

Minutes from 15 June 2017

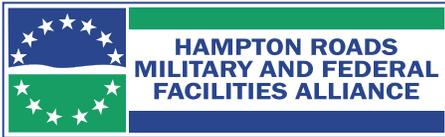
HRMFFA Annual Board of Directors Meeting

1. HRMFFA's annual Board of Directors meeting was held at the Regional Building in Chesapeake on 15 June 2017. Public Board members present were: Mayors Alexander, Johnson, Krasnoff, Price, Rabil, Rowe, Sessoms and Tuck; Supervisors Sadler and Shepperd; Poquoson City Councilman Southall attended for Mayor Hunt. Private Board members present were: Baugh, Curtis, Faulkner, Klett, Kuhns, Paveglio and Stephens. Karl Johnson attended as a non-voting member representing Joe Campbell. Executive Director Quigley, Deputy Executive Director Dwyer and Treasurer Collins were also present. A quorum was achieved.
2. Board Chair Alan Krasnoff called the meeting to order at 10:33 a.m.
3. Kevin Felix and Matt Herrmann from The Roosevelt Group provided a legislative update, including introducing Mr. Herrmann as a new member of the Roosevelt Group team, highlights of the president's budget request for FY2018, additional details on the Navy's topline FY2018 budget request, military construction (MILCON) for the Hampton Roads region, BRAC 2021 request, and important upcoming budget dates. They mentioned the FY2018 budget request includes \$603 billion for DoD, which is \$54 billion above the sequestration levels. The budget proposed to offset those additional funds with corresponding cuts to non-defense discretionary spending. Feedback from members of Congress has been mixed, with several members declaring that the president's budget is "dead on arrival." Mr. Felix briefed that without the repeal of sequestration, another full-year continuing resolution at FY2017 levels was possible. He also mentioned the budget includes \$281.7 million in MILCON funding for installations in the Hampton Roads region. Mr. Herrmann briefed that the MILCON portion of the budget is usually one of the least contentious parts of the budget, so those projects had a good chance of making the final budget. There were also questions about increased defense spending in general. Mr. Felix and Mr. Herrmann cautioned that there would not likely be a huge increase in defense spending right away. However, DoD's focus on readiness items such as ship repair could see an influx of funding, which would be a benefit for the region. The budget request continues the string of BRAC requests dating back to FY2013. Some key members of Congress have said that BRAC should be considered, which is a change from recent years. However, others continue to



say BRAC costs too much money when DoD needs every dollar to go towards fixing readiness issues. Mr. Herrmann briefed that we'd have a better idea of Congress' attitude on BRAC over the coming weeks during budget negotiations.

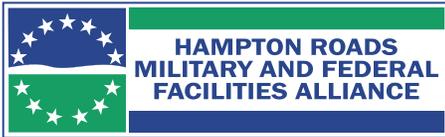
4. Deputy Executive Director Dwyer gave an update on the activities surrounding Hampton Roads being selected as a Great American Defense Community for 2017 by the Association of Defense Communities. He mentioned the 3-part series on Cathy Lewis' 'HearSay' program that aired 10-12 April. The series featured local award winning service members and their families, local installation commanders, veterans support groups, and local military support and education leaders discussing the many examples of how the region and the military work together to make the area a great place to live for military members, their families and veterans. Mr. Dwyer also mentioned the pre-game ceremony at the Norfolk Tides game on 21 May where ADC formally presented the Great American Defense Communities flag to the region. Award winning service members, installation commanders, CODEL staff and other supporters participated and enjoyed the game and lunch provided by HRMFFA. He also briefed that he and Mr. Quigley would be attending the ADC National Summit 19-21 June in Washington, DC. Hampton Roads and the other seven Great American Defense Communities will be recognized during the summit at a special reception and Congressional breakfast. Hampton Roads will have 5 out of our 6 CODEL members present at the breakfast.
5. Mayor Krasnoff introduced Mr. Henry Broaddus, William & Mary Vice President for Strategic Initiatives and Public Affairs. Mr. Broaddus formally thanked the HRMFFA Board for its support of the new William & Mary Whole of Government Center of Excellence. The \$50,000 HRMFFA provides will fund the salary of the center director for the second half of this year and was critical to getting the center started. Mr. Broaddus and Mayor Krasnoff then signed the statement of work and a declaration of partnership between HRMFFA and the new center.
6. End-of-year financials were presented by Executive Director Quigley; no issues.
7. The draft FY2018 HRMFFA budget was presented by Mr. Quigley. Supervisor Shepperd made a motion to approve the budget, which was seconded by Mayor Alexander. The Board voted unanimously to approve the budget as presented.
8. Mr. Quigley stated that Old Point National Bank was nominating Cindy Black to replace Laurie Grabow on the HRMFFA Board. He also stated that Mr. Baugh, Mr. Brickell, Mr. Campbell, Ms. Curtis, Mr. Klett, Mr. Paveglio and Mr. Watkins had agreed to extend their HRMFFA Board terms for an additional two years if



approved by the Board. Mayor Rowe made a motion to approve the Board member nominations as presented, which was seconded by Mayor Price. The Board voted unanimously to approve the members as presented.

9. Mayor Krasnoff made a motion to approve Mayor Alexander as the HRMFFA Board Vice Chair for FY2018, which was seconded by Mr. Pavaglio. The Board voted unanimously to approve Mayor Alexander as the Vice Chair for 2018. Mayor Alexander then introduced Mr. Doug Beaver, CAPT, USN (Ret.) as the new Military Affairs Liaison for the City of Norfolk. Mr. Beaver is the former commanding officer of Naval Station Norfolk.
10. Mr. Quigley briefed the board on recent changes to the HRMFFA pension plan and sought Board approval for these changes. Mr. Baugh made a motion to approve a Memorandum for the Record detailing these changes, which was seconded by Mayor Price. The Board voted unanimously to approve the pension plan changes as written.
11. There were no public comments.
12. Mr. Jaime Areizaga-Soto, Deputy Secretary of Veterans and Defense Affairs for the Commonwealth of Virginia, introduced Mr. Marcus Lingenfelter, Senior Vice President of Advancement for the National Math & Science Initiative (NMSI). The Deputy Secretary mentioned that education of military school children was a top priority for installation commanders in Virginia and that Secretary Harvey was in full support of getting NMSI's program in all Virginia schools that serve military children. Mr. Lingenfelter then briefed the Board on their program to provide consistent and rigorous K-12 STEM education offerings at public schools educating military children. The program is funded through DoD grants and donations from the private sector so it does not cost the school systems any money to implement. The program is open to all students of a school even if they don't have any affiliation with the military. On a nation-wide average, the program increases a school's qualifying student scores (3+ or better out of 5) by 152% over baseline qualifying scores during the three-year managed implementation process. To be involved with the program, a school system simply needs to ask and agree to all students being able to participate within the school.
13. Mayor Krasnoff thanked the Board for their work during his tenure as Board Chair and he wished Supervisor Shepperd good luck as he begins his chairmanship. Supervisor Shepperd also thanked the Board for their work and stressed the importance of what HRMFFA does for the region. Given the





THOMAS G. SHEPPERD, JR., CHAIR . KENNETH C. ALEXANDER, VICE-CHAIR . NANCY COLLINS, TREASURER

CRAIG R. QUIGLEY, EXECUTIVE DIRECTOR . RICHARD E. DWYER, SECRETARY

increased discussion about BRAC, he stressed HRMFFA's mission is more important now than ever before.

14. Supervisor Shepperd adjourned the meeting at 11:33 a.m.

