900
6	Lynnhaven Mall LLC	Shopping Mall	285,518,100
7	Pembroke Square Associates LLC	Shopping Mall/ Retail/ Bank/ Restaurants/ Fast Food/ Shopping Centers/ Office/ Apartments/ Condominium/ Warehouse/ Vacant Residential Land	211,458,900
8	Watergate Treehouse & Chanticleer Associates LP	Apartments	181,019,700
9	Virginia Natural Gas, Inc.	Utility	175,280,339 [2]
10	Cheryl P. McLeskey	Shopping Centers/ Townhouses/ Duplex/Condominiums/ Apartments/ Marinas/ Retail/ Fast-Food/ Car Dealership/ Vacant Commercial, Vacant Industrial & Residential Land/ Single Family Residences & Lots	173,760,200
11	Christian Broadcasting Associates, Inc./Network, Inc.	Broadcasting/ Office/ Apartments/ Hotel	149,008,600
12	Windsor Lake Apartments LLC.	Apartments/ Shopping Centers/ Restaurant/ Vacant Commercial Land	148,318,600
13	W. Taylor Franklin	Apartments/ Single Family Residence	147,798,200
14	Sifen, Michael D.	Shopping Centers/ Restaurant/ Paving/ Retail/ Parking Garage/ Hotel/ Vacant Commercial & Residential Land/ Industrial Office Warehouse/ Single Family Residence	139,349,100
15	Joan N. Lyons	Hotels/Office/ Outdoor Cafes/ Single Family Residence	132,611,000
16	Shamin Hotels	Hotels/ Retail/ Parking Garages/ Outdoor Cafes	128,118,700
17	T.J. & A. Stiffler & M.B. & M.J. Stone Lewis	Offices/ Hotesl/ Retail/ Shopping Center/ Single Family Residences	125,308,400
18	Occidental Development, Ltd.	Apartments	109,886,400
19	Verizon Virginia, LLC	Utility	107,294,409 [2]
20	Potter Properties	Shopping Centers/ Banks/ Fast-Food/ Restaurant/ Retail/ Vacant Commercial & Residential Land/ Single Family Residence	107,019,200
21	Westminster Canterbury of Etc.	Retirement Center/ Condominiums/ Vacant Commercial Land with Asphalt Parking Only	103,656,100
22	Spence Properties LC	Apartments	98,089,200
23	Amazon.Com Services LLC	Amazon Warehouse/Distribution Warehouse	96,380,100
24	VA8 Marina Shores LLC	Apartments	88,237,700
25	Runaway Bay Acquisitions LLC	Apartments	80,723,100
	Total		$ 5,241,975,688

[1] Twenty-five of the principal taxpayers are shown for consistency with past Official Statements. Also see Statistical Table 8.

[2] For Public Service Corporations, reflects real estate assessments (excludes personal property assessments taxed as real estate).

Sources: Office of Real Estate Assessor
Commissioner of the Revenue

CITY OF VIRGINIA BEACH, VIRGINIA
PROPERTY TAX RATES AND CHANGE IN TAX LEVY
FISCAL YEARS 2015 THROUGH 2024
(UNAUDITED)

Fiscal Year [1]	Tax Rate on Real Property [2]	Real Property Tax Levy [3]	Percentage Annual Change in Tax Levy
2015	0.9300	463,184,807	3.85
2016	0.9900	510,528,757	10.22
2017	0.9900	528,410,384	3.50
2018	1.0025	551,883,966	4.44
2019	1.0025	570,105,091	3.30
2020	1.0175	596,677,843	4.66
2021	1.0175	616,188,945	3.27
2022	0.9900	621,125,929	0.80
2023	0.9900	673,307,081	8.40
2024	0.9900	731,794,629	8.69

Source: City Department of Finance

[1] Ten years of data are shown for consistency with past Official Statements.

[2] Tax rate per $100 per assessed value. See Statistical Table 7.

[3] Calculation of the Real Property Tax Levy begins with the Real Property Assessed Value on Schedule 1-3 and then is adjusted by Supplements, Exonerations, Special Service District additional levies and other miscellaneous adjustments to arrive at the Tax Levy. See Statistical Table 9.

CITY OF VIRGINIA BEACH, VIRGINIA
HISTORICAL ASSESSED VALUE
FISCAL YEARS 2015 THROUGH 2024
(UNAUDITED)

Fiscal Year [1]	Real Property Assessed Value [2]	Percentage Change From Prior Year	Personal Property Assessed Value	Percentage Change From Prior Year	Public Service Property Assessed Value [3]	Percentage Change From Prior Year	Total Assessed Value	Percentage Change From Prior Year
2015	$ 50,577,279,180	3.77	$ 4,569,833,578	5.44	$ 875,496,571	(1.52)	$ 56,022,609,329	3.82
2016	52,016,374,504	2.85	4,582,059,618	0.27	895,479,945	2.28	57,493,914,067	2.63
2017	53,840,546,037	3.51	4,692,383,356	2.41	945,094,380	5.54	59,478,023,773	3.45
2018	55,520,701,233	3.12	4,786,765,849	2.01	983,607,868	4.08	61,291,074,950	3.05
2019	57,299,357,619	3.20	5,647,066,916	17.97	1,020,179,772	3.72	63,966,604,307	4.37
2020	59,349,419,535	3.58	5,980,866,800	5.91	1,046,921,797	2.62	66,377,208,132	3.77
2021	61,431,537,591	3.51	5,896,556,470	(1.41)	1,111,754,367	6.19	68,439,848,428	3.11
2022	63,816,499,892	3.88	7,150,279,805	21.26	1,131,096,865	1.74	72,097,876,562	5.34
2023	69,682,097,834	9.19	6,908,616,693	(3.38)	1,193,996,250	5.56	77,784,710,777	7.89
2024	76,467,368,699	9.74	7,778,880,016	12.60	1,091,398,005	(8.59)	85,337,646,720	9.71

[1] Ten years of data are shown for consistency with past Official Statements.

[2] Real Property is assessed at 100% of fair market value.

[3] Includes both real estate and personal property assessment. All public service property is taxed at the real estate tax rate, except for vehicles.

Source: City Department of Finance, Statistical Table 6

CITY OF VIRGINIA BEACH, VIRGINIA
PROPERTY TAX LEVIES AND COLLECTIONS
FISCAL YEARS 2015 THROUGH 2024
(UNAUDITED)

Fiscal Year [1]	Total Tax Levy [2]	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	$ 558,420,893	$ 537,056,367	96.2	$ 18,529,579	$ 555,585,946	99.5
2016	613,105,892	589,411,524	96.1	18,946,364	608,357,888	99.2
2017	634,993,466	609,085,906	95.9	21,444,232	630,530,138	99.3
2018	662,272,634	636,789,707	96.2	24,095,462	660,885,169	99.8
2019	688,073,333	638,348,095	92.8	28,108,156	666,456,251	96.9
2020	722,621,429	631,762,062	87.4	73,834,777	705,596,839	97.6
2021	783,423,955	687,116,605	87.7	53,525,944	740,642,549	94.5
2022	788,255,076	707,907,083	89.8	41,351,165	749,258,248	95.1
2023	861,007,212	755,199,729	87.7	39,661,155	794,860,884	92.3
2024	946,185,858	830,786,286	87.8	-	830,786,286	87.8

Source: City Department of Finance

Note: Collections in Subsequent Years represents delinquent accounts collected during the course of the fiscal year for all prior fiscal years.

[1] Ten years of data are shown for consistency with past Official Statements.

[2] Includes both Real and Personal Property including Public Service Corporations. See Statistical Table 9. For FY 2024, the breakdown is as follows:

Real Property tax levy (includes Public Service Corporation real property):	$ 731,794,629
Personal Property tax levy (includes Public Service Corporation personal property):	214,391,229
	$ 946,185,858

CITY OF VIRGINIA BEACH, VIRGINIA
PRINCIPAL TAX REVENUES BY SOURCE
FISCAL YEARS 2015 THROUGH 2024
(UNAUDITED)

Fiscal Year [1]	Real Property Taxes [2]	Personal Property Taxes [2] [3]	General Sales Tax	Utility Tax	Restaurant Meal Tax	Other Taxes	Total Taxes Assessed
2015	$ 481,774,192	$ 90,898,635	$ 58,164,569	$ 43,308,157	$ 59,968,375	$ 119,831,673	$ 853,945,601
2016	526,451,909	95,930,682	61,099,407	42,658,906	63,437,485	122,405,839	911,984,228
2017	544,302,460	100,075,205	62,614,614	44,829,994	65,207,699	125,846,026	942,875,998
2018	567,573,017	108,123,397	63,511,403	49,832,408 [4]	66,264,685	123,922,838 [4]	979,227,748
2019	586,407,784	106,029,083	65,851,817	47,636,484	69,278,652	126,277,403	1,001,481,223
2020	603,119,216	112,728,082	67,855,536	45,584,479	60,561,741	124,110,581	1,013,959,635
2021	631,547,267	122,853,013	78,732,948	45,536,508	65,572,967	139,738,177	1,083,980,880
2022	633,156,847	136,544,911	87,383,198	45,707,678	85,941,096	148,037,568	1,136,771,298
2023	683,138,841	140,251,330	89,501,992	40,543,327	92,035,336	151,323,719	1,196,794,545
2024	743,640,555	154,504,542	92,229,969	42,706,572	94,093,300	152,864,816	1,280,039,754

Source: City Department of Finance, see Statistical Table 5

Note: Real and Personal Property Tax Revenues include collections for Current Year and Prior years levies collected within the Current Fiscal Year.

[1]Ten years of data are shown for consistency with past Official Statements.

[2]Includes taxes, penalty & interest ($10 minimum) on delinquent collections from prior years.

[3]Excludes personal property tax reimbursement from the Commonwealth of Virginia under the Personal Property Tax Relief Act of 1998. The amount has consistently been $53,412,868 since FY 2012 (see Exhibit 12, revenue " From Commonwealth").

[4]Franchise Taxes were included in Other Taxes prior to FY 2018. Beginning FY 2018, Franchise Taxes are included with Utility Taxes.

CITY OF VIRGINIA BEACH, VIRGINIA
TEN LARGEST UTILITY (WATER) CUSTOMERS
FISCAL YEAR 2024
(UNAUDITED)

	Customer	Annual Consumption in 1,000 Gallons	Type of Customer
1	Virginia Beach Correction Center	45,006	City Correction Center
2	Sentara Virginia Beach General Hospital	33,388	Hospital
3	S L Nusbaum Realty	32,121	Thalia Garden Apartments
4	Dragas Management Corporation	28,720	Spence Crossing
5	Sentara Princess Anne Hospital	26,045	Hospital
6	Westminster-Canterbury of Hampton Roads	25,679	Retirement Community
7	Citadel Virginia Beach PROP CO LLC	25,370	Nursing Home
8	Occidental Developments, LTD	24,908	Waterfront Apartments
9	Colony Mobile Home Park	22,284	Mobile Home Park
10	Chesapeake Tunnel Joint Venture	22,188	Chesapeake Bay Bridge Tunnel

Source: City Department of Public Utilities

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
OUTSTANDING DEBT BY ISSUE
AT JUNE 30, 2024
(UNAUDTED)

2020B Water and Sewer Refunding Revenue Bonds	$	38,375,000
2020A Water and Sewer Revenue Bonds		42,185,000
2016B Water and Sewer Refunding Revenue Bonds		24,730,000
2016A Water and Sewer Revenue Bonds		37,935,000
2013 Water and Sewer System Revenue Bonds		32,455,000
Total Water and Sewer Debt Outstanding [1]	$	175,680,000

[1]All Water & Sewer Bonds listed above are Parity Debt.

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
WATER RESOURCE RECOVERY FEES
HISTORY OF RECEIPTS AND DISBURSEMENTS
FISCAL YEAR 2019 THROUGH 2024
(IN THOUSANDS OF DOLLARS)
(UNAUDITED)

	Fiscal Year					
	2019	**2020**	**2021**	**2022**	**2023**	**2024**
Balance - July 1	$ -	$ -	$ -	$ -	$ -	$ -
Fees Received	2,107	2,143	1,174	2,682	1,663	1,462
Disbursements	2,107	2,143	1,174	2,682	1,663	1,462
Balance - June 30	$ -	$ -	$ -	$ -	$ -	$ -

Source: City Departments of Finance and Public Utilities.

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
SYSTEM OPERATING REVENUES, EXPENSES AND COVERAGE
FOR FISCAL YEAR JUNE 30, 2024
(IN THOUSANDS OF DOLLARS)
(UNAUDITED)

	Fiscal Year				
	2020	2021	2022	2023	2024
Operating Revenues					
Service Charges	$ 76,803	$ 75,730	$ 76,113	$ 75,879	$ 79,489
Water Usage	49,652	51,365	50,729	49,986	53,037
Interfund Services Provided	3,225	1,893	1,832	2,126	2,223
Miscellaneous	829	726	1,396	2,442	2,746
Total Operating Revenues	130,509	129,714	130,070	130,433	137,495
Operating Expenses					
Water Acquisition	29,914	25,463	26,316	27,276	32,523
Water Distribution	6,791	5,300	5,549	7,687	8,604
Sewer Collection	13,305	13,093	13,229	16,648	18,559
Administration and Engineering	23,242	27,889	21,514	20,551	31,962
Customer Services	10,787	17,074	16,139	17,548	18,862
Total Operating Expenses	84,039	88,819	82,747	89,710	110,510
Net Operating Income	46,470	40,895	47,323	40,723	26,985
Non-Operating Revenues/(Expense)					
Interest	3,290	1,068	840	3,375	8,292
Water Resource Recovery Fee	2,143	1,174	2,682	1,663	1,462
Connection Fees	1,031	1,180	1,083	2,438	1,402
Norfolk Water True-Up	-	-	-	-	-
Total Non-Operating Income	6,464	3,422	4,605	7,476	11,156
Income Available For Debt Service	$ 52,934	$ 44,317	$ 51,928	$ 48,199	$ 38,141
Annual Debt Service [1]					
Water and Sewer Revenue Bonds	$ 17,913	$ 18,509	$ 18,838	$ 18,879	$ 18,941
Coverage of Debt Service on Water and Sewer Revenue Bonds [2]	2.96 x	2.39 x	2.76 x	2.55 x	2.01 x

[1]Includes Principal, Interest at gross, and Bank Charges

[2]The Master Water and Sewer Revenue Bond Resolution dated February 11, 1992, as amended and supplemented sets the debt service coverage and revenue requirements at 115% of maximum annual debt service for Water and Sewer revenue bonds and 1.0 times for Water and Sewer General Obligation Bonds. City Council set the revenue coverage goal of not less than 1.5x annual debt service for Water and Sewer Bonds and 1.2x for total debt (combined Water and Sewer Revenue Bonds and any Water and Sewer General Obligation Bonds) May 14, 2002 in the FY 2003 Operating Budget.

Source: City Departments of Finance and Public Utilities.

CITY OF VIRGINIA BEACH
WATER AND SEWER ENTERPRISE FUND
DEBT SERVICE REQUIREMENTS
AS OF JUNE 30, 2024
(UNAUDITED)

Fiscal Year	Principal	Interest	Total	Principal Outstanding
2025	$ 12,720,000	$ 6,252,025	$ 18,972,025	$ 162,960,000
2026	13,445,000	5,597,900	19,042,900	149,515,000
2027	11,470,000	4,992,675	16,462,675	138,045,000
2028	11,960,000	4,464,787	16,424,787	126,085,000
2029	10,075,000	3,984,075	14,059,075	116,010,000
2030	10,555,000	3,529,375	14,084,375	105,455,000
2031	11,000,000	3,075,675	14,075,675	94,455,000
2032	8,985,000	2,660,775	11,645,775	85,470,000
2033	9,400,000	2,289,100	11,689,100	76,070,000
2034	9,775,000	1,960,194	11,735,194	66,295,000
2035	10,125,000	1,669,988	11,794,988	56,170,000
2036	10,460,000	1,387,250	11,847,250	45,710,000
2037	6,985,000	1,133,006	8,118,006	38,725,000
2038	7,210,000	911,250	8,121,250	31,515,000
2039	7,435,000	685,025	8,120,025	24,080,000
2040	4,740,000	509,800	5,249,800	19,340,000
2041	4,855,000	387,775	5,242,775	14,485,000
2042	4,985,000	262,500	5,247,500	9,500,000
2043	2,300,000	176,000	2,476,000	7,200,000
2044	2,350,000	128,031	2,478,031	4,850,000
2045	2,400,000	77,563	2,477,563	2,450,000
2046	2,450,000	26,031	2,476,031	-
Totals	$ 175,680,000	$ 46,160,800	$ 221,840,800	

All Water & Sewer Debt is comprised of Revenue Bonds and Notes issued pursuant to Article VII, Sec. 10(a)(3) of the Constitution of Virginia, secured solely by the Revenues of the system.

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
WATER AND SEWER ENTERPRISE FUND
WATER AND SEWER RATE HISTORY [1]
(UNAUDITED)

Effective Date of Rate Adjustment	Water Commodity Rate (per 1,000 gallons)	Water Service Availability Charge (5/8" meter)	Sanitary Sewer Service Charge Single Family Residence (per month)
July 1, 2014	$ 4.41	$ 4.41	$ 30.81
July 1, 2015	4.41	4.41	30.81
July 1, 2016	4.41	4.41	30.81
July 1, 2017	4.41	4.41	30.81
July 1, 2018	4.41	4.41	30.81
July 1, 2019	4.90	4.41	30.81
July 1, 2020	4.90	4.41	30.81
July 1, 2021	4.90	4.41	30.81
July 1, 2022	4.90	4.41	30.81
July 1, 2023	5.20	5.00	31.58
July 1, 2024	5.74	5.53	32.37

[1]Reflects eleven-year rate history consistent with time-span shown in Official Statements for outstanding Water and Sewer System Refunding and Revenue Bonds, series 2013, 2016 A&B and 2020 A&B.

Source: City Department of Public Utilities

Schedule 3-1

CITY OF VIRGINIA BEACH, VIRGINIA
TEN LARGEST STORM WATER UTILITY ACCOUNTS
FOR BILLING PERIOD ENDING JUNE 30, 2024
(UNAUDITED)

Customer	Fees Billed
Lynnhaven Mall Group LLC	$ 239,438
Stihl, Incoporated	180,087
Virginia Wesleyan University	161,322
Spence Crossing Res Inc	135,917
Sentara Healthcare	128,335
Pembroke Square Associates	94,327
Evergreen Virginia LLC	86,239
Sentara Virginia Beach General Hospital	83,651
Thalia Garden Assoc Etals	79,713
Wal Mart Real Estate Business	78,329

Source: City Department of Public Utilities

Schedule 3-2

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER UTILITY
DISTRIBUTION BY TYPE OF PROPERTY
AS OF JUNE 30, 2024
(UNAUDITED)

Type of Property	FY 2024 Percent of Equivalent Residential Units (ERU)
Residential	47.1%
Multi-Family	12.9%
Non-Residential	40.0%

Source: City Department of Public Utilities

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER UTILITY FEE COLLECTIONS
AS OF JUNE 30, 2024
(UNAUDITED)

Fiscal Year	Assessed fees[1]	Collected fees [1]	% Collected
2015	$ 39,055,783	$ 38,684,230	99.05
2016	39,804,972	39,530,243	99.31
2017	39,738,434 [2]	39,593,321 [2]	99.63
2018	43,099,967 [2]	42,896,849 [2]	99.53
2019	41,918,755	41,579,356	99.19
2020	44,935,049	41,267,793 [3]	91.84
2021	45,877,894	45,335,509 [3]	98.82
2022	45,786,704	45,171,664 [3]	98.66
2023	46,051,958	45,381,187	98.54
2024	46,346,478	43,151,147	93.11

[1]Represents billings and collections of Equivalent Residential Unit (ERU) Fees through June 30th of each Fiscal Year. Storm Water billing is part of a combined utility service bill including water, sewer and waste management. The City anticipates that for each of the recent years, collection rates will be consistent with earlier years.

[2]The City included incorrect amounts for FY 2017 and FY 2018 in previous schedules provided in its annual continuing disclosure reports as well as the Official Statement for the Series 2019 Storm Water Utility Revenue Bonds. Previously, Assessed Fees and Collected Fees were shown as $39,854,926 and $40,046,975 with 100.48% collected for FY 2017 and $42,654,304 and $41,579,356 with 98.12% collected for FY 2018, respectively.

[3]Fee collection for FY 2021 and FY 2020 declined year-over-year as a result of the suspension of water service disconnections from June 2019 to December 2019 due to staffing shortages after the May 31st mass shooting incident and from March 2020 – August 2021 due to the state's moratorium on water service disconnections in response to the COVID-19 (coronavirus) pandemic. The City resumed delinquent disconnections on August 30, 2021 resulting in a high rate of payment and/or application for bill assistance.

Source: City Departments of Public Works/Storm Water Management and Public Utilities

Schedule 3-4

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER UTILITY FUND
PRO FORMA CALCULATION OF REVENUE COVENANTS
(UNAUDITED)

Revenue Requirement A	**Fiscal Year**					
	2020	**2021**	**2022**	**2023**	**2024**	**2025 Budget**
Total Revenues:						
System Revenues (including interest income)	$ 45,815,995	$ 46,500,751	$ 46,352,158	$ 47,343,577	$ 48,885,463	$ 46,519,210
Budgeted Operating Expenses	14,900,439	15,037,414	14,498,280	16,862,632	15,933,575	19,003,800
Revenues Available for Debt Service	30,915,556	31,463,337	31,853,878	30,480,945	32,951,888	27,515,410
Maximum Principal and Interest Requirement on Revenue Bonds [1]	$ 5,180,749	$ 10,556,775	$ 9,355,925	$ 9,355,925	$ 9,355,925	$ 8,876,950
Debt Service Coverage Ratio [2]	6.0 x	3.0 x	3.4 x	3.3 x	3.5 x	3.1 x

Revenue Requirement B [3]	**Fiscal Year**					
	2020	**2021**	**2022**	**2023**	**2024**	**2025 Budget**
Total System Revenues (including interest income)	$ 45,815,995	$ 46,500,751	$ 46,352,158	$ 47,343,577	$ 48,885,463	$ 46,519,210
Less:						
Budgeted Operating Expenses	14,900,439	15,037,414	14,498,280	16,862,632	15,933,575	19,003,800
Revenue Bond Debt Service [1]:						
Requirement on Series 2010A Bonds	1,376,896	642,600	-	-	-	-
Requirement on Series 2010B Bonds	642,881	558,250	-	-	-	-
Requirement on Series 2015 Bonds	1,359,256	1,360,606	1,359,200	1,361,069	1,357,419	1,359,919
Requirement on Series 2019 Bonds	1,786,638	1,787,262	1,786,137	1,783,262	1,783,512	1,786,637
Requirement on Series 2020A Bonds	-	1,711,996	4,552,900	4,552,150	4,551,775	4,551,525
Requirement on Series 2020B Bonds	-	382,287	1,606,300	1,614,800	1,634,925	1,651,300
Parity Double Barrel Bond Fund	-	-	-	-	-	-
Subordinate Debt Fund (Prior Bonds)	-	-	-	-	-	-
Total Debt Service	5,165,671	6,443,001	9,304,537	9,311,281	9,327,631	9,349,381
Capital Improvement Account (Cash) [4]	21,554,151	22,511,777	18,464,685	19,334,063	17,138,220	16,644,767
Deposit to Debt Service Reserve Fund [5]	-	-	-	-	-	-
Total Expenditures	41,620,261	43,992,192	42,267,502	45,507,976	42,399,426	44,997,948
Surplus Revenue	$ 4,195,734	$ 2,508,559	$ 4,084,656	$ 1,835,601	$ 6,486,037	$ 1,521,262
Reconciliation of Expenses to ACFR						
Total Operating Expenses (per ACFR)	$ 31,002,402	$ 25,021,710	$ 23,442,280	$ 25,198,861	$ 34,187,634	NA
Add (Subtract):						
Depreciation	(7,309,940)	(8,266,150)	(9,507,019)	(10,624,806)	(11,152,513)	
Annual CIP Expense	(8,134,590)	(1,782,901)	(1,810,337)	(235,453)	(6,780,061)	
Net Deferred Retirement Contribution	(482,704)	(933,623)	2,317,898	2,440,870	(423,079)	
OPEB Expenditures	(174,729)	998,378	55,458	83,160	101,594	
Total Budgeted Expenses (Pro Forma Requirement)	$ 14,900,439	$ 15,037,414	$ 14,498,280	$ 16,862,632	$ 15,933,575	

[1] All Interest is presented at "gross", and does not reflect the United States Treasury subsidy payment to be received for a portion of the series 2010A-2 bonds issued as "Build America Bonds. FY 2021 was the last year the subsidy was received due to the refunding of a portion of the Series 2010A-2 Bonds and Series 2010 Bonds by the Series 2020B Bonds.

[2] Per the Agreement of Trust dated January 1, 2000, as amended and supplemented, pledged revenues will be sufficient to equal the sum of (1) the Operating Expenses shown in the Annual Operating Budget and (2) 115% of Maximum Annual Debt Service.

[3] Also per the Agreement of Trust, system revenues will be sufficient to equal the sum of (1) the Operating Expenses payable from System Revenues shown in the Annual Operating Budget, (2) the amount required to be paid into the Bond Fund, (3) the amount (if any) required to be paid into the Parity Double Barrel Bond Fund, (4) the amount (if any) required to be paid into the Subordinate Debt Fund, (5) the amount of any other indebtedness of the City attributable to the System required to be paid from Pledged Revenues, (6) the amount transferred to the Capital Improvement Account as may be determined by the Director of Public Works and (7) any amount necessary to be paid into the Debt Service Reserve Fund to restore the amount on deposit therein to the amount of the Debt Service Reserve Requirement.

[4] Reflects use of current year pay-go/cash and excludes use of net position.

[5] Deposits to the Storm Water Debt Service Reserve required as a result of new bond issuances are made from the Storm Water Enterprise Fund and not from system revenues, and are not reflected under Revenue Requirement B. The amounts deposited from the Storm Water Enterprise Fund for Storm Water Utility Revenue Bonds, Series: 2015 issued January 28, 2015 - $1,353.563; 2019 issued July 31, 2019 - $1,786,637.51; and 2020 issued October 7, 2020 - $4,140,050.

NA = Not applicable

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER UTILITY FUND
DEBT SERVICE REQUIREMENTS
AS OF JUNE 30, 2024
(UNAUDITED)

Fiscal Year	Principal	Interest	Total
2025	$ 4,955,000	$ 4,394,381	$ 9,349,381
2026	4,550,000	4,165,231	8,715,231
2027	4,800,000	3,940,306	8,740,306
2028	5,035,000	3,708,231	8,743,231
2029	5,290,000	3,469,006	8,759,006
2030	5,550,000	3,222,982	8,772,982
2031	5,815,000	2,970,131	8,785,131
2032	6,100,000	2,704,606	8,804,606
2033	6,345,000	2,468,381	8,813,381
2034	6,565,000	2,269,731	8,834,731
2035	6,780,000	2,069,556	8,849,556
2036	7,010,000	1,862,706	8,872,706
2037	6,035,000	1,666,163	7,701,163
2038	6,220,000	1,478,894	7,698,894
2039	6,410,000	1,284,209	7,694,209
2040	6,615,000	1,083,425	7,698,425
2041	5,440,000	896,888	6,336,888
2042	5,615,000	724,013	6,339,013
2043	5,795,000	544,538	6,339,538
2044	5,980,000	359,288	6,339,288
2045	4,355,000	199,875	4,554,875
2046	4,485,000	67,275	4,552,275
	$ 125,745,000	$ 45,549,816	$ 171,294,816

Source: City Department of Finance

CITY OF VIRGINIA BEACH, VIRGINIA
STORM WATER UTILITY FUND
STORM WATER RATE HISTORY
(UNAUDITED)

Effective Date	Rate per day per ERU
7/1/2015	$ 0.433
7/1/2016	0.433
7/1/2017	0.458
7/1/2018	0.458
7/1/2019	0.493
7/1/2020	0.493
7/1/2021	0.493
7/1/2022	0.493
7/1/2023	0.493
7/1/2024	0.493

Source: City Department of Public Works/Storm Water Management

Code of the City of Virginia Beach, Section 32.5-2



CITY OF VIRGINIA BEACH VIRGINIA
LANDMARKS OF OUR NATIONS BEGINNING

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