

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended December 31, 2019

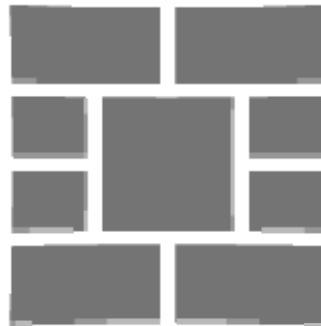
City of Savannah, Georgia



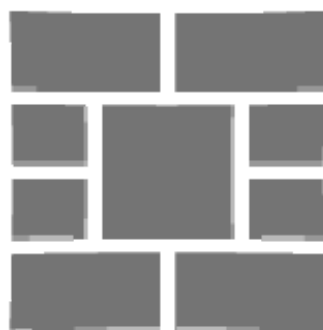
SAVANNAH
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**COMPREHENSIVE ANNUAL FINANCIAL REPORT
CITY OF SAVANNAH, GEORGIA
YEAR ENDED DECEMBER 31, 2019**



**PREPARED BY:
FINANCE DEPARTMENT**



**CITY OF SAVANNAH, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2019**

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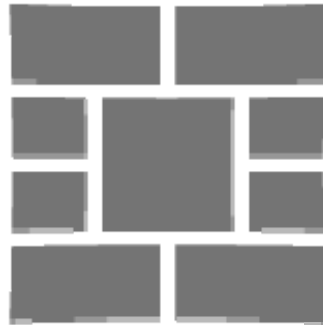
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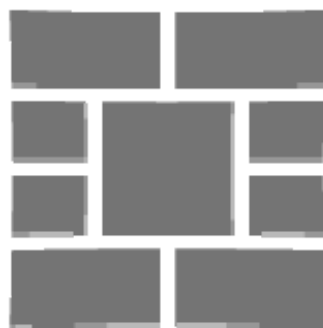
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INTRODUCTORY SECTION

LETTER OF TRANSMITTAL
PRINCIPAL OFFICIALS
ORGANIZATION CHART
CERTIFICATE OF ACHIEVEMENT





Office of the City Manager
P.O. Box 1027
Savannah, Georgia 31402
(912) 651-6415 Fax (912) 238-0872

May 21, 2020

Honorable Mayor and Aldermen
City of Savannah
Savannah, Georgia

Dear Mayor and Council Members:

In accordance with state statutes and local charter provisions, we hereby submit the Comprehensive Annual Financial Report of the City of Savannah for the year ended December 31, 2019. Management assumes full responsibility for the completeness and reliability of the information contained in the report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Mauldin and Jenkins LLC, has issued an unmodified (“clean”) opinion on the City of Savannah’s financial statements for the year ended December 31, 2019. The Independent Auditors’ Report is located at the front of the financial section of this report. In addition to the audit of the financial records, the City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations and auditors’ reports on the internal control and compliance with applicable laws and regulations, and a schedule of findings and questioned costs is presented in a separate report which can be obtained from the City’s Finance Department.

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the Independent Auditors’ Report.

Profile of the Government

Savannah is Georgia’s oldest city. From its founding as a British colony in 1733, under the leadership of General James Edward Oglethorpe, the City has maintained its Town Plan within its core area and today remains an internationally-recognized urban model because of its distinctive grid pattern and open spaces. Its founding 20 miles from the mouth of the Savannah River has evolved into its status as a modern-day freight hub that supports its shipping industry, crossroads of two interstate highways and rail network. The City encompasses about 108 square miles. The City totals 145,862 (Census’ America Community Survey estimate 2018) in population as the county seat of Chatham County, which has a population of 289,195 (Census’ America Community Survey estimate 2018).

The City government provides a full range of municipal services: police and fire; municipal court; sanitation and landfill; water and sewer utility; stormwater; development services; neighborhood, recreational and cultural services; golf course; planning and zoning; code compliance; construction and maintenance of highways, streets and infrastructure; and civic center. State law empowers the City of Savannah to levy a property tax on real and personal property as well as receive a portion of sales tax revenue for operating and capital purposes. These are the two main funding sources.

Since 1954, the City of Savannah has operated under a council-manager form of government as authorized by Charter. This organizational plan authorizes legislative responsibility for municipal government to the City Council but delegates executive and administrative authority to the City Manager. The Charter empowers the Council, which consists of the Mayor and eight Aldermen, to levy taxes, enact ordinances and adopt the annual budget and service plan as well as to perform other legislation duties, including approving agreements, major purchases and land use changes. Six Council members are elected by district and two are elected at-large, the same as the Mayor. All serve concurrent four-year terms. The Charter recognizes the Mayor as the official head of the City and the presiding officer during Council meetings. The Charter empowers the City Manager, whom the Council appoints, to serve as the Chief Executive Officer, to manage the organization day-to-day and remain responsible to the Council for the proper and efficient administration of the City government. The City Manager leads an Executive Leadership Team of five Offices and the Chief Financial Officer, Human Resources Director and OMB Director, to provide administrative leadership to some 30 departments.

The financial reporting entity of the City includes all the funds of the City as well as all of its component units. Component units are legally separate entities for which the City is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and are included as part of the City. Accordingly, Resource Recovery Development Authority (RRDA) is reported as an enterprise fund of the primary government.

Each December, the Council adopts the budget for the upcoming year by ordinance. The annual budget serves as the foundation for the City's financial planning and control and service plan. The budget is prepared by fund, function, and department and is closely monitored throughout the year. Additionally, expenditures, revenues and performance data are monitored in order to ensure the successful implementation of the City's service plan. As conditions change or circumstances are altered, the budget process allows for amendments.

Local Economy

The City of Savannah and surrounding areas enjoy a diversified local economic base. This economic base includes (i) major manufacturers of jet aircraft, paper products and chemicals, (ii) two large military installations, (iii) three acute care hospitals and 18 nursing care facilities, (iv) 18 institutions of higher learning, and (v) the nation's fourth largest urban landmark historic district. Unemployment within the region has been relatively low when compared to the national and state levels. For December 2019, unemployment in the Savannah metropolitan area was 2.7% compared to 3.5% nationally and 3.1% for the State of Georgia as a whole.

Overall, six industry groups account for approximately three-quarters of the jobs in the Savannah area: educational and health services (14.4%), state and local government (11.6%), leisure and hospitality (14.7%), retail trade (12.2%), professional and business services (10.7%), and manufacturing (10.4%). The federal government is also a significant economic presence thanks to Fort Stewart, located in nearby Liberty County, and Hunter Army Airfield, which together provide employment to over 20,000 officers and enlisted military and 4,100 civilian personnel and have an annual financial impact of about \$4.9 billion. Ft. Stewart is the largest military installation east of the Mississippi River and accounts for nearly three-fourths of the military employment in the area.

Tourism related numbers, as evidenced by hotel/motel related tax receipts, continued a strong rebound that began in 2010. After decreasing by 7.8% in 2009, hotel/motel tax collections have increased on average 5.3% per year over the past five years. Savannah continues to be a destination of choice among travelers and has received many accolades from travel industry publications. Savannah was ranked #1 on the *Thrillist*, May 2019 list of the Best Cities for Creative Professionals Right Now. In addition, Savannah was ranked #1 on the *Goop*, January 2019 list of Top Travel Destinations in the U.S. As it has done for the eight previous years, the City again played host to the Rock & Roll Marathon race series in 2019. The race brought nearly 15,000 runners and visitors to the streets of Savannah and infused an estimated \$30 million into the local economy. Savannah's landmark historic district continues to be the number one tourist destination in Georgia with an estimated 14.1 million visitors annually. The annual St. Patrick's Day Parade and Festival ranks as the second largest celebration of St. Patrick's Day in America.

Another consistent bright spot within the local economy is logistics, which is led by the Georgia Ports Authority (GPA). The GPA operates the Port of Savannah, and for 2019 had another record breaking year by moving 4.5 million TEUs (20-foot equivalent container) and 37.5 million tons at America's fourth busiest port. The additional 305,000 TEUs handled in 2019 represent 7.3% growth when compared to the 2018 results. During the past ten years, the GPA's container volume has increased on average 6.4% per year making GPA's Savannah facilities America's fastest growing major port. The Savannah Harbor Expansion Project (SHEP), which will deepen the Savannah shipping channel, continues to progress on schedule. Deepening efforts on the outer channel are now complete and work on deepening the inner channel have begun.

Long-term Financial Planning

The City of Savannah was selected to participate in a federal government initiative called "Strong Cities, Strong Communities" to gain access to experts, technical advice and information to help the City develop a long-term, sustainable funding plan. As part of this effort, the City worked throughout 2019 with the National Resource Network (NRN) and key community partners to evaluate Savannah's unique capacities and constraints while charting a financial path forward.

As of December 31, 2019, unassigned fund balance in the general fund (20.2% of total general fund expenditures and transfers out) compares favorably to the policy guidelines set by the City for budgetary and planning purposes (i.e., between 15% and 20% of total general fund expenditures and transfers out). No draw on general fund reserves is planned in the 2020 budget and current expenditures and transfers out are balanced with current revenues and transfers in. In addition to the unassigned fund balance in the general fund, the City also maintains a sales tax stabilization reserve. These reserves are funded from higher than anticipated local option sales tax revenues and are used to fund unbudgeted sales tax revenue deficits. As of the end of 2019, the sales tax stabilization reserves totaled \$5,501,000. No draw on the sales tax stabilization reserves was necessary in 2019 or planned in the 2020 budget.

The adopted 2020 budget conservatively assumed 0.9% growth in the total taxable value of property in the City and tentatively set a 2020 property tax of 12.856 mills compared to the final millage rate for 2019 of 12.856 mills. The 2020 budget also includes an additional 20% increase to the City's freeport exemption on qualified personal property bringing the total exemption to 100%. This increase in the freeport exemption provides additional tax relief for manufacturers and should make the City more attractive for new manufacturing investment.

In addition to the annual operating budget, the City prepares a five year capital plan that is updated on an annual basis. The most recent plan update for years 2020 through 2024 identifies projects and funding that total \$181.7 million and includes major categories of water and sewer, public buildings, parks and recreation, community development, drainage, streets and traffic improvements. The general fund is projected to contribute \$15.0 million or 8.2% of the funding for the five year plan. The water and sewer Fund accounts for \$127.8 million or 43.5% of the funding for the five year plan. Year one of the five year plan, which was adopted by the mayor and council in December 2019, totals \$71.2 million in project funding. A signature project included in year one of the plan is the construction of the new civic center arena located on the west side of downtown. Year one of the plan includes

an allotment of \$15.0 million in SPLOST 6 funding for this project. Once completed, this new facility will replace the City's existing arena and will better meet the requirements of touring shows and attract more shows with a larger variety of entertainment genres. To support the arena with parking, the City's parking services fund is contributing \$12.5 million to year one of the plan to help fund two parking facilities planned near the arena site. Plans call for a parking garage on the arena site, estimated at \$12.5 million, which would be funded with \$5.0 million from SPLOST 6 funds and \$7.5 million from parking services funds. In addition, plans call for a surface parking lot on Gwinnett Street, estimated at \$5.0 million, which would be funded by the parking services fund. Major projects funded by the water and sewer utility include a lift station near the Eastern Wharf development (\$3.5 million), a parallel force main to serve lift station 23 (\$6.0 million) and a force main replacement for lift station 126 (\$1.0 million).

Major Initiatives

Savannah's strategic plan, SAVANNAH FORWARD, keeps focus on five major goals: 1) Reduce crime and increase public safety, 2) Invest in safe and sound infrastructure, 3) Revitalize, preserve and enhance neighborhoods, 4) Support economic strength and poverty reduction, and 5) Provide exceptional public service and good government. This plan establishes the priorities, defines what success will look like over the next seven years, and creates strategies on how to get there. In concert with this strategic plan, the City initiated an organizational restructuring designed to hasten and ease the attainment of short and long-term goals necessary to achieve the outcomes desired within the SAVANNAH FORWARD plan.

A major initiative of the City is employee development and retention. Resulting from a prior cost savings strategy of not filling vacant positions, a lagging wage and salary structure and a tight hiring market, the City's vacancy rate went as high as 13%, which stymied efforts to provide day-to-day municipal services. In view of this fact, during 2019 the City commissioned a classification and compensation study to examine each job title, its duties and salary structure. In addition, the study compared the City's wage scale to other employers, both public and private, to establish a competitive structure that would fairly compensate its workforce. The study resulted in several new pay plans, fewer job classes and eliminated pay compression issues that had plagued the organization for years, especially in public safety. The City also implemented a living wage plan to ensure the lowest pay scales provide minimum income standards in accordance with MIT's regional affordable living analysis. While full implementation was expensive at around \$9.4 million annually, Savannah has seen positive results and was recently named by *Forbes Magazine* as "One of the Best Places to Work in Georgia."

The City continues to support new development and has seen a wave of new investment in the downtown area. In order to support this new development, the City has commenced several projects aimed at improving the infrastructure in the downtown area. A downtown streetscape master plan will launch major streetscape improvements from Liberty Street north to the Savannah River with priority being given to the corridors of Broughton Street, River Street and Bay Street. In addition, downtown parking continues to be a major initiative of the City. To help ease parking congestion in the downtown area, the City has contracted to build two new parking garages on opposite ends of River Street. Both garages are currently under construction and, when completed, will provide approximately 1,200 parking spaces to support several new hotel developments in the area that are also currently under construction. At least one of these garages should come on-line in 2020 with the other coming on-line in 2021.

Reducing crime and the perception of crime play an important role to overall citizen satisfaction. As such, the City has focused many of its resources in the area of public safety, primarily police protection and fire protection. While continuing to focus on community policing, the Savannah Police Department has deployed technology enhancements, new equipment and additional officer training to enhance crime prevention and case solving strategies to better protect the public. Progress has been made, but more work needs to be done to create a community where residents, businesses and visitors feel safe. Improvement initiatives within the fire department are focused on maintaining the City's current ISO Class I rating and upgrading its effective fire response objectives on a city-wide basis. To help with this initiative, the City has planned for the replacement of two fire apparatus and additional staffing and training resources. A new fire station in the fast-growing Highlands community will open in mid-2021.

Other Information

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the year ended December 31, 2018. To be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized comprehensive annual report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA for consideration.

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for the 2019 Service Program and Budget document. To qualify for the Distinguished Budget Presentation Award, the City's budget document must be proficient in several categories including policy documentation, financial planning, and organization.

Acknowledgments

The preparation of this report could not have been accomplished without the professional, efficient, and dedicated services of the entire staff of the Financial Services Department, the Office of Organizational Performance and Accountability, and the Office of Management and Budget, as well as the independent auditors. We express appreciation to all staff members who contributed to its preparation.

In summary, the financial condition of the City entity is favorable. Our diversity of revenue sources, resistance to recessionary downturns, growing economic base, and professional conservative financial management with a strong propensity for planning, provide a firm foundation for maintaining our strong financial footing into the future.

Respectfully submitted,



Patrick C. Monahan
City Manager



David Maxwell
Chief Financial Officer

**CITY OF SAVANNAH, GEORGIA
PRINCIPAL OFFICIALS
2019**

ELECTED OFFICIALS

MAYOR

Eddie W. DeLoach

ALDERMEN

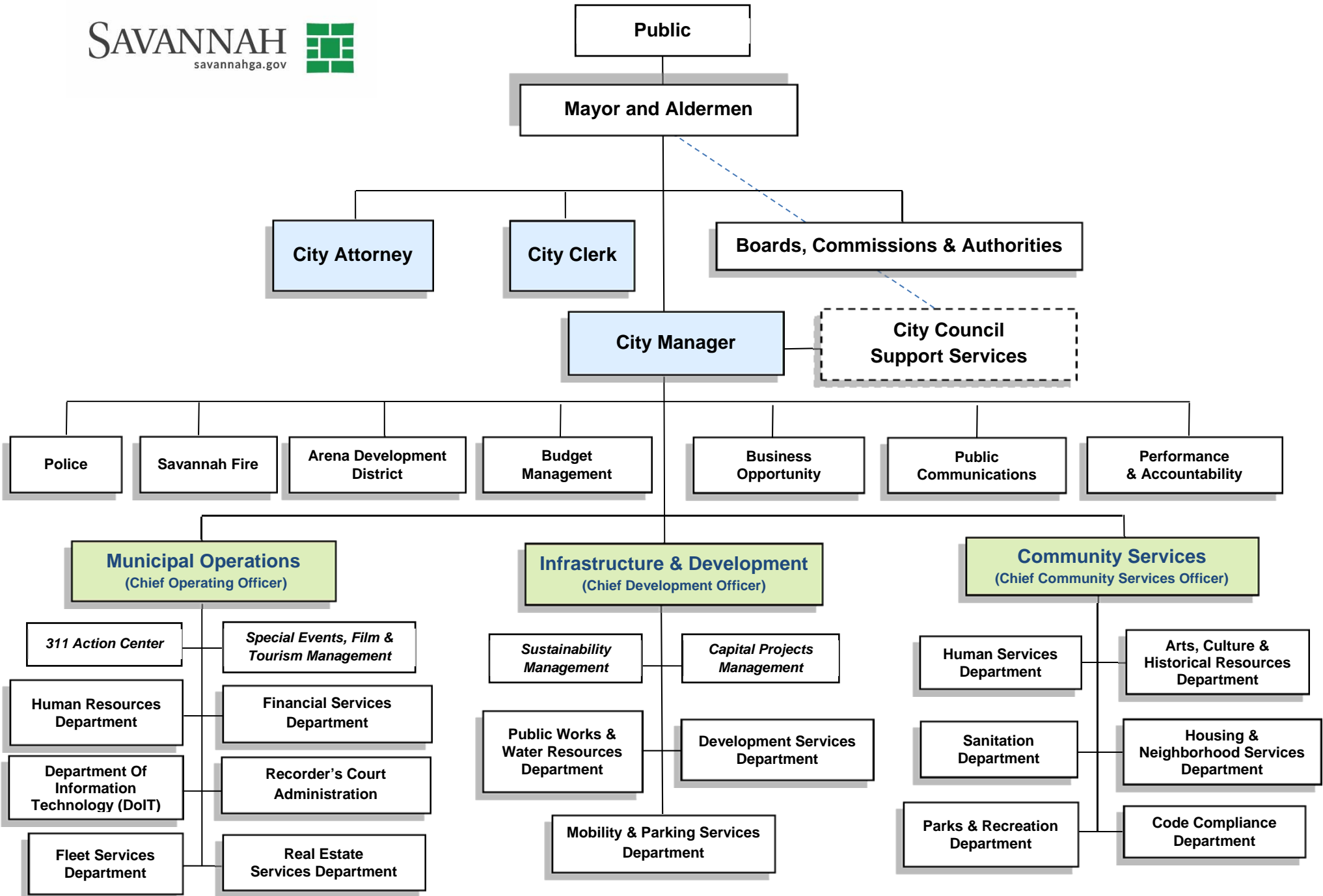
Carol Bell
Van R. Johnson II
John Hall
Dr. Estella Edwards Shabazz

Brian Foster
Bill Durrence
Julian Miller
Tony Thomas

OTHER OFFICIALS

| | |
|-----------------------------|-------------------------|
| Patrick C. Monahan | City Manager |
| Bret Bell..... | Chief Operating Officer |
| David F. Maxwell, CPA | Chief Financial Officer |
| Melissa Carter | Chief Budget Officer |

CITY OF SAVANNAH ORGANIZATIONAL STRUCTURE





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

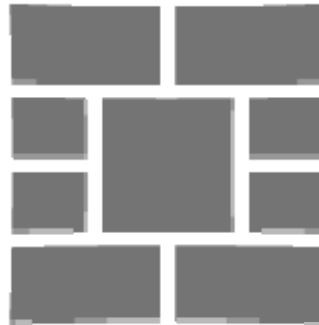
**City of Savannah
Georgia**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

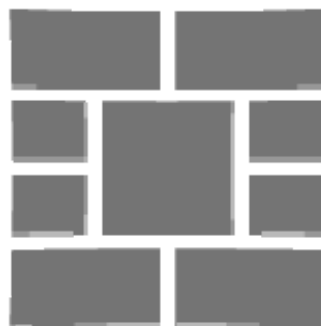
Christopher P. Morill

Executive Director/CEO



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT
MANAGEMENT'S DISCUSSION AND ANALYSIS
BASIC FINANCIAL STATEMENTS
NOTES TO THE FINANCIAL STATEMENTS
REQUIRED SUPPLEMENTARY INFORMATION





INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the City Council
Savannah, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Savannah, Georgia, (the "City"), as of and for the year ended December 31, 2019 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America ("GAAP"); this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2019, and the respective changes in financial position, and, where applicable cash flows thereof for the year then ended in accordance with GAAP.

Emphasis of Matter

As discussed in Note 16, the City implemented Governmental Accounting Standards Board ("GASB") Statement No. 84, *Fiduciary Activities*, as of January 1, 2019. This standard significantly changed the accounting for the City's fiduciary activities. Our opinions are not modified with respect to the matter.

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis ("MD&A") on pages 3 through 13 and the budgetary schedules for the general fund and community development fund, pension schedules for the employees retirement plan, cost sharing pension plans, plans with special funding situations and plans without special funding situations, and OPEB schedules for the City's Other Post-Employment Benefit Plan on pages 91 through 105 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

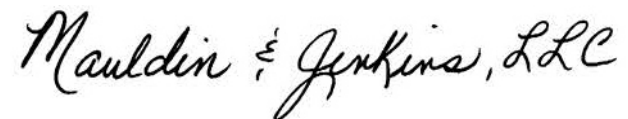
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, schedules of hotel/motel tax and schedule of revenues and expenditures – rental motor vehicle tax, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City. The accompanying schedules of expenditures of special purpose local option sales tax proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, schedules of hotel/motel tax and schedule of revenues and expenditures – rental motor vehicle tax, and the schedules of expenditures of special purpose local option sales tax proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, the schedules of expenditures of special purpose local option sales tax proceeds, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 21, 2020 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 the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Mauldin & Jenkins, LLC". The signature is written in a cursive, flowing style.

Management's Discussion and Analysis

This Management's Discussion and Analysis (MD&A) section offers readers of the City of Savannah's financial statements a narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2019. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal, which can be found on pages i - v of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of 2019 by \$1,516,799,800 (net position). Of this amount, \$213,027,870 is unrestricted net position.
- The government's total net position increased by \$84,750,638 during 2019. Approximately 56.0% of this increase is attributable to governmental activities operating and capital grants/contributions. The remaining 44.0% is attributable to business-type activities, primarily the water and sewer utility.
- As of the close of 2019, the City's governmental funds reported combined ending fund balances of \$325,016,570, an increase of \$33,570,482 for the year ended December 31, 2019. The increase is mostly attributable to the collection of intergovernmental revenues within the SPLOST 2014-2020 Fund and the sale of capital assets within the Capital Improvement Fund.
- The unassigned fund balance for the general fund at the end of 2019 was \$40,927,903 or 20.2% of total general fund expenditures and transfers-out for that year. For the year ended December 31, 2019, the total fund balance in the general fund increased \$3,790,302.
- The City's total long term liabilities experienced a net increase of \$91,364,051 during the 2019 fiscal year. Of this amount, \$31,591,924 was recognized as an increase in the governmental activities and \$59,772,127 was recognized as an increase in the business-type activities. Changes in long term liability amounts resulted from an increase in the City's net pension liability within both the governmental and business type activities. The overall net pension liability increased by \$43,700,122 during 2019 compared to 2018. Of this total amount, an increase of \$34,093,496 was recognized in the governmental activities and an increase of \$9,606,626 was recognized in the business type activities. Also in 2019, the business-type activities recognized new long-term liabilities resulting from the issuance of two bonds. One of the bonds related to the construction and equipping of a structured parking garage (\$9,685,000) on River Street and the other related to the construction of a new civic center arena (\$45,120,000) on the west side of downtown.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The "government-wide financial statements" are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The "statement of net position" presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The "statement of activities" presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and

expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include governance and strategic services, municipal operations, infrastructure and development, police, recorders court, fire, parks and recreation, tourism enhancement, community services, grant program and administration and community development. The business-type activities of the City include the water and sewer utility, sanitation (i.e. solid waste collection and disposal), resource recovery, parking services, civic center, and golf course.

The Resource Recovery Development Authority for the City of Savannah, although legally separate, functions for all practical purposes as a component of the City, and therefore has been included as an integral part of the primary government. See the Notes to the Financial Statements Note 1 - Summary of Significant Accounting Policies (A) Reporting Entity for a discussion of other entities which are not considered part of the primary government.

The government-wide financial statements can be found on pages 14 - 15 of this report.

Fund financial statements. A “fund” is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains twenty-three individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund, community development fund, capital improvement fund and SPLOST 2014-2020 fund, which are considered to be major funds. Data from the other nineteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for the general fund and the community development fund. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements can be found on pages 16 -19 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer utility, sanitation activities, resource recovery, parking services, civic center, and golf course. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for a revolving fund (which includes vehicle maintenance and information services) and a risk management fund. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer utility, sanitation operation, parking services operation and the civic center operation, each of which are considered to be major funds of the City. Data from the other two enterprise funds (which are non-major funds) is combined into a single, aggregated presentation. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements elsewhere in this report.

The two internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 20 - 22 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 23 - 24 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25 - 90 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees, progress in funding its obligation to provide post employment benefits to its retirees, and budgetary comparisons for the general fund and the community development fund. Required supplementary information can be found on pages 91 - 105 of this report.

The "combining statements" referred to earlier in connection with non-major governmental and enterprise funds, and internal service funds are presented immediately following the required supplementary information in the Supplemental Section. Combining and individual fund statements and schedules can be found on pages 106 - 134 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$1,516,799,800 at the close of the most recent fiscal year.

The following table provides a comparative summary of the City's net position for 2019 and 2018:

| | City of Savannah -- Net Position (\$000) | | | | | |
|---|--|--------------------|------------------|------------------|--------------------|--------------------|
| | Governmental | | Business-type | | Total | |
| | Activities | | Activities | | | |
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| Current and other assets | \$440,817 | \$405,169 | \$302,520 | \$264,841 | \$743,337 | \$670,010 |
| Capital assets | 685,608 | 669,818 | 551,437 | 491,528 | 1,237,045 | 1,161,346 |
| Total assets | <u>1,126,425</u> | <u>1,074,987</u> | <u>853,957</u> | <u>756,369</u> | <u>1,980,382</u> | <u>1,831,356</u> |
| Deferred outflows of resources | 33,591 | 13,125 | 9,853 | 4,031 | 43,444 | 17,156 |
| Total assets and deferred outflows of resources | <u>\$1,160,016</u> | <u>\$1,088,112</u> | <u>\$863,810</u> | <u>\$760,400</u> | <u>\$2,023,826</u> | <u>\$1,848,512</u> |
| Other liabilities | \$23,830 | \$26,186 | \$19,470 | \$11,973 | \$43,300 | \$38,159 |
| Long-term liabilities outstanding | 197,231 | 165,639 | 244,932 | 185,159 | 442,163 | 350,798 |
| Total liabilities | <u>221,061</u> | <u>191,825</u> | <u>264,402</u> | <u>197,132</u> | <u>485,463</u> | <u>388,957</u> |
| Deferred inflows of resources | 17,213 | 21,975 | 4,350 | 5,531 | 21,563 | 27,506 |
| Net position: | | | | | | |
| Net investment in capital assets | 646,366 | 637,819 | 414,570 | 391,907 | 1,060,936 | 1,029,726 |
| Restricted | 239,491 | 234,077 | 3,345 | 3,267 | 242,836 | 237,344 |
| Unrestricted | 35,885 | 2,416 | 177,143 | 162,563 | 213,028 | 164,979 |
| Total net position | <u>921,742</u> | <u>874,312</u> | <u>595,058</u> | <u>557,737</u> | <u>1,516,800</u> | <u>1,432,049</u> |
| Total liabilities, deferred inflows of resources and net position | <u>\$1,160,016</u> | <u>\$1,088,112</u> | <u>\$863,810</u> | <u>\$760,400</u> | <u>\$2,023,826</u> | <u>\$1,848,512</u> |

The largest portion of the City's net position (70.0% or \$1,060,935,697) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its 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.

An additional portion of the City's net position (16.0% or \$242,836,233) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (14.0% or \$213,027,870) may be used to meet the government's ongoing obligations to citizens and creditors. However, much of this unrestricted balance is earmarked for future capital projects. As of the end of the 2019 fiscal year, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

During the current fiscal year, the government's net position increased by \$84,750,638. About 56.0% of this increase is attributable to governmental activities mainly due to capital grants/contributions received in 2019. The remaining increase (44.0%) is attributable to business-type activities, primarily the water and sewer utility. This increase is earmarked for funding capital projects in future years for the City's business-type activities.

The following table summarizes changes in net position for the years ended December 31, 2019 and 2018:

| City of Savannah - Changes in Net Position (\$000) | | | | | | |
|---|--------------------------------|-------------------|---------------------------------|-------------------|---------------------|---------------------|
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 23,260 | \$ 30,702 | \$ 133,527 | \$ 119,397 | \$ 156,787 | \$ 150,099 |
| Operating grants and contributions | 14,802 | 18,471 | 64 | 67 | 14,866 | 18,538 |
| Capital grants and contributions | 52,453 | 46,550 | 4,755 | 52,540 | 57,208 | 99,090 |
| General revenues: | | | | | | |
| Property taxes | 78,918 | 78,573 | | | 78,918 | 78,573 |
| General sales taxes | 46,835 | 43,801 | | | 46,835 | 43,801 |
| Other taxes | 63,661 | 60,950 | | | 63,661 | 60,950 |
| Grants and contributions not restricted as to use | 1,815 | 2,018 | | | 1,815 | 2,018 |
| Other | 11,206 | 3,723 | 5,199 | 3,557 | 16,405 | 7,280 |
| Total revenues | <u>292,950</u> | <u>284,788</u> | <u>143,545</u> | <u>175,561</u> | <u>436,495</u> | <u>460,349</u> |
| Expenses (net of indirect costs): | | | | | | |
| Governance, strategic services and operations | 19,419 | 14,835 | | | 19,419 | 14,835 |
| Infrastructure and development | 53,306 | 50,553 | | | 53,306 | 50,553 |
| Public safety | 98,395 | 100,374 | | | 98,395 | 100,374 |
| Parks and recreation, tourism | 26,423 | 23,787 | | | 26,423 | 23,787 |
| Community services | 16,499 | 7,520 | | | 16,499 | 7,520 |
| Community development and workforce training | 22,483 | 19,004 | | | 22,483 | 19,004 |
| Interest on long-term debt and capital leases | 1,679 | 1,906 | | | 1,679 | 1,906 |
| Water and sewer | | | 65,639 | 59,401 | 65,639 | 59,401 |
| Sanitation and solid waste disposal | | | 26,032 | 16,599 | 26,032 | 16,599 |
| Parking services | | | 16,583 | 14,534 | 16,583 | 14,534 |
| Civic center and golf course | | | 5,287 | 3,988 | 5,287 | 3,988 |
| Total expenses | <u>238,204</u> | <u>217,979</u> | <u>113,541</u> | <u>94,522</u> | <u>351,745</u> | <u>312,501</u> |
| Increase in net position before contributions and transfers | 54,746 | 66,809 | 30,004 | 81,039 | 84,750 | 147,848 |
| Transfers | (7,316) | (6,173) | 7,316 | 6,173 | | |
| Change in net position | 47,430 | 60,636 | 37,320 | 87,212 | 84,750 | 147,848 |
| Net position - January 1, as restated | 874,312 | 813,676 | 557,737 | 470,525 | 1,432,049 | 1,284,201 |
| Net position - December 31 | <u>\$ 921,742</u> | <u>\$ 874,312</u> | <u>\$ 595,057</u> | <u>\$ 557,737</u> | <u>\$ 1,516,799</u> | <u>\$ 1,432,049</u> |

Governmental activities. Governmental activities increased the City's net position by \$47,430,426. Key elements of this increase are as follows:

- Capital grants and contributions were recognized in 2019 in the amount of \$52,452,706. Most of this revenue, \$40,724,543 was special purpose local option sales taxes received from Chatham County. An additional amount totaling \$2,990,823 was the value of infrastructure assets such as roads and bridges constructed by other governments and private developers, which were conveyed to the City during the year. The City also received real property from developers in the New Hampstead area to be used as a park and a conservation area valued at \$2,807,900.
- Property taxes increased by \$345,640 (0.4%) during the year as compared to 2018. This small increase was mainly due to the City adopting the 2019 rollback millage rate. The rollback millage rate is the millage rate that produces the same amount of tax revenue after property reassessments have occurred. Growth in the taxable digest occurred at a rate of 5.8% in 2019 compared to 2018 and has an averaged 4.7% annual growth over the past 5 years. This new growth can be attributed to real estate development within the City, which increased by \$54,090,259 in taxable value. Personal property values also increased in 2019 up by a total taxable value of \$92,224,741 compared to 2018. Declines were experienced in vehicle title fees collected in 2019, which were 16.9% lower than 2018, with total collections of \$4,553,973 in 2019 compared to 2018 collections of \$5,484,008.
- General sales tax revenue collections totaled \$46,835,375 in 2019 and grew by 6.9% compared to 2018. This increase is reflective of increased taxable sales within the county. The City's percentage share of county-wide general sales tax revenues remained unchanged in 2019 with the City receiving 57.0% of sales tax collected within the county.
- Selective sales tax revenues increased in 2019 by \$1,287,478 (4.4%) compared to 2018. This increase is mostly attributable to increased tourist traffic for the City in 2019 compared to 2018, which increased hotel/motel revenues by \$1,047,910 (4.8%). A year over year increase was also seen in excise taxes collected on liquor sold by the drink. The 2019 revenues from this source increased to \$1,973,474 up \$353,141 from 2018, which was a 21.8% increase.
- Gain on sale of capital assets increased by \$5,470,822 in 2019 compared to the 2018 total. This increase resulted from the sale of several downtown holdings as the City works to consolidate its facilities into a single, municipal complex. Major properties sold during the year include 132 East Broughton Street, 601 East Liberty Street, 6 West Henry Street and a vacant lot on East Oglethorpe Avenue.

For 2019, overall governmental activity expenses increased by \$20,225,897 (9.3%) as compared to 2018. In 2019, the public safety activity, which includes police, recorders court and fire protection, experienced a net decrease in expenses of \$1,979,278 (2.0%). Within the public safety activity, expenses for police decreased by \$4,498,539 (6.9%), recorders court decreased by \$272,156 (12.3%) and fire increased by \$2,247,105 (6.9%) for 2019 as compared to 2018. Within the police activity, specific expense decreases occurred in patrol (\$6,117,054) and the chief's office (\$397,767). The fire activity increased expenses in 2019 compared to 2018 by \$1,576,472 (69.7%) for internal services and by \$1,122,577 for pension expense. For 2018, pension expense was \$3,802.

The infrastructure and development activity, which includes the City's public works and building inspection functions, recorded increased expenses of \$2,754,092 (5.4%) in 2019. Within the infrastructure and development activity, expenses increased for signals and street lights by \$351,511 (5.7%) and greenscapes by \$1,259,003 (11.2%). A 2019 expense decrease was experienced in stormwater management in the amount of \$455,288, an 8.7% reduction.

The parks and recreation activity expenses were higher in 2019 by \$3,159,274 (29.2%) compared to the previous year. Part of this increase (\$790,250) can be attributed to cultural contributions which were accounted for in a different activity in the prior year. In addition, recreation maintenance increased expenses by \$261,013 (30.7%) in 2019 compared to 2018.

Expenses related to grant program and administration decreased in 2019 by \$1,443,192 (14.8%) compared to 2018. These expenses are driven by the ability of the City to successfully apply for available grant funds and can vary greatly from year to year. Grant expenses related to the federal workforce investment act and youthbuild grants were lower by a combined amount of \$1,328,439 (17.9%) in 2019 than in 2018. Grant expenditures related to federal public safety grants in 2019 were higher by \$533,183 (37.9%) compared to 2018. Grant related expenses for hurricane recovery efforts were reduced in 2019 by \$3,833,399 (96.0%) compared to 2018. These expenses were necessary to manage storm debris and repair facilities in the wake of Hurricane Matthew and Hurricane Irma, which hit the City in 2016 and 2017, respectively.

Business-type activities. Business-type activities increased the City's net position by \$37,320,212. Key elements of this increase are as follows:

- Charges for services for business-type activities overall increased by \$14,130,580 or 11.8%. The water and sewer activity increased charges for services by \$9,807,389 or 13.6% in 2019 as compared to 2018. This increase is attributable to higher metered water and sewer revenues for retail and wholesale users, increased late payment penalties and increased connection charges. The sanitation activity increased charges for services by \$1,896,521 or 6.7%. This increase resulted from increased interfund services to the city's general fund for street sweeping and litter control, increased revenues for residential pickup services and late payment penalties. Parking facility charges for services increased in 2019 by the amount of \$2,258,284 or 12.8% compared to 2018. This increase resulted mainly from increased revenues related to the on street metered spaces and the commencement of revenues associated with the city's newest parking garage on west River Street.
- Capital grants and contributions, associated with the water and sewer activity, in the amount of \$4,755,245 were recognized in 2019. Within the water and sewer activity, this amount represents the value of infrastructure contributed by developers and other governmental entities to the city during the year.

Overall, expenses for business-type activities increased in 2019 by \$19,020,506, or 20.1%. The water and sewer activity increased expenses by \$5,905,149 (9.9%) in 2019, compared to 2018. The sanitation activity increased expenses by \$9,433,416 (56.8%) in 2019, compared to 2018. The parking activity increased expenses by \$2,382,842 (16.8%) in 2019, compared to 2018. Within the water and sewer activity for 2019, expense increases were related to personal services in the amount of \$1,416,771 (7.9%) and contractual services of \$2,936,062 (19.6%). Within the sanitation activity for 2019, expense increases were related to personal services in the amount of \$587,247 (5.7%) and contractual services in the amount of \$1,721,770 (26.8%). In addition, the 2019 landfill closure and post closure care cost was \$7,129,274 higher than the expense reported in 2018. Within the parking facilities activity for 2019, expense increases were related to personal services in the amount of \$192,962 (5.5%) and contractual services in the amount of \$784,222 (18.9%). Expenses in the parking facilities activity were lower in 2019 for commodities by \$1,055,376, a reduction from the \$1,314,511 reported in 2018. Overall expenses in the civic center activity were higher in 2019 compared to 2018 by \$1,239,327 (32.9%) due to increases in commodities (\$190,972 or 81.7%) and contractual services (\$136,303 or 10.4%). The civic center activity also incurred \$725,738 in debt issuance expense in 2019 compared to zero expense for this purpose in 2018 when no debt was issued.

Financial Analysis of the Government's Funds

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

Government funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, 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.

As of the end of the 2019 fiscal year, the City's governmental funds reported combined ending fund balances of \$325,016,570, an increase of \$33,570,482 for the year ended December 31, 2019. Approximately 10.6% of the fund balance (\$34,604,633) is classified as unassigned. These funds are available for spending in future years without restrictions. The largest portion of fund balance, \$210,915,965 or 64.9% is classified as restricted. These balances are available for spending in future years but are restricted for specific purposes. Of the restricted amount reported at year end, \$187,922,402 is for SPLOST projects, \$2,228,029 is for tax allocation district projects, \$18,419,453 is for other capital projects, \$528,926 is for public safety purposes, \$977,212 is for debt service and \$839,943 is for economic development purposes. The City's committed fund balance at year end was \$72,296,411. Committed fund balances represent amounts that have been constrained by the mayor and council for specific purposes. As of December 31, 2019, committed fund balance consisted of \$67,730,575 for other capital projects,

\$2,064,381 for property redevelopment and \$2,501,455 in open purchase orders. The final category of fund balance shown is nonspendable and consists of assets set aside for perpetual care of the City's cemeteries. Nonspendable fund balance at year end was \$7,199,561.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$40,927,903. As a measure of the general fund's liquidity, it is useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 20.2% of total general fund expenditures plus transfers-out.

The fund balance of the City's general fund increased in 2019 by \$3,790,302. Key factors in this increase are as follows:

- Property tax revenues increased by \$539,958 (0.7%) compared to the prior year. This increase was small relative to the growth in the taxable digest because of the City's decision to adopt a lower, final millage rate of 12.856 mills when compared to the 2018 millage rate of 13.4 mills.
- Revenues from general sales taxes increased by \$3,034,772 (6.9%) compared to the prior year. The additional revenue was derived from increased economic activity during 2019, which resulted in increased taxable sales compared to 2018.
- Charges for services were lower in 2019 by \$3,645,186 (42.9%) compared to 2018. This decrease can be mainly attributed to a decrease in policing fees charged to Chatham County, which were lower by \$3,698,754 (65.7%) in 2019 compared to 2018. This sharp decrease resulted from the City not providing any police protection in the unincorporated areas of the county during 2019.

Overall total expenditures (and transfers out) of the general fund were \$203,047,998 in 2019, which is an increase of \$1,367,300 (0.7%) compared to 2018. Significant increases in expenditures for 2019 were experienced in municipal operations (\$2,973,706 or 19.7%), infrastructure and development (\$1,536,771 or 4.1%), parks and recreation (\$807,325 or 8.5%) and community services (\$8,305,219 or 92.2%). The increase in community services is mostly attributable to the one-time payment of lawsuit settlements during 2019. Significant decreases in expenditures for 2019 were experienced in police (\$5,725,711 or 9.2%), fire (\$507,935 or 1.5%) and social and cultural (\$1,277,296 or 100.0%). An accounting change for 2019 split expenditures for social and cultural activities between parks and recreation and community services and eliminated the social and cultural category.

The community development fund is used by the City to account for the receipt and expenditure of federal grant program funds such as community development block grant funds, HOME program funds and several revolving loan programs. In 2019, this fund expended \$8,274,760 on the City's community development program and its administration. Of this total, in 2019 the community development fund expended \$104,500 for debt service payments related to Section 108 loans owed by the City.

The City maintains the capital improvement fund, which is used to account for revenues and expenditures related to major construction projects that benefit the governmental functions of the City. In 2019, the capital improvement fund received revenues which included \$1,592,744 from intergovernmental sources, investment income of \$383,979 and revenue from miscellaneous sources in the amount of \$928,163. During 2019, the capital improvement fund received transfers in from the general fund totaling \$13,220,973. The capital improvement fund expended \$20,145,347 for the construction of capital projects and \$2,000 for debt issuance costs during 2019. As of the end of 2019, the capital improvement fund had a fund balance of \$86,150,028, all of which is required for approved capital projects.

The City also maintains the SPLOST 2014-2020 fund, which is used to account for revenues and expenditures related to the special purpose local option sales tax referendum passed by local voters in 2013. The City began receiving tax revenues associated with this tax in 2014. In 2019, the SPLOST 2014-2020 fund received \$40,606,756 in special purpose local option sales taxes and expended \$18,391,971 for the construction of capital projects. As of the end of 2019, the SPLOST 2014-2020 fund had a fund balance of \$145,861,627, all of which is required for projects specified within the authorizing referendum.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the water and sewer fund at the end of the year amounted to \$151,315,063, which is an increase from the prior year of \$10,745,218.

Though not restricted as such, this balance is earmarked for capital improvements needed for the water and sewer system in future years. Unrestricted sanitation fund net position at year end was \$8,030,588, an increase of \$1,216,255 compared to 2018. Unrestricted parking services net position increased by \$3,008,561 for 2019 and ended the year with a balance of \$17,359,233. Unrestricted net position for the civic center fund ended 2019 at \$126,074, which was a decrease of \$397,010 from 2018. Unrestricted net position for the non-major enterprise funds at the end of 2019 was \$311,761 which is \$6,188 higher than the prior year end.

General Fund Budgetary Highlights

The difference between the 2019 original budget appropriations, including transfers out, and the 2019 final amended budget appropriation for expenditures and transfers out reflects an increase of \$11,502,186 which is 5.7%. Transfers out to the capital improvement fund were increased by \$6,330,973 at year end to fund planned future projects. This additional capital contribution was made possible mostly by favorable variances within the City's 2019 expenditure budget. Significant budget amendments reflect increases in appropriations for community services in the amount of \$3,788,553 and the fire department in the amount of \$935,750. Significant budget amendments reflect decreases in appropriations for infrastructure and development of \$940,870, tourism enhancement of \$923,356, police department of \$894,596 and municipal operations of \$732,646.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business type activities as of December 31, 2019, amounted to \$1,237,045,145 (net of accumulated depreciation). The investment in capital assets includes land; plants and buildings; improvements other than buildings; machinery, equipment and fixtures; streets and drainage; and construction in progress. The total net increase in the value of the City's investment in capital assets for the current fiscal year was \$75,698,736 (a \$15,790,113 net increase for governmental activities and a \$59,908,623 net increase for business-type activities).

Major capital asset events during the current fiscal year included the following:

- Various governmental capital asset projects, including land purchases, with a total value of \$31,431,130 were completed or acquired during the year. The total value of governmental capital assets of all types still under construction at year end was \$188,415,659. A variety of street and drainage construction projects with a total value of \$7,666,387 were completed or acquired during the year. Machinery and other rolling stock valued at \$7,727,905 was placed into service during the year. Buildings and other improvements valued at \$8,041,064 were completed during the year.
- Various business-type plant capital asset projects, including land purchases, with a total value of \$14,344,617 were completed or acquired during the year. The total value of business-type capital assets of all types still under construction at year end was \$159,776,938.

The following table summarizes the City's governmental activity and business-type activity capital assets by major category as of the end of 2019 and 2018:

| City of Savannah - Capital Assets (\$000) | | | | | | |
|---|-------------------------|------------------|--------------------------|------------------|--------------------|--------------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| Land | \$ 80,918 | \$ 77,765 | \$ 8,017 | \$ 9,009 | \$ 88,935 | \$ 86,774 |
| Plants and Buildings | 70,024 | 70,440 | 736,938 | 727,536 | 806,962 | 797,976 |
| Improvements other than buildings | 99,667 | 96,889 | 39,797 | 37,977 | 139,464 | 134,866 |
| Machinery, equipment and fixtures | 134,909 | 135,665 | 40,702 | 38,474 | 175,611 | 174,139 |
| Streets and drainage | 533,384 | 525,718 | | | 533,384 | 525,718 |
| Construction in progress | 188,416 | 165,752 | 159,777 | 91,698 | 348,193 | 257,450 |
| Less accumulated depreciation | (421,710) | (402,411) | (433,794) | (413,166) | (855,504) | (815,577) |
| Total | <u>\$685,608</u> | <u>\$669,818</u> | <u>\$551,437</u> | <u>\$491,528</u> | <u>\$1,237,045</u> | <u>\$1,161,346</u> |

Additional information on the City's capital assets can be found in Notes to the Financial Statements Note 5 - Capital Assets on pages 58 - 61 of this report.

Long-term debt. At the end of year 2019, the City had total bonded debt (excluding special assessment debt) outstanding of \$41,718,695 (net of unamortized premiums and discounts). In addition to bonded debt, the City also had outstanding notes of \$18,849,335, and contractual obligations that secured bonds issued by certain public authorities (which are not part of the City entity) totaling \$203,827,617. All three types of debt obligations totaled \$264,395,647. Of this amount, \$66,162,094 comprises debt backed by the full faith and credit of the City and \$198,233,553 represents debt secured by specified revenue sources.

The following table summarizes outstanding debt of the City as of the end of 2019 and 2018:

City of Savannah - Outstanding Debt (\$000)*
(General obligation bonds, notes, revenue bonds and contractual obligations)

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------------|-------------------------|------------------|--------------------------|-------------------|-------------------|-------------------|
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| General obligation bonds | \$ 6,000 | \$ 6,000 | \$ - | \$ - | \$ 6,000 | \$ 6,000 |
| Revenue bonds | | | 24,634 | 27,379 | 24,634 | 27,379 |
| Contractual obligations | 60,062 | 61,959 | 154,851 | 103,977 | 214,913 | 165,936 |
| Notes | 100 | 200 | 18,749 | 16,867 | 18,849 | 17,067 |
| Total | <u>\$ 66,162</u> | <u>\$ 68,159</u> | <u>\$ 198,234</u> | <u>\$ 148,223</u> | <u>\$ 264,396</u> | <u>\$ 216,382</u> |

* Excluding special assessment debt.

As of the end of 2019, the City's total debt had increased by \$48,013,763 (22.2%) when compared to the amount outstanding at the end of 2018. During 2019, the City issued \$63,245,000 in new debt through the Downtown Savannah Authority. Proceeds of these issues were used for public capital improvements in the construction and equipping of a new parking garage (\$9,685,000) on the west end of River Street and a new civic center arena (\$45,120,000) on the west side

of downtown. In addition, the City utilized a low interest loan from the Georgia Environmental Finance Authority to construct improvements to the City's main wastewater reclamation plant. As of the end of 2019, the City had drawn \$18,749,335 against the total loan commitment of \$28,470,000. During 2019, the City also issued \$8,440,000 in new bonds through the Downtown Savannah Authority to repay outstanding amounts on the Downtown Savannah Authority, Series 2009B bonds to achieve interest rate reduction savings. In addition, certain debt amounts outstanding were reduced by the City meeting regularly scheduled debt service payments during 2019. The City's general obligation credit rating is "AA+" by Standard & Poor's, and "Aa1" by Moody's. The credit rating assigned to water and sewer revenue debt of the City is "AA+" by Standard & Poor's, and "Aa1" by Moody's.

State statutes limit the amount of general obligation bonded debt a governmental entity may issue up to 10% of its total assessed valuation. The current debt limitation for the City is \$596,880,428. As of December 31, 2019 the City had outstanding general obligation bonded debt totaling \$6,000,000.

Additional information on the City's long-term debt can be found in the Notes to the Financial Statements [Note 6 - Long-Term Liabilities](#) on pages 62 - 73 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Savannah MSA as of the end of 2019 was 2.7% compared to 3.6% as of the end of 2018. The unemployment rate for the Savannah MSA as of December 2019 was lower than that of the State of Georgia as a whole (3.1%). The national average as of December 2019 was 3.5%.
- The City's property tax digest value increased by 5.8% in 2019 compared to a 4.4% increase in 2018.
- Hotel motel tax collections were the highest on record at the City and were 4.9% higher in 2019 compared to 2018.

All of these factors were considered in preparing the City of Savannah's budget for the 2020 fiscal year. The 2020 adopted budget is balanced and includes a tentative property tax millage rate of 12.856 mills, which is unchanged from the final millage for 2019. In addition, no draw on the City's general fund reserves was necessary in order to balance the 2020 adopted budget.

Rates for water and sewer service for 2020 are increased from 2019. The base charges will remain the same; however, consumption charges will increase for the median inside City customer by \$1.95 per month, or 4.2%. The increase is necessary to fund anticipated increases in the operation and maintenance costs of the system and to fund the water and sewer system capital improvement/capital maintenance plan. Rates for the sanitation fund are also increased in 2020. The monthly cost of residential curbside pickup is increased by 2.9% from \$34.86 per month for 2019 to \$35.88 per month for 2020. The commercial disposal fee is increased from \$4.63/cy to \$4.77/cy, or 2.9%.

Requests for Information

This financial report is designed to provide a general overview of the City of Savannah's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Chief Financial Officer, City of Savannah, Post Office Box 1027, Savannah, Georgia 31402.

CITY OF SAVANNAH, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2019

| | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
|---|----------------------------|-----------------------------|------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 157,179,651 | \$ 190,917,321 | \$ 348,096,972 |
| Receivables (net) | 38,333,881 | 31,759,365 | 70,093,246 |
| Internal balances | (117,808) | 117,808 | |
| Inventories | 1,048,666 | 6,004 | 1,054,670 |
| Restricted assets: | | | |
| Cash and investments | 218,668,968 | 79,661,470 | 298,330,438 |
| Accounts receivable | 495,077 | 58,339 | 553,416 |
| Notes receivable, due within one year | 2,231,335 | | 2,231,335 |
| Notes receivable, long term | 22,249,720 | | 22,249,720 |
| Property held for resale | 726,972 | | 726,972 |
| Capital assets: | | | |
| Land and construction in progress | 269,333,904 | 167,793,725 | 437,127,629 |
| Other capital assets, net of depreciation | 416,274,469 | 383,643,047 | 799,917,516 |
| Total assets | 1,126,424,835 | 853,957,079 | 1,980,381,914 |
| <u>DEFERRED OUTFLOWS OF RESOURCES</u> | | | |
| Deferred amounts from refunding of debt | | 349,469 | 349,469 |
| Pension related deferred outflows | 28,728,590 | 7,938,298 | 36,666,888 |
| OPEB related deferred outflows | 4,862,899 | 1,564,822 | 6,427,721 |
| Total deferred outflows of resources | 33,591,489 | 9,852,589 | 43,444,078 |
| Total assets and deferred outflows of resources | \$ 1,160,016,324 | \$ 863,809,668 | \$ 2,023,825,992 |
| <u>LIABILITIES</u> | | | |
| Accounts payable and accrued liabilities | \$ 14,720,999 | \$ 12,005,650 | \$ 26,726,649 |
| Interest payable | 820,557 | 1,597,960 | 2,418,517 |
| Payable from restricted assets: | | | |
| Deposits | 4,749,078 | 5,499,331 | 10,248,409 |
| Interest payable | 1,021 | 49,188 | 50,209 |
| Unexpended grant proceeds | 3,538,530 | | 3,538,530 |
| Current portion of debt payable | | 317,917 | 317,917 |
| Long-term liabilities: | | | |
| Due within one year | 16,649,677 | 6,756,894 | 23,406,571 |
| Due in more than one year | 77,623,450 | 208,880,696 | 286,504,146 |
| Net pension liability due in more than one year | 94,623,876 | 26,662,452 | 121,286,328 |
| Net OPEB liability due in more than one year | 8,334,267 | 2,631,874 | 10,966,141 |
| Total liabilities | 221,061,455 | 264,401,962 | 485,463,417 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | | |
| Deferred revenue from program income | 2,787,266 | | 2,787,266 |
| Deferred amounts from refunding of debt | 53,495 | | 53,495 |
| Pension related deferred inflows | 5,544,352 | 1,562,250 | 7,106,602 |
| OPEB related deferred inflows | 8,827,713 | 2,787,699 | 11,615,412 |
| Total deferred inflows of resources | 17,212,826 | 4,349,949 | 21,562,775 |
| <u>NET POSITION</u> | | | |
| Net investment in capital assets | 646,365,922 | 414,569,775 | 1,060,935,697 |
| Restricted for: | | | |
| Sales tax capital projects | 187,922,402 | | 187,922,402 |
| Other capital projects | 20,647,482 | | 20,647,482 |
| Community development projects | 21,509,504 | | 21,509,504 |
| HUD section 108 projects | 406,219 | | 406,219 |
| Nonexpendable perpetual care | 7,347,696 | | 7,347,696 |
| Debt service | 155,628 | 3,345,263 | 3,500,891 |
| Convention and tourism | 433,724 | | 433,724 |
| Court technology fee | 409,260 | | 409,260 |
| Other grants | 659,055 | | 659,055 |
| Unrestricted | 35,885,151 | 177,142,719 | 213,027,870 |
| Total net position | 921,742,043 | 595,057,757 | 1,516,799,800 |
| Total liabilities, deferred inflows of resources and net position | \$ 1,160,016,324 | \$ 863,809,668 | \$ 2,023,825,992 |

The notes to the financial statements are an integral part of this statement.

**CITY OF SAVANNAH, GEORGIA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2019**

| FUNCTIONS/PROGRAMS | EXPENSES | INDIRECT COSTS | PROGRAM REVENUES | | | NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION | | |
|--|----------------|----------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|------------------|
| | | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental activities: | | | | | | | | |
| Governance and strategic services | \$ 6,575,515 | \$ - | \$ - | \$ - | \$ - | \$ (6,575,515) | | \$ (6,575,515) |
| Municipal operations | 18,876,943 | (6,033,780) | 3,985,510 | | | (8,857,653) | | (8,857,653) |
| Infrastructure and development | 53,307,213 | | 1,607,179 | 126,417 | 52,410,764 | 837,147 | | 837,147 |
| Police | 60,974,083 | | 3,635,573 | 1,381,331 | 5,231 | (55,951,948) | | (55,951,948) |
| Recorder's court | 2,488,010 | | 3,494,761 | | | 1,006,751 | | 1,006,751 |
| Fire | 34,912,598 | 19,822 | 547,042 | 609,823 | | (33,775,555) | | (33,775,555) |
| Parks and recreation | 13,975,108 | | 1,188,575 | 487,347 | | (12,299,186) | | (12,299,186) |
| Tourism enhancement | 12,448,449 | | 1,821,202 | | | (10,627,247) | | (10,627,247) |
| Community services | 16,498,228 | | 5,038,878 | | | (11,459,350) | | (11,459,350) |
| Grant program and administration | 8,188,238 | 91,034 | | 7,535,278 | 36,711 | (707,283) | | (707,283) |
| Community development program and administration | 13,689,713 | 514,078 | 1,941,168 | 4,661,397 | | (7,601,226) | | (7,601,226) |
| Interest on long-term debt | 1,678,746 | | | | | (1,678,746) | | (1,678,746) |
| Total governmental activities | 243,612,844 | (5,408,846) | 23,259,888 | 14,801,593 | 52,452,706 | (147,689,811) | | (147,689,811) |
| Business-type activities: | | | | | | | | |
| Water and sewer | 62,857,455 | 2,781,757 | 81,993,940 | 63,629 | 4,755,245 | | \$ 21,173,602 | 21,173,602 |
| Sanitation | 25,134,410 | 898,044 | 30,168,761 | | | | 4,136,307 | 4,136,307 |
| Parking facilities | 15,090,806 | 1,492,095 | 19,825,699 | | | | 3,242,798 | 3,242,798 |
| Civic center | 4,816,075 | 236,950 | 1,539,001 | | | | (3,514,024) | (3,514,024) |
| Golf course | 233,686 | | | | | | (233,686) | (233,686) |
| Total business-type activities | 108,132,432 | 5,408,846 | 133,527,401 | 63,629 | 4,755,245 | | 24,804,997 | 24,804,997 |
| Total | \$ 351,745,276 | \$ - | \$ 156,787,289 | \$ 14,865,222 | \$ 57,207,951 | (147,689,811) | 24,804,997 | (122,884,814) |
| General Revenues: | | | | | | | | |
| Taxes: | | | | | | | | |
| Property taxes | | | | | | 78,918,345 | | 78,918,345 |
| Intangible, transfer and franchise taxes | | | | | | 21,696,074 | | 21,696,074 |
| General sales taxes | | | | | | 46,835,375 | | 46,835,375 |
| Selective sales taxes | | | | | | 30,738,556 | | 30,738,556 |
| Business taxes | | | | | | 11,227,120 | | 11,227,120 |
| Penalties and interest on delinquent taxes | | | | | | 759,738 | | 759,738 |
| Grants and contributions not restricted to specific programs | | | | | | 1,815,219 | | 1,815,219 |
| Investment earnings, unrestricted | | | | | | 3,134,735 | 4,191,355 | 7,326,090 |
| Gain on sale of capital assets | | | | | | 5,986,296 | | 5,986,296 |
| Miscellaneous revenue | | | | | | 1,325,095 | 1,007,544 | 2,332,639 |
| Transfers | | | | | | (7,316,316) | 7,316,316 | |
| Total general revenues and transfers | | | | | | 195,120,237 | 12,515,215 | 207,635,452 |
| Change in net position | | | | | | 47,430,426 | 37,320,212 | 84,750,638 |
| Net position, beginning | | | | | | 874,311,617 | 557,737,545 | 1,432,049,162 |
| Net position, ending | | | | | | \$ 921,742,043 | \$ 595,057,757 | \$ 1,516,799,800 |

The notes to the financial statements are an integral part of this statement.

**CITY OF SAVANNAH, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2019**

| | GENERAL | COMMUNITY DEVELOPMENT | CAPITAL IMPROVEMENT | SPLOST 2014-2020 | NONMAJOR GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
|--|-----------------------|--------------------------|------------------------|-----------------------|-----------------------------------|--------------------------------|
| <u>ASSETS</u> | | | | | | |
| Cash and investments | \$ 83,122,107 | \$ 1,819,267 | \$ 18,502,282 | \$ - | \$ 954,205 | \$ 104,397,861 |
| Receivables, net | 15,833,267 | | | | 1,814,313 | 17,647,580 |
| Due from other funds | 8,017,009 | | 49,842,074 | | | 57,859,083 |
| Due from other governments | 7,215,483 | 1,326,053 | | 2,269,204 | 9,138,972 | 19,949,712 |
| Restricted assets: | | | | | | |
| Cash and investments | | 24,371 | 18,419,453 | 144,910,862 | 55,314,282 | 218,668,968 |
| Receivables, net | | | | | 255,712 | 255,712 |
| Special assessment receivable, net | | | | | 121,679 | 121,679 |
| Notes receivable, long-term | | 24,481,055 | | | | 24,481,055 |
| Property held for resale | 726,972 | | | | | 726,972 |
| Total assets | <u>\$ 114,914,838</u> | <u>\$ 27,650,746</u> | <u>\$ 86,763,809</u> | <u>\$ 147,180,066</u> | <u>\$ 67,599,163</u> | <u>\$ 444,108,622</u> |
| <u>LIABILITIES</u> | | | | | | |
| Accounts payable | \$ 5,772,754 | \$ 156,440 | \$ 613,781 | \$ 1,318,439 | \$ 3,204,928 | \$ 11,066,342 |
| Accrued liabilities | 2,978,868 | | | | | 2,978,868 |
| Due to other funds | 49,842,074 | | | | 8,134,817 | 57,976,891 |
| Payable from restricted assets: | | | | | | |
| Unexpended grant proceeds | | 2,988,593 | | | 549,937 | 3,538,530 |
| Escrow deposits | 4,724,709 | 24,371 | | | | 4,749,080 |
| Total liabilities | <u>63,318,405</u> | <u>3,169,404</u> | <u>613,781</u> | <u>1,318,439</u> | <u>11,889,682</u> | <u>80,309,711</u> |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | | | | | |
| Unavailable property taxes | 5,645,468 | | | | | 5,645,468 |
| Unavailable program income | 457,226 | 24,481,342 | | | 269,814 | 25,208,382 |
| Unavailable grant proceeds | | | | | 7,928,491 | 7,928,491 |
| Total deferred inflows of resources | <u>6,102,694</u> | <u>24,481,342</u> | | | <u>8,198,305</u> | <u>38,782,341</u> |
| <u>FUND BALANCES</u> | | | | | | |
| Nonspendable | | | | | 7,199,561 | 7,199,561 |
| Restricted | | | 18,419,453 | 145,861,627 | 46,634,885 | 210,915,965 |
| Committed | 4,565,836 | | 67,730,575 | | | 72,296,411 |
| Unassigned | 40,927,903 | | | | (6,323,270) | 34,604,633 |
| Total fund balance | <u>45,493,739</u> | | <u>86,150,028</u> | <u>145,861,627</u> | <u>47,511,176</u> | <u>325,016,570</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 114,914,838</u> | <u>\$ 27,650,746</u> | <u>\$ 86,763,809</u> | <u>\$ 147,180,066</u> | <u>\$ 67,599,163</u> | <u>\$ 444,108,622</u> |

The notes to the financial statements are an integral part of this statement.

**CITY OF SAVANNAH, GEORGIA
RECONCILIATION OF THE BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2019**

Amounts reported for governmental activities on the Statement of Net Position (page 14) differs from the amount reported on the Balance Sheet for Governmental Funds because:

| | |
|---|------------------------------|
| Total fund balances for Governmental Funds (page 16) | \$ 325,016,570 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 652,828,709 |
| Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the governmental fund financial statements. | 19,219,424 |
| Unavailable revenues are not available to pay for current-period expenditures and are not recognized as revenues at the fund level | 35,995,075 |
| Internal service funds are used by management to charge costs of fleet management, information services and risk management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. | 76,687,292 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds | <u>(188,005,027)</u> |
| Net position of governmental activities (page 14) | <u><u>\$ 921,742,043</u></u> |

CITY OF SAVANNAH, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2019

| | GENERAL | COMMUNITY DEVELOPMENT | CAPITAL IMPROVEMENT | SPLOST 2014-2020 | NONMAJOR GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
|---|----------------------|--------------------------|------------------------|-----------------------|-----------------------------------|--------------------------------|
| REVENUES: | | | | | | |
| Property taxes | \$ 79,139,910 | \$ - | \$ - | \$ - | \$ 431,299 | \$ 79,571,209 |
| Intangible, transfer and franchise taxes | 21,696,074 | | | | | 21,696,074 |
| General sales tax | 46,835,375 | | | | | 46,835,375 |
| Selective sales taxes | 5,990,456 | | | | 24,748,101 | 30,738,557 |
| Business taxes | 11,227,120 | | | | | 11,227,120 |
| Penalties and interest on delinquent taxes | 759,738 | | | | | 759,738 |
| Licenses and permits | 2,697,237 | | | | | 2,697,237 |
| Inspection fees | 4,512,357 | | | | | 4,512,357 |
| Intergovernmental revenue | 2,302,566 | 4,661,397 | 1,592,744 | 40,606,756 | 8,843,841 | 58,007,304 |
| Charges for services | 4,845,039 | 730,383 | | | 2,374,471 | 7,949,893 |
| Indirect cost allocations | 6,571,260 | | | | | 6,571,260 |
| Fines and forfeitures | 3,998,580 | | | | | 3,998,580 |
| Investment income | 1,799,397 | 250,429 | 383,979 | 2,698,762 | 1,071,216 | 6,203,783 |
| Miscellaneous revenue | 2,437,833 | 178,829 | 928,163 | | 168,925 | 3,713,750 |
| Total revenues | <u>194,812,942</u> | <u>5,821,038</u> | <u>2,904,886</u> | <u>43,305,518</u> | <u>37,637,853</u> | <u>284,482,237</u> |
| EXPENDITURES: | | | | | | |
| Current: | | | | | | |
| Governance and strategic services | 6,229,225 | | | | | 6,229,225 |
| Municipal operations | 18,074,164 | | | | | 18,074,164 |
| Infrastructure and development | 38,984,585 | | | | | 38,984,585 |
| Police | 56,792,658 | | | | 752,548 | 57,545,206 |
| Recorder's court | 2,373,056 | | | | 71,431 | 2,444,487 |
| Fire | 32,597,225 | | | | 449,585 | 33,046,810 |
| Parks and recreation | 10,285,263 | | | | | 10,285,263 |
| Tourism enhancement | 468,024 | | | | 11,985,050 | 12,453,074 |
| Community services | 17,311,801 | | | | | 17,311,801 |
| Grant program and administration | | | | | 8,339,883 | 8,339,883 |
| Community development program and administration | 266,671 | 8,170,260 | | | | 8,436,931 |
| Debt Service: | | | | | | |
| Principal | | 100,000 | | | 1,735,000 | 1,835,000 |
| Interest and fiscal charges | | 4,500 | | | 2,285,452 | 2,289,952 |
| Bond issuance costs | | | 2,000 | | 74,480 | 76,480 |
| Capital outlay | | | 20,145,347 | | 3,749,291 | 23,894,638 |
| Capital outlay - SPLOST funded | | | | 18,391,971 | 4,324,498 | 22,716,469 |
| Total expenditures | <u>183,382,672</u> | <u>8,274,760</u> | <u>20,147,347</u> | <u>18,391,971</u> | <u>33,767,218</u> | <u>263,963,968</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>11,430,270</u> | <u>(2,453,722)</u> | <u>(17,242,461)</u> | <u>24,913,547</u> | <u>3,870,635</u> | <u>20,518,269</u> |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Transfers in | 11,936,560 | 2,453,722 | 13,220,973 | | 4,000,253 | 31,611,508 |
| Transfers out | (19,665,326) | | | | (14,182,433) | (33,847,759) |
| Debt issuance | | | | | 8,440,000 | 8,440,000 |
| Payment to fiscal agent | | | | | (8,270,000) | (8,270,000) |
| Sale of capital assets | 88,798 | | 15,029,666 | | | 15,118,464 |
| Total other financing sources (uses) | <u>(7,639,968)</u> | <u>2,453,722</u> | <u>28,250,639</u> | | <u>(10,012,180)</u> | <u>13,052,213</u> |
| Net change in fund balances | 3,790,302 | | 11,008,178 | 24,913,547 | (6,141,545) | 33,570,482 |
| Fund balances, beginning of year | 41,703,437 | | 75,141,850 | 120,948,080 | 53,652,721 | 291,446,088 |
| Fund balances, end of year | <u>\$ 45,493,739</u> | <u>\$ -</u> | <u>\$ 86,150,028</u> | <u>\$ 145,861,627</u> | <u>\$ 47,511,176</u> | <u>\$ 325,016,570</u> |

The notes to the financial statements are an integral part of this statement.

**CITY OF SAVANNAH, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2019**

Amounts reported for governmental activities in the Statement of Activities (page 15) are different because:

| | |
|--|-----------------------------|
| Net change in fund balances - total governmental funds (page 18) | \$ 33,570,482 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. | 20,027,991 |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position. | (2,651,370) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | (4,070,891) |
| The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 1,957,634 |
| Some revenues/expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | (5,753,180) |
| Internal service funds are used by management to charge costs of fleet management, information services, and risk management to individual funds. | 2,641,503 |
| The net revenue of certain activities of internal service funds is reported with governmental activities. | <u>1,708,257</u> |
| Change in net position of governmental activities (page 15) | <u><u>\$ 47,430,426</u></u> |

CITY OF SAVANNAH, GEORGIA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2019

| ENTERPRISE FUNDS | | | | | | | | INTERNAL SERVICE FUNDS | | | | | | |
|---|----|-----------------|------------|------------------|--------------|---------------------------|--------|------------------------|----|-------------|----|---------------|----|--------------|
| ASSETS | | WATER AND SEWER | SANITATION | PARKING SERVICES | CIVIC CENTER | NONMAJOR ENTERPRISE FUNDS | TOTALS | INTERNAL SERVICE FUNDS | | | | | | |
| <u>ASSETS</u> | | | | | | | | | | | | | | |
| ASSETS | | | | | | | | | | | | | | |
| Current assets: | | | | | | | | | | | | | | |
| Cash and investments | \$ | 144,746,589 | \$ | 22,404,653 | \$ | 21,965,848 | \$ | 1,488,470 | \$ | 311,761 | \$ | 190,917,321 | \$ | 52,781,790 |
| Receivables, net | | 22,090,556 | | 9,668,341 | | 468 | | | | | | 31,759,365 | | 854,272 |
| Due from other funds | | | | | | | | 117,808 | | | | 117,808 | | |
| Inventories | | | | | | | | 6,004 | | | | 6,004 | | 1,048,666 |
| Total current assets | | 166,837,145 | | 32,072,994 | | 21,966,316 | | 1,612,282 | | 311,761 | | 222,800,498 | | 54,684,728 |
| Noncurrent assets: | | | | | | | | | | | | | | |
| Restricted assets: | | | | | | | | | | | | | | |
| Cash and investments | | 6,452,241 | | 3,423,470 | | 22,726,373 | | 47,059,386 | | | | 79,661,470 | | |
| Accounts receivable | | | | | | | | 58,339 | | | | 58,339 | | |
| Capital assets: | | | | | | | | | | | | | | |
| Land | | 3,089,210 | | 1,910,772 | | 817,709 | | 606,537 | | 1,592,559 | | 8,016,787 | | |
| Plant, buildings, stations, reservoirs, etc | | 629,945,017 | | 1,455,453 | | 84,051,527 | | 20,388,267 | | 1,097,785 | | 736,938,049 | | 2,479,758 |
| Improvements, other than buildings | | | | 30,234,195 | | 1,114,449 | | 1,810,317 | | 6,637,651 | | 39,796,612 | | 610,615 |
| Machinery and equipment | | 8,365,481 | | 22,181,293 | | 6,626,912 | | 2,047,467 | | 54,443 | | 39,275,596 | | 98,782,974 |
| Other capital assets | | | | | | | | 1,422,048 | | 4,692 | | 1,426,740 | | |
| Less accumulated depreciation | | (326,018,667) | | (46,689,260) | | (36,528,504) | | (20,069,133) | | (4,488,386) | | (433,793,950) | | (69,093,683) |
| Construction in progress | | 77,581,099 | | 14,870,276 | | 56,922,865 | | 9,366,842 | | 1,035,856 | | 159,776,938 | | |
| Total noncurrent assets | | 399,414,381 | | 27,386,199 | | 135,731,331 | | 62,690,070 | | 5,934,600 | | 631,156,581 | | 32,779,664 |
| Total assets | | 566,251,526 | | 59,459,193 | | 157,697,647 | | 64,302,352 | | 6,246,361 | | 853,957,079 | | 87,464,392 |
| <u>DEFERRED OUTFLOWS OF RESOURCES</u> | | | | | | | | | | | | | | |
| Deferred amounts from refunding of debt | | 195,452 | | | | 154,017 | | | | | | 349,469 | | |
| Pension related deferred outflows | | 4,186,381 | | 2,533,091 | | 870,578 | | 348,248 | | | | 7,938,298 | | |
| OPEB related deferred outflows | | 838,985 | | 494,994 | | 169,944 | | 60,899 | | | | 1,564,822 | | |
| Total deferred outflows of resources | | 5,220,818 | | 3,028,085 | | 1,194,539 | | 409,147 | | | | 9,852,589 | | |
| Total assets and deferred outflows of resources | | 571,472,344 | | 62,487,278 | | 158,892,186 | | 64,711,499 | | 6,246,361 | | 863,809,668 | | 87,464,392 |
| <u>LIABILITIES</u> | | | | | | | | | | | | | | |
| Current liabilities: | | | | | | | | | | | | | | |
| Accounts payable | \$ | 6,783,560 | \$ | 1,583,702 | \$ | 1,319,410 | \$ | 2,318,978 | \$ | - | \$ | 12,005,650 | \$ | 675,784 |
| Interest payable | | | | 136,715 | | 1,411,294 | | 49,951 | | | | 1,597,960 | | |
| Current portion of contractual obligations | | | | | | 1,405,000 | | 715,000 | | | | 2,120,000 | | |
| Current portion of notes and bonds payable | | 2,387,083 | | 970,000 | | | | | | | | 3,357,083 | | |
| Current portion of compensated absences | | 695,613 | | 387,147 | | 135,878 | | 61,173 | | | | 1,279,811 | | 230,187 |
| Current portion of claims and judgments payable | | | | | | | | | | | | | | 5,184,178 |
| Total current liabilities | | 9,866,256 | | 3,077,564 | | 4,271,582 | | 3,145,102 | | | | 20,360,504 | | 6,090,149 |
| Noncurrent liabilities: | | | | | | | | | | | | | | |
| Payable from restricted assets: | | | | | | | | | | | | | | |
| Customer deposits | | 2,739,873 | | | | | | 2,759,458 | | | | 5,499,331 | | |
| Interest payable | | 49,188 | | | | | | | | | | 49,188 | | |
| Current portion of revenue bonds payable | | 317,917 | | | | | | | | | | 317,917 | | |
| Contractual obligations | | | | | | 96,619,726 | | 45,025,797 | | | | 141,645,523 | | |
| Notes payable | | 18,749,335 | | | | | | | | | | 18,749,335 | | |
| Revenue bonds payable, net of discount | | 21,928,695 | | 10,115,000 | | | | | | | | 32,043,695 | | |
| Compensated absences | | 824,853 | | 695,714 | | 75,483 | | 31,519 | | | | 1,627,569 | | 173,500 |
| Accrued landfill closure costs | | | | 14,814,574 | | | | | | | | 14,814,574 | | |
| Claims and judgments | | | | | | | | | | | | | | 4,513,451 |
| Net pension liability due in more than one year | | 13,814,392 | | 8,584,562 | | 2,983,558 | | 1,279,940 | | | | 26,662,452 | | |
| Net OPEB liability due in more than one year | | 1,421,212 | | 815,880 | | 289,507 | | 105,275 | | | | 2,631,874 | | |
| Total noncurrent liabilities | | 59,845,465 | | 35,025,730 | | 99,968,274 | | 49,201,989 | | | | 244,041,458 | | 4,686,951 |
| Total liabilities | | 69,711,721 | | 38,103,294 | | 104,239,856 | | 52,347,091 | | | | 264,401,962 | | 10,777,100 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | | | | | | | | | | | | | | |
| Pension related deferred inflows | | 826,124 | | 498,233 | | 161,025 | | 76,868 | | | | 1,562,250 | | |
| OPEB related deferred inflows | | 1,505,358 | | 864,187 | | 306,647 | | 111,507 | | | | 2,787,699 | | |
| Total deferred inflows of resources | | 2,331,482 | | 1,362,420 | | 467,672 | | 188,375 | | | | 4,349,949 | | |
| <u>NET POSITION</u> | | | | | | | | | | | | | | |
| Net investment in capital assets | | 344,768,815 | | 14,990,976 | | 36,825,425 | | 12,049,959 | | 5,934,600 | | 414,569,775 | | 32,779,664 |
| Restricted for: | | | | | | | | | | | | | | |
| Debt service | | 3,345,263 | | | | | | | | | | 3,345,263 | | |
| Unrestricted | | 151,315,063 | | 8,030,588 | | 17,359,233 | | 126,074 | | 311,761 | | 177,142,719 | | 43,907,628 |
| Total net position | | 499,429,141 | | 23,021,564 | | 54,184,658 | | 12,176,033 | | 6,246,361 | | 595,057,757 | | 76,687,292 |
| Total liabilities, deferred inflows of resources and net position | \$ | 571,472,344 | \$ | 62,487,278 | \$ | 158,892,186 | \$ | 64,711,499 | \$ | 6,246,361 | \$ | 863,809,668 | \$ | 87,464,392 |

The notes to the financial statements are an integral part of this statement.

CITY OF SAVANNAH, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2019

| | ENTERPRISE FUNDS | | | | | | INTERNAL SERVICE FUNDS |
|--|-------------------------|-------------------|-------------------------|---------------------|----------------------------------|----------------|-------------------------------|
| | WATER AND SEWER | SANITATION | PARKING SERVICES | CIVIC CENTER | NONMAJOR ENTERPRISE FUNDS | TOTALS | |
| OPERATING REVENUES: | | | | | | | |
| Metered sales | \$ 64,908,530 | \$ - | \$ - | \$ - | \$ - | \$ 64,908,530 | \$ - |
| Charges for services | 16,899,839 | 30,168,761 | | | | 47,068,600 | 25,867,749 |
| Rental fees | 249,200 | | 19,825,699 | 1,013,681 | | 21,088,580 | |
| Recreation fees | | | | 525,320 | | 525,320 | |
| Risk management fees | | | | | | | 41,556,778 |
| Miscellaneous | 129,197 | 602,250 | 276,097 | | | 1,007,544 | |
| Total operating revenues | 82,186,766 | 30,771,011 | 20,101,796 | 1,539,001 | | 134,598,574 | 67,424,527 |
| OPERATING EXPENSES: | | | | | | | |
| Personal services | 19,328,328 | 10,871,163 | 3,693,107 | 1,317,177 | | 35,209,775 | |
| Contractual services | 17,922,283 | 8,153,872 | 4,924,046 | 1,449,189 | | 32,449,390 | |
| Commodities | 5,596,133 | 1,429,570 | 259,135 | 424,510 | | 7,709,348 | |
| Internal service | 5,095,444 | 3,188,151 | 1,808,723 | 398,448 | | 10,490,766 | |
| Landfill closure and post closure care | | 759,971 | | | | 759,971 | |
| Depreciation | 16,880,003 | 1,291,917 | 2,322,311 | 688,012 | 233,686 | 21,415,929 | 7,921,089 |
| Central garage | | | | | | | 5,174,869 |
| Information services | | | | | | | 8,206,661 |
| Risk management | | | | | | | 43,480,405 |
| Total operating expenses | 64,822,191 | 25,694,644 | 13,007,322 | 4,277,336 | 233,686 | 108,035,179 | 64,783,024 |
| Operating Income (Loss) | 17,364,575 | 5,076,367 | 7,094,474 | (2,738,335) | (233,686) | 26,563,395 | 2,641,503 |
| NONOPERATING REVENUES (EXPENSES): | | | | | | | |
| Interest earned | 3,043,642 | 482,459 | 658,831 | 8 | 6,415 | 4,191,355 | 958,381 |
| Interest expense | (812,538) | (381,929) | (3,287,091) | (49,951) | | (4,531,509) | |
| Gain (loss) on disposal of assets | | | | | | | 407,605 |
| Debt issuance costs | | | (354,308) | (725,738) | | (1,080,046) | |
| Amortization | (4,483) | 44,119 | 65,820 | | | 105,456 | |
| Total nonoperating revenues (expenses) | 2,226,621 | 144,649 | (2,916,748) | (775,681) | 6,415 | (1,314,744) | 1,365,986 |
| Income (loss) before contributions and transfers | 19,591,196 | 5,221,016 | 4,177,726 | (3,514,016) | (227,271) | 25,248,651 | 4,007,489 |
| CAPITAL CONTRIBUTIONS | 4,755,245 | | 22,704 | 6,201,226 | | 10,979,175 | 329,858 |
| TRANSFERS IN | | 1,900,000 | | 2,339,096 | | 4,239,096 | 12,413 |
| TRANSFERS OUT | (1,914,350) | (93,223) | (1,131,452) | (7,458) | (227) | (3,146,710) | |
| Change in net position | 22,432,091 | 7,027,793 | 3,068,978 | 5,018,848 | (227,498) | 37,320,212 | 4,349,760 |
| Total net position - beginning | 476,997,050 | 15,993,771 | 51,115,680 | 7,157,185 | 6,473,859 | 557,737,545 | 72,337,532 |
| Total net position - ending | \$ 499,429,141 | \$ 23,021,564 | \$ 54,184,658 | \$ 12,176,033 | \$ 6,246,361 | \$ 595,057,757 | \$ 76,687,292 |

CITY OF SAVANNAH, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2019

| | ENTERPRISE FUNDS | | | | | | INTERNAL SERVICE FUNDS |
|--|-----------------------|----------------------|----------------------|----------------------|---------------------------------|-----------------------|------------------------------|
| | WATER AND SEWER | SANITATION | PARKING SERVICES | CIVIC CENTER | NONMAJOR ENTERPRISE FUNDS | TOTALS | |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | | | | |
| Cash received from customers | \$ 82,235,995 | \$ 30,771,011 | \$ 20,101,796 | \$ 2,891,340 | \$ - | \$ 136,000,142 | \$ - |
| Cash received from other funds for services | | | | | | | 25,867,749 |
| Cash received for services and fees | | | | | | | 41,556,778 |
| Cash paid to suppliers | (28,582,916) | (12,135,325) | (7,286,551) | (421,169) | | (48,425,961) | (13,732,114) |
| Cash paid to employees | (18,362,335) | (10,304,331) | (3,475,559) | (1,208,177) | | (33,350,402) | |
| Cash paid for supplies and insurance | | | | | | | (41,941,359) |
| Net cash provided by operating activities | 35,290,744 | 8,331,355 | 9,339,686 | 1,261,994 | | 54,223,779 | 11,751,054 |
| CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES: | | | | | | | |
| Transfers in | | 1,900,000 | | 2,339,096 | | 4,239,096 | 12,413 |
| Transfers out | (1,914,350) | (93,223) | (1,131,452) | (7,458) | (227) | (3,146,710) | |
| Net cash provided (used) by non capital financing activities | (1,914,350) | 1,806,777 | (1,131,452) | 2,331,638 | (227) | 1,092,386 | 12,413 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | | | | | |
| Bond and Note proceeds | 1,881,795 | | 9,685,000 | 45,120,000 | | 56,686,795 | |
| Issuance costs, premiums and discounts on issuance of bonds | | | (175,578) | (104,948) | | (280,526) | |
| Principal paid on long-term debt | (2,640,000) | (3,075,000) | (1,515,000) | | | (7,230,000) | |
| Interest paid | (817,187) | (419,455) | (3,058,872) | | | (4,295,514) | |
| Proceeds from sale of equipment | 4,573 | 5,204 | | | | 9,777 | 408,023 |
| Acquisition and construction of capital assets | (26,192,142) | (13,393,915) | (27,344,016) | (3,425,030) | | (70,355,103) | (6,005,131) |
| Net cash provided (used) by capital and related financing activities | (27,762,961) | (16,883,166) | (22,408,466) | 41,590,022 | | (25,464,571) | (5,597,108) |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | | | | |
| Investment income | 3,043,642 | 482,459 | 658,831 | 8 | 6,415 | 4,191,355 | 958,381 |
| Net cash provided by investing activities | 3,043,642 | 482,459 | 658,831 | 8 | 6,415 | 4,191,355 | 958,381 |
| INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 8,657,075 | (6,262,575) | (13,541,401) | 45,183,662 | 6,188 | 34,042,949 | 7,124,740 |
| CASH AND CASH EQUIVALENTS, JANUARY 1 (INCLUDING RESTRICTED ACCOUNTS OF \$58,956,363 IN 2018) | 142,541,755 | 32,090,698 | 58,233,622 | 3,364,194 | 305,573 | 236,535,842 | 45,657,050 |
| CASH AND CASH EQUIVALENTS, DECEMBER 31 (INCLUDING RESTRICTED ACCOUNTS OF \$79,661,470 IN 2019) | <u>\$ 151,198,830</u> | <u>\$ 25,828,123</u> | <u>\$ 44,692,221</u> | <u>\$ 48,547,856</u> | <u>\$ 311,761</u> | <u>\$ 270,578,791</u> | <u>\$ 52,781,790</u> |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES: | | | | | | | |
| Operating income (loss) | \$ 17,364,575 | \$ 5,076,367 | \$ 7,094,474 | \$ (2,738,335) | \$ (233,686) | \$ 26,563,395 | \$ 2,641,503 |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | | | | | |
| Depreciation | 16,880,003 | 1,291,917 | 2,322,311 | 688,012 | 233,686 | 21,415,929 | 7,921,089 |
| Change in assets and liabilities: | | | | | | | |
| (Increase) decrease in receivables | (3,134,959) | (531,006) | 4,260 | 25,861 | | (3,635,844) | 3,166 |
| Increase in prepaid items and inventories | | | | (71) | | (71) | (178,068) |
| Increase (decrease) in accounts and other payables | 3,285,761 | 1,927,322 | (285,382) | 3,212,449 | | 8,140,150 | (899,394) |
| Increase in net pension liability and OPEB obligation | 895,364 | 566,755 | 204,023 | 74,078 | | 1,740,220 | |
| Increase in claims and judgments payable | | | | | | | 2,262,758 |
| Net cash provided by operating activities | <u>\$ 35,290,744</u> | <u>\$ 8,331,355</u> | <u>\$ 9,339,686</u> | <u>\$ 1,261,994</u> | <u>\$ -</u> | <u>\$ 54,223,779</u> | <u>\$ 11,751,054</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | | | | | | |
| Contributions of capital assets from developers/other entities | \$ 4,755,245 | \$ - | \$ 22,704 | \$ 6,201,226 | \$ - | \$ 10,979,175 | \$ 329,858 |

The notes to the financial statements are an integral part of this statement.

CITY OF SAVANNAH, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2019

| | PENSION (AND OTHER EMPLOYEE BENEFITS) TRUST FUNDS | CUSTODIAL FUNDS |
|--|--|------------------------|
| <u>ASSETS</u> | | |
| Cash and cash equivalents | \$ 4,551,411 | \$ 355,348 |
| Accrued income | 505,501 | |
| Accounts receivable: | | |
| From employer | 13,340 | |
| From participants | 57,285 | |
| Investments, at fair value: | | |
| U.S. government obligations | 108,974,862 | |
| Foreign corporate bonds | 1,872,765 | |
| Domestic corporate bonds | 33,803,456 | |
| Domestic equities | 240,925,303 | |
| International equities | 75,006,500 | |
| Real estate fund | 49,258,427 | |
| Total investments | <u>509,841,313</u> | |
| Total assets | <u>514,968,850</u> | <u>355,348</u> |
| <u>LIABILITIES AND NET POSITION</u> | | |
| Liabilities: | | |
| Accounts payable | <u>571,444</u> | <u>12,567</u> |
| Total liabilities | <u>571,444</u> | <u>12,567</u> |
| Net position: | | |
| Restricted for: | | |
| Pensions | 420,881,674 | |
| Post employment benefits other than pensions | 93,515,732 | |
| Individuals and other governments | | 342,781 |
| Total net position | <u>\$ 514,397,406</u> | <u>\$ 342,781</u> |

The notes to the financial statements are an integral part of this statement.

**CITY OF SAVANNAH, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2019**

| | PENSION (AND OTHER EMPLOYEE BENEFITS) TRUST FUNDS | CUSTODIAL FUNDS |
|--|--|------------------------|
| ADDITIONS | | |
| Contributions | | |
| Employer | \$ 13,544,909 | \$ - |
| Plan members | 9,806,535 | 600,388 |
| Fines and forfeitures collected for other governments | | 6,522,463 |
| Total contributions | <u>23,351,444</u> | <u>7,122,851</u> |
| Investment income | | |
| Interest | 3,181,902 | |
| Dividends | 3,208,270 | |
| Real estate net income | 2,805,433 | |
| Net appreciation (depreciation) in fair value of investments | <u>81,743,861</u> | |
| Total investment income | 90,939,466 | |
| Less investment expense | <u>1,590,634</u> | |
| Net investment income (loss) | <u>89,348,832</u> | |
| Total additions | <u>112,700,276</u> | <u>7,122,851</u> |
| DEDUCTIONS | | |
| Benefits | 36,210,326 | 581,284 |
| Refunds of contributions | 2,837,602 | |
| Payments of fines and forfeitures to other governments | | 6,554,326 |
| Administrative expense | <u>484,164</u> | <u>17,121</u> |
| Total deductions | <u>39,532,092</u> | <u>7,152,731</u> |
| Change in net position | 73,168,184 | (29,880) |
| Net position: | | |
| Beginning of year - January 1, as restated | <u>441,229,222</u> | <u>372,661</u> |
| End of year - December 31 | <u>\$ 514,397,406</u> | <u>\$ 342,781</u> |

The notes to the financial statements are an integral part of this statement.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Savannah, incorporated in 1789, operates under a Council-Manager form of government. The City's major functions include police protection, fire protection, sanitation services, economic development programs, recreation programs, water and sewer services, and street, traffic and drainage maintenance.

The accompanying financial statements report on the financial activity for the City of Savannah, Georgia for the year ended December 31, 2019. They include all the activities controlled by the Mayor and Aldermen of Savannah, Georgia. The financial statements have been prepared in conformance with generally accepted accounting principles (GAAP) as applied to government units. This summary of the City of Savannah's more significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies, as presented herein, should be viewed as an integral part of the accompanying financial statements.

(A) Reporting Entity

In June 1992, the Governmental Accounting Standards Board issued Statement No. 14: *The Financial Reporting Entity*, as amended by statements No. 39, 61 and 80. In accordance with this Statement, the City herein presents those entities that comprise the primary government along with its component units, entities for which the City is considered to be financially accountable. The City's reporting entity consists of the City of Savannah and the Resource Recovery Development Authority.

Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with the data of the City of Savannah. The Resource Recovery Development Authority ("Authority") is a blended component unit of the City of Savannah as it provides services entirely to the City of Savannah. The Authority is controlled and managed by a board of five members appointed by the Mayor and Aldermen of the City. Under the Resource Recovery Development Authorities Law, Chapter 63 of Title 36 of the Official Code of Georgia Annotated, the Authority is empowered to issue revenue bonds. The revenue bonds are secured by a waste disposal contract between the City and the Authority. This contract constitutes a legal obligation of the City. The Authority has a December 31 year-end and is presented as a blended component unit classified as an enterprise fund. A separate financial report has not been issued for the Authority.

Discretely presented component units, on the other hand, are separate legal entities that meet the component unit criteria but do not meet the criteria for blending. They are reported in a separate column in the basic financial statements to emphasize that they are legally separate. The City has no discretely presented component units.

Under Georgia law, the City, in conjunction with other cities and counties in the coastal Georgia area, is a member of the Coastal Regional Commission (CRC), and is required to pay annual dues thereto. Membership in a CRC is required by the Official Code of Georgia Annotated

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(OCGA) Section 50-8-34, which provides for the organizational structure of the CRC in Georgia. The CRC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the RDC. Separate financial statements may be obtained from:

Coastal Regional Commission of Georgia
1181 Coastal Drive
Darien, GA 31305

The Downtown Savannah Authority (DSA) is composed of a board of five members selected by the City Council, and one non-voting member selected by the City's delegation in the Georgia General Assembly. The City's accountability for the DSA does not extend beyond making the appointments, and, accordingly, the DSA is not considered a part of the City entity for financial reporting purposes. The City has contractual obligations with the DSA relating to various bond issues which funded capital projects of the City. Under the contracts, the City is obligated to make payments sufficient to pay principal and interest on the bonds when due. These contractual obligations are described in Note 6 - Long-Term Liabilities.

Two other local development authorities, the Development Authority for the City of Savannah and the Downtown Development Authority for the City of Savannah, currently exist; however, these authorities are not active.

The Housing Authority of Savannah, created by an act of the Georgia legislature, is not a part of the City's reporting entity. While the Mayor of Savannah appoints a voting majority of commissioners for the Housing Authority of Savannah, the commissioners cannot be city or county employees or officers. Thus, the City cannot impose its will on the Housing Authority, nor does the City provide financial support to the Housing Authority as the Authority derives its revenues from federal funds and resident rents.

The Savannah Airport Commission was established to administer the improvement, maintenance and operation of the Savannah Airport and to provide services to airlines and airline-related businesses in the area. The commission is a municipal corporation created under the Savannah City Code and governed by five members who are appointed by the Mayor and Aldermen of the City of Savannah. The City has no other participation in the operation of the Commission. Accordingly, the commission has not been included in the reporting entity.

(B) Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus. However, in the fund financial statements, the measurement focus differs by fund types:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present sources/increases (i.e., revenues and other financing sources) and uses/decreases (i.e., expenditures and other financing uses) of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- All proprietary funds utilize a flow of economic resources measurement focus. All assets and liabilities associated with the operation of these funds are included on the balance sheet using this measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flow. Proprietary fund equity is classified as net position. Proprietary Fund type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total position.
- All fiduciary funds utilize the flow of economic resources measurement focus.

In the government-wide Statement of Net Position, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized as soon as they are earned, and expenses are recognized when the liability is incurred or the economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange occurs.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period when they become "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within 30 days after year end and available to pay obligations of the current period. Franchise fees are considered available if collectible within 90 days after year end. Revenues considered susceptible to accrual are franchise taxes, sales taxes, property taxes, charges for services, grants, and investment income. In applying the "susceptible to accrual" concept to intergovernmental revenues, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met should, under most circumstances, be reported as deferred outflows of resources by the provider and a liability by the recipient. Expenditures, including capital outlay, are recognized in the accounting period in which the related fund liability is incurred, except for unmatured interest on long-term debt and certain similar accrued obligations, which are recognized when due.

All proprietary and fiduciary funds are accounted for on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when incurred or the economic asset used.

Differences exist between the governmental activities columns reported in the government-wide statements and the corresponding total columns reported in the fund financial statements. The differences are the result of the use of the two different measurement focuses between these statements.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

As stated above, the government-wide statements present governmental activities on the economic resources measurement focus while the fund financial statements present governmental funds on the current financial resources measurement focus. Additional detailed information about the reconciling items can be found in Note 2 – Reconciliation of Government-wide and Fund Financial Statements.

(C) Basis of Presentation

Government-wide Financial Statements – The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The Statement of Activities shows an allocation of indirect expenses to different functions of the City. These expenses are allocated based upon different allocation criteria within the function such as square footage, number of FTEs, etc. and strive to approximate the value of indirect services being provided to the functions.

Fund Financial Statements – Fund financial statements reflect the activities of the City's individual funds. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City (General fund) or meets the following criteria:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City exclusively follows the standards set forth by the GASB and has implemented accounting standards applicable to the period covered by these statements.

As a general rule, the effects of internal activity have been eliminated from the government-wide statements. Amounts charged through the City's indirect cost allocation plan are broken out in a separate column on the Statement of Activities. Where internal activity is representative of an interfund service provided and used, no elimination has been made. Internal activities have not been eliminated from the fund financial statements.

Program revenues are derived directly from a particular program or from parties outside the City's taxpayers or citizenry. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

grants and contributions. Internally dedicated resources are reported as general revenues rather than program revenues. All taxes are included in general revenues.

In proprietary funds, operating revenues and expenses result from the provision of goods and/or services as well as the production and delivery of goods and/or services. Nonoperating revenues and expenses would include all revenues and expenses related to capital and related financing and contributions, noncapital financing, taxes, or investment activities.

(D) Columnar Headings and Description of Funds

The City uses funds to report financial position and the results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Funds shown in the basic financial statements are described below:

(1) Major Governmental Funds

The City's major governmental funds are the General Fund, the Community Development Fund, Capital Improvement Fund and the SPLOST 2014-2020 Fund.

(a) General Fund

The General Fund is the primary operating fund of the City and is always classified as a major fund. It is used to account for all financial resources not accounted for in other funds.

(b) Community Development Fund - The Community Development Fund accounts for revenues received from the Department of Housing and Urban Development under the Community Development Block Grant Program. All revenues received by this fund are used in implementing the Community Development program.

(c) Capital Improvement Fund – The Capital Improvement Fund accounts for financial resources to be used for construction or acquisition of major capital projects. Projects accounted for in this fund are typically funded with local resources and bond proceeds.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- (d) SPLOST 2014 – 2020 Fund – This fund accounts for special purpose local option sales tax resources provided to the City by Chatham County in accordance with a 2013 Special Purpose Local Option Sales Tax referendum, which was passed on a county-wide basis. The current SPLOST commenced on October 1, 2014 and expires on September 30, 2020. These funds are used by the City to design and construct major capital improvements that will benefit the entire county. Projects include streets, drainage improvements, public buildings and other community development.

(2) Major Proprietary Funds

The major Proprietary funds of the City are the Water and Sewer Fund, the Sanitation Fund, Parking Services Fund and the Civic Center Fund.

- (a) Water and Sewer Fund - The Water and Sewer Fund accounts for the operations of the water and sewer systems of the City and includes the operations of the Industrial and Domestic Water Supply Fund. The system supplies water and sewer service to area residents and to industrial and commercial users along the Savannah River.
- (b) Sanitation Fund - The Sanitation Fund accounts for the operation of the sanitation bureau of the City. The bureau supplies refuse pick-up service to commercial and residential customers in the area.
- (c) Parking Services Fund – The Parking Services Fund accounts for the operation of the Parking Services Department of the City. The Department supplies public parking facilities such as garages and also on street parking meter enforcement.
- (d) Civic Center Fund – The Civic Center Fund accounts for the operations of the Savannah Civic Center and the new arena under construction at Stiles Avenue and Gwinnett Avenue on the west side of downtown Savannah.

(3) Other Reported Fund Types

- (a) Internal Service Funds – The Internal Service Funds account for goods and services, provided by one department to other departments on a cost-reimbursement basis. In addition, certain services are supplied to outside agencies for a fee; however, City departments are the predominant customers. The City accounts for its data processing, vehicle maintenance, and risk management functions in internal service funds.
- (b) Fiduciary Funds – The Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for others. The pension trust funds account for the assets and liabilities of the City of Savannah Employees' Retirement Plan and the City's Old Pension Trust Fund. The OPEB Trust Fund accounts for the assets and liabilities of the City of Savannah Employees' Post-Employment Benefits Plan. The custodial funds report: 1) the Recorder's Court Fund, used to account for bail bonds posted in Recorder's Court as well as various fines and forfeitures of other governmental agencies and, 2) the Flexible Benefits Plan Fund, which accounts for the Section 125 Flexible Benefits Plan administered by the City for its employees.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City has other funds that are not considered major. They are described in the supplementary information.

(E) Cash and Cash Equivalents

Cash, except for that which must remain segregated due to bond restrictions or federal regulations, is pooled and invested. Interest earned by the pooled cash is allocated to each of the funds based on each fund's average equity balance during the month. Funds that incur a negative balance in the pooled cash during the month are charged for interest. Investments are stated at fair value based on quoted market prices.

The City considers currency-on-hand, demand deposits with banks, amounts included in pooled cash and investment accounts to be cash and cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they mature in three months or less.

For the purpose of the proprietary fund Statement of Cash Flows, all short-term investments that are highly liquid are considered to be cash equivalents.

(F) Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Receivables are shown net of related allowance accounts. Allowances for uncollectible accounts are based upon an aging of the receivable balance. Major receivable balances for the governmental activities include property taxes, sales taxes, franchise fees and grants. Within business-type activities, the largest portion of the receivables results from water and sewer billing activity.

(G) Interfund Receivables and Payables

During the course of operations, transactions may occur between individual funds that result in amounts owed between funds. Activity that is representative of lending/borrowing arrangements outstanding at the end of the fiscal period is referred to as either "due to/from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (non-current portion) are reported as "advances to/from other funds." Interfund receivables and payables between the same fund type, i.e. within governmental activities or within business-type activities, are eliminated on the Statement of Net Position. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide statements as "internal balances."

(H) Inventories

Inventories are determined by actual physical count and are stated at cost determined on a first-in, first-out method. The cost of inventory items is charged to expense when used.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(I) Prepaid Items

Prepaid items represent payments that the City has made for services in anticipation of future period expenses.

(J) Restricted Assets & Flow Assumption for Restricted Resources

Restricted asset amounts shown on the Statement of Net Position are separated from other assets because of contractual agreements, legislative provisions or bond covenants limiting their use. The restricted assets shown originate from a variety of sources including i) customer deposits, ii) escrow deposits, iii) resources set aside by legislation for SPLOST (special purpose local option sales tax) projects, public safety communication projects or court technology projects, iv) resources set aside under grant agreements, v) street paving assessments receivables, the collection of which is used to pay debt service on paving assessment bonds, and vi) resources held for perpetual care. Also, certain proceeds of enterprise fund revenue bonds as well as resources set aside for their repayment are shown as restricted.

When both restricted and unrestricted assets are available for certain uses, the City follows the policy of utilizing restricted resources prior to applying unrestricted resources.

(K) Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (such as roads, bridges and sidewalks) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial cost of \$5,000 or more, and an estimated life of more than one year. Capital assets have been recorded at cost, if purchased, and if donated, at acquisition value on the date of donation. Depreciation is calculated on the straight-line basis, with one-half year's depreciation recorded in the year of acquisition and one-half year's depreciation recorded in the year of disposal. Major improvements that extend the life of an asset are capitalized. Normal maintenance and repairs are charged to expense as incurred. Interest costs are included as part of capital assets in business-type activities, but not in governmental activities.

Prior to 1975, adequate records were not maintained to properly account for capital assets. The assets were recorded at appraised values as of December 31, 1974. The appraised values were based upon market values and historical cost data when available. Assets acquired since 1975 have been recorded at cost. Infrastructure capital assets acquired by the City, such as streets and drainage, have been capitalized since 1977, additional infrastructure assets, which were acquired by the City through donations, have been capitalized in accordance with GASB 34. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Construction in progress is the total actual cost incurred to-date on uncompleted construction projects. Depreciation expense is based on the following estimated useful lives:

| <u>Assets</u> | <u>Years</u> |
|------------------------------|--------------|
| Buildings | 5 - 40 |
| Building improvements | 5 - 40 |
| Public domain infrastructure | 5 - 50 |
| Vehicles | 3 - 7 |
| Machinery and Equipment | 3 - 20 |

(L) Compensated Absences

City employees earn vacation leave at the rate of twelve days per year for the first five years of service, increasing to twenty-three (23) days per year after twenty-five years of service. Vacation leave may be accumulated up to four times the employees' annual rate. At termination, employees with at least six months of service receive payment for any unused vacation leave. Sick leave is earned at the rate of one day per month and may be accumulated up to two hundred sixty days. Employees are not paid for unused sick leave at termination; therefore, no sick leave liability is accrued.

Vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

(M) Long-term Obligations

In the government-wide financial statements, long-term debt and other liabilities are reported as liabilities of governmental activities or business-type activities. They are also reported as liabilities in the proprietary fund financial statements. Bond premiums and discounts are amortized over the life of the bonds using the straight line method unless it is materially different than the effective interest method, in which case, the effective interest method is used. Bond discounts and premiums are presented as adjustments to the face amount of the bonds payable. Bond issuance costs are recognized as period expenses and any loss or gain on the refunding of debt is recorded as a deferred outflow of resources and amortized.

In the governmental fund financial statements, long-term debt is not reported as a liability. Instead, the face amount of debt issued is reported as other financing sources, and payments of principal and interest are reported as expenditures. 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 actual debt proceeds received, are reported as debt service expenditures.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(N) Equity Classifications

- 1) Government-wide statements – Equity is classified as net position, and displayed in three components:
 - (a) Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other debt attributable to the acquisition, construction or improvement of those assets.
 - (b) Restricted net position – Consists of net position with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
 - (c) Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”
- 2) Fund financial statements – Governmental fund equity is classified as fund balance. Fund balance can be non-spendable, restricted, committed, assigned or unassigned. The non-spendable fund balance category includes amounts that cannot be spent because they are either: a) not in spendable form or b) legally or contractually required to be maintained intact. The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government’s highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government 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. Unassigned fund balance is the residual classification for the government’s general fund and includes all spendable amounts not contained in the other classifications. Proprietary fund equity is classified the same as in the government-wide statements.

(O) Postemployment Benefits Other Than Pensions (OPEB).

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City of Savannah Employee Benefit Plan and additions to/deductions from the Plan’s fiduciary net position have been determined based on the flow of economic resources. As such, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments, which are reported at cost.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

(A) Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between the governmental fund balances and what is shown on the government-wide statements as net position. Details of the reconciliation include the following:

- (1) The addition of capital assets, net of accumulated depreciation, to the government-wide financial statements. This reconciling item is needed since the fund financial statements under the modified accrual basis of accounting do not recognize capital assets but, instead, show expenditures for any capital item purchased. Governmental net capital assets of \$652,828,709 were added to the government-wide statements.
- (2) Deferred outflows (inflows) of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds. These are:

Related to pensions:

| | |
|---|--------------|
| - Net differences between expected and actual experience | \$ 3,671,824 |
| - Net difference between projected and actual earnings on investments | 12,685,645 |
| - Net change in proportionate share | (637,816) |
| - Contributions subsequent to the measurement date | 7,464,585 |

Related to OPEB:

| | |
|---|----------------------|
| - Net differences between expected and actual experience | \$ (1,193,995) |
| - Changes of assumptions | (7,633,718) |
| - Net difference between projected and actual earnings on investments | 2,864,679 |
| - Contributions subsequent to the measurement date | 1,998,220 |
| | <u>\$ 19,219,424</u> |

- (3) Certain amounts shown as deferred inflows of resources in the fund financial statements are reclassified on the entity-wide statements. Amounts shown as deferred inflows of resources on the fund financial statements included \$5,645,468 related to taxes, \$7,928,491 related to grant reimbursement receivables, \$121,679 related to special assessment receivables, \$246,891 related to cemetery receivables, and \$22,052,546 related to loan receivables that will be used in grant programs in future periods.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

- (4) Governmental long term liabilities were added to governmental activities on the entity-wide statements as follows:

| <u>Type of Long-term Liability</u> | <u>Amount</u> |
|------------------------------------|----------------------|
| Contractual obligations payable | \$ 60,062,094 |
| Deferred gain on bond refunding | 53,495 |
| General obligation bonds payable | 6,000,000 |
| Compensated absences payable | 18,009,717 |
| Net pension liability | 94,623,876 |
| Net OPEB liability | 8,334,267 |
| Section 108 notes payable | 100,000 |
| Accrued interest payable | 821,578 |
| | <u>\$188,005,027</u> |

(B) Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities

The governmental funds statement of revenues, expenditures and changes in fund balances includes a reconciliation between the net changes in fund balances – total governmental funds to the change in net position of governmental activities that is reported in the government-wide statement of activities. Significant items in this reconciliation include:

- (1) Items expensed in governmental funds during the year as capital outlay but shown as assets on the entity-wide statements totaled \$40,391,813.
- (2) Depreciation expense during the year recorded on the government-wide statements but not on the fund financial statements was \$20,363,822.
- (3) The net effect of various miscellaneous transactions involving capital assets during the year was \$2,651,370; this amount represents the value of assets donated to the City of \$5,798,723 netted with the book value of assets disposed of during the year of \$8,450,093.
- (4) Certain revenues recognized in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These are:

| | |
|----------------|-----------------------|
| Property taxes | \$ (652,863) |
| Federal grants | 40,932 |
| Other items | <u>(3,458,960)</u> |
| | <u>\$ (4,070,891)</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

- (5) Repayment of long-term debt consumes the current financial resources of governmental funds; however, this transaction has no effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. The details are as follows:

| | |
|--------------------------|---------------------|
| Principal repayments: | |
| Contractual obligations | \$ 10,005,000 |
| HUD Section 108 Note | 100,000 |
| Amortization of premiums | 292,634 |
| Debt issuance: | |
| Debt issuance proceeds | (8,440,000) |
| | <u>\$ 1,957,634</u> |

- (6) Some revenues/expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The details of this \$5,753,180 are as follows:

| | |
|----------------------|-----------------------|
| Net OPEB expense | \$ (806,730) |
| Net pension expense | (5,745,409) |
| Compensated absences | 480,387 |
| Accrued interest | <u>318,572</u> |
| | <u>\$ (5,753,180)</u> |

NOTE 3 - DEPOSITS AND INVESTMENTS

The City follows the practice of pooling cash and investments of all funds, except for restricted funds generally held by outside custodians for investments of the Pension Fund. Various restrictions on deposits and investments are imposed by statutes. These restrictions are summarized as follows:

Deposits. Custodial Credit Risk for deposits is the risk that, in the event of bank failure, a government's deposits may not be returned to it. Georgia law governs collateral requirements and forms of collateral under O.C.G.A. Section 45-8-12. The City has no custodial credit risk policies requiring additional collateral. In summary, Georgia law states:

- All deposits shall be collateralized within 10 days of deposit by a surety bond, a guarantee of insurance, or collateral.
- The face value of any surety bond, guarantee of insurance or collateral shall be at least 110% of the public funds being secured, net of deposit insurance.
- If a depository elected the pooled method (O.C.G.A. Section 45-8-13.11), the aggregate market value of pledged securities may not be less than 110% of the daily pool balance.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Authorized security for deposits enumerated under law includes surety bonds, FDIC insurance, obligations of the United States or the State of Georgia, obligations of Georgia counties or municipalities, bonds of any Georgia public authority, industrial revenue bonds of any Georgia development authority, and obligations of any subsidiary corporation of the United States government fully guaranteed by the United States (such as Federal Home Loan Bank, Federal National Mortgage Association, etc). The City does not have a custodial credit risk policy that is more restrictive than state statutes. As of December 31, 2019, all of the City's deposits were either covered by federal depository insurance or collateralized by pledged collateral.

Fair Value Measurement. GASB Statement No. 72, *Fair Value Measurement and Application*, enhances comparability of governmental financial statements by requiring fair value measurement for certain assets and liabilities using a consistent definition and accepted valuation techniques. The standard establishes a hierarchy of inputs used to measure fair value that prioritizes the inputs into three categories – Level 1, Level 2 and Level 3 inputs – considering the relative reliability of the inputs. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted (unadjusted) prices in active markets for identical financial assets or liabilities that are accessible at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the financial asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the financial asset or liability.

The level in the fair value hierarchy within which a fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The primary government invests in the Georgia Fund I. The Georgia Fund I is an investment pool which does not meet the criteria of GASB Statement no. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. As a result, the City does not disclose its investment in the Georgia Fund I within the fair value hierarchy.

Both the City of Savannah Employees' Retirement Plan and the OPEB Trust Fund have investments held through comingled vehicles for which fair value is estimated using the NAV reported by the investment manager as a practical expedient to fair value. Such investments have not been categorized within the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statement of fiduciary net position.

The following table presents the financial assets carried at fair value by both the Primary Government and the fiduciary funds by level within the valuation hierarchy as of December 31, 2019:

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

| Type of Investment | Measured at Net Asset Value | Level 1 | Level 2 | Level 3 |
|---------------------------------------|--------------------------------|-------------|----------------------|-------------|
| <i>Pension Trust Fund:</i> | | | | |
| US Government/Agency Securities | \$ - | \$ - | \$ 69,841,818 | \$ - |
| Corporate Bonds | | | 18,582,065 | |
| US Government/Agency Securities Funds | 30,596,700 | | | |
| Domestic Stock Funds | 195,264,093 | | | |
| International Stock Funds | 65,665,847 | | | |
| Real Estate Investment Trust | 40,476,200 | | | |
| <i>OPEB Trust Fund:</i> | | | | |
| US Government/Agency Securities Funds | 8,536,344 | | | |
| Domestic Corporate Bond Funds | 17,094,156 | | | |
| Domestic Stock Funds | 45,661,210 | | | |
| International Stock Funds | 9,340,653 | | | |
| Real Estate Investment Trust | 8,782,227 | | | |
| Total Investments | <u>\$421,417,430</u> | <u>\$ -</u> | <u>\$ 88,423,883</u> | <u>\$ -</u> |

Debt securities classified in Level 2 are valued using an institutional bid evaluation. The institutional bid evaluation obtains prices according to the following price type hierarchy: 1) Institutional mid evaluation is an average of institutional bid and ask evaluation prices when both are present, and 2) Institutional bid and ask/offer evaluations are estimated prices. Pricing vendors use models, which are generally proprietary, to arrive at the estimated prices. Institutional bid prices represent the price a dealer would pay for a security while institutional ask/offer prices represent the price a dealer would sell a security for (typically in an institutional round lot).

Investments. In its investment of both public funds and pension trust funds, the City follows state statutes and adopted investment policies. As of December 31, 2019, the investments of the Primary Government and the City of Savannah Employees' Retirement Plan were as follows:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

| Type of Investment | Average Credit Rating | Fair Value | Maturities in Years | | | |
|---------------------------------------|--------------------------|-----------------|---------------------|--------------|--------------|----------------|
| | | | Less than 1 | 1-3 | 4-5 | Greater than 5 |
| Primary Government: | | | | | | |
| Georgia Fund I | AAAf | \$575,889,221 | \$575,889,221 | \$ - | \$ - | \$ - |
| Pension Trust Fund: | | | | | | |
| US Government/Agency Securities | Aaa | 69,841,819 | | 14,494,027 | 9,480,229 | 45,867,563 |
| Corporate Bonds | | | | | | |
| Various | A | 5,380,648 | 359,462 | 946,950 | 953,656 | 3,120,580 |
| Various | Aa | 2,655,126 | | 155,937 | | 2,499,189 |
| Various | Aaa | 4,481,171 | | 240,585 | 1,009,223 | 3,231,363 |
| Various | Ba | 398,275 | | | | 398,275 |
| Various | Baa | 4,746,311 | 78,840 | 484,840 | 498,980 | 3,683,651 |
| Various | Bbb | 920,533 | | | | 920,533 |
| US Government/Agency Securities Funds | NR | 30,596,700 | | | | |
| Domestic Stock Funds | NR | 195,264,093 | | | | |
| International Stock Funds | NR | 65,665,847 | | | | |
| Real Estate Investment Trust | NR | 40,476,200 | | | | |
| OPEB Trust Fund: | | | | | | |
| US Government/Agency Securities Funds | NR | 8,536,344 | | | | |
| Domestic Corporate Bond Funds | NR | 17,094,156 | | | | |
| Domestic Stock Funds | NR | 45,661,210 | | | | |
| International Stock Funds | NR | 9,340,653 | | | | |
| Real Estate Investment Trust | NR | 8,782,227 | | | | |
| Total Investments | | \$1,085,730,534 | \$576,327,523 | \$16,322,339 | \$11,942,088 | \$59,721,154 |

Under state law, investments of the City's public funds may be placed in obligations of (or obligations guaranteed by) the U.S. government, obligations of any state or any political subdivision of any state, certificates of deposit or time deposits of financial institutions with deposits insured by FDIC, prime bankers acceptances, repurchase agreements, and investment pools operated by the Georgia State Treasurer's Office. During the year, the City invested public funds in certificates of deposits and time deposits of local banks and the Georgia Fund 1, which is managed by the State Treasurer.

State law also governs the investment of retirement funds (O.C.G.A. 47-20-84) and limits investments to maximum concentrations by investment category (at cost). The City's defined benefit plan qualifies as a "large retirement system," a designation which allows the plan additional investments in equity securities.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The City considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

Deposit and investment transactions are subject to a variety of risks. The City's adopted investment policies seek to promote the safety of principal, provide adequate liquidity for operational needs, earn market rates of return on investments consistent with liquidity needs and investment quality, and conform to legal requirements.

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The City's Investment Policy states that the City will create its portfolio with investments having maturity dates at or prior to the time cash is prudently projected to be required to meet disbursement needs, thereby avoiding the need to sell securities prior to their maturity. The Policy limits investment maturities to a maximum of five years from the date of purchase. As of December 31, 2019, the City had investments of \$575,889,221 in Georgia Fund 1, which reported a weighted average maturity on its entire portfolio of 39 days as of the end of the year.

Policies of the City of Savannah Employees' Retirement Plan limit its cash and short term investments to a maximum of 5.0% of the total portfolio, with a target amount of less than one percent. As of December 31, 2019, the City of Savannah Employees' Retirement Plan had less than one percent of its portfolio in cash and short-term investments.

Polices of the City's OPEB Plan limit its cash and short term investments to a maximum of 5.0% of the total portfolio, with a target amount of less than one percent. As of December 31, 2019 the City's OPEB Trust Fund had 4.64% of its portfolio in cash and short-term investments.

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The City's Investment Policy seeks to minimize credit risk through diversification of investments within the choices allowed under state statutes. The City has no stated minimum credit quality for its investment portfolio.

All of the City's investments in U.S. Treasury and Agency securities carry the explicit guarantee of the U.S. government. U.S. Agency securities underlie repurchase agreements.

Foreign currency risk is the risk that exchange rates may affect the valuation of an investment. The Pension Trust Fund had investments in international stock and foreign corporate bonds of \$65,665,847 and \$1,872,765 respectively, as of yearend. These investments are subject to foreign currency risk consisting of various currencies. Policies of the City of Savannah Employees' Retirement Plan limit investment in international equities to 25% of the market value of the fund.

The OPEB Trust Fund had investments in international stock funds of \$9,340,653 as of yearend. These investments are subject to foreign currency risk consisting of various currencies. Policies of the City's OPEB limit investment in international equities to 15% of the market value of the fund.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Disclosures are required for any issuer that represents 5% or more of total investments, exclusive of mutual funds, external investment pools and investments issued or guaranteed by the U.S. government. The City's investment policy restricts investments in a single issuer of more than 25% of the total investment portfolio, not including the investment pools operated by the Georgia State Treasurer's Office and obligations of the U.S. government.

In addition, the City of Savannah Employees' Retirement Plan seeks a diversified portfolio of fully negotiable, equity, fixed income, and money market securities, with target percentages for each, which are based on market values. Percentage allocations are intended to serve as long-term guidelines and, therefore, may result in a temporary imbalance in asset mix. Temporary imbalances may result from market conditions or an investment transition; however, periodic asset rebalancing is performed on a regular basis. The target percentages and allocation ranges are presented below for each asset class.

| <u>Asset Class</u> | <u>Target Percentage</u> | <u>Allocation Range</u> |
|-------------------------------|--------------------------|-------------------------|
| U.S. Equities | 45% | 30% to 55% |
| Non U.S. Equities | 15% | 5% to 25% |
| Fixed Income Debt Obligations | 30% | 17.5% to 42.5% |
| Real Estate | 10% | 5% to 15% |

The City' OPEB Plan seeks a diversified portfolio of fully negotiable, equity, fixed income, and money market securities, with target percentages for each, which are based on market values. Percentage allocations are intended to serve as long-term guidelines and, therefore, may result in a temporary imbalance in asset mix. Temporary imbalances may result from market conditions or an investment transition; however, periodic asset rebalancing is performed on a regular basis. The target percentages and allocation ranges are presented below for each asset class.

| <u>Asset Class</u> | <u>Target Percentage</u> | <u>Allocation Range</u> |
|-------------------------------|--------------------------|-------------------------|
| U.S. Equities | 50% | 35% to 75% |
| Non U.S. Equities | 10% | 5% to 15% |
| Fixed Income Debt Obligations | 30% | 15% to 45% |
| Real Estate | 10% | 5% to 15% |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Deposits and investments are reconciled between the financial statements and note disclosure as follows:

Basic financial statements:

| | |
|---------------------------|-------------------------|
| Cash and investments | \$ 348,096,972 |
| Restricted cash | 298,330,438 |
| Trust and custodial funds | <u>514,748,072</u> |
| Total | <u>\$ 1,161,175,482</u> |

Notes to financial statements:

| | |
|--------------|-------------------------|
| Cash on Hand | \$ 26,822 |
| Deposits | 75,418,126 |
| Investments | <u>1,085,730,534</u> |
| Total | <u>\$ 1,161,175,482</u> |

NOTE 4 - PENSION PLANS

The City maintains a cost-sharing multiple-employer pension plan to provide retirement benefits to employees of the City called the City of Savannah Employees' Retirement Plan (COSERP). Certain City employees also participate in the Peace Officers' Annuity and Benefit Fund of Georgia (POAB) and the Georgia Firefighters' Pension Plan (GFFP). Separate plan disclosures are provided herein for each plan. Aggregate amounts for all plans for the City's proportionate share of the net pension liability and other items are as follows:

| | Total Pension Liability | Plan Fiduciary Net Position | Proportionate Share of Net Pension Liability | Deferred Outflows | Deferred Inflows | Pension Expense |
|--|----------------------------|--------------------------------|---|----------------------|---------------------|----------------------|
| City of Savannah Employees' Retirement Plan | \$ 445,285,774 | \$ 323,999,446 | \$ 121,286,328 | \$ 27,255,629 | \$ 7,106,602 | \$ 16,658,503 |
| Peace Officers' Annuity and Benefit Fund of Georgia (POAB) | | | | | | 547,695 |
| Georgia Firefighters' Pension Fund (GFFP) | | | | | | 1,031,600 |
| | <u>\$ 445,285,774</u> | <u>\$ 323,999,446</u> | <u>\$ 121,286,328</u> | <u>\$ 27,255,629</u> | <u>\$ 7,106,602</u> | <u>\$ 18,237,798</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

(A) City of Savannah Employees' Retirement Plan

Summary of Significant Accounting Policies

Basis of Accounting. COSERP financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments. Investments are reported at fair value. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Plan Description and Contribution Information

Plan Administration. The City of Savannah administers a cost sharing multiple-employer defined benefit pension plan (the City of Savannah Employees' Retirement Plan) which was established by City ordinance in July 1972 to provide retirement and disability benefits for all full-time general and uniformed personnel of the City. Membership by all full-time City employees is required by ordinance. Employees of the Savannah Airport Commission and the Metropolitan Planning Commission are also eligible to participate in the Plan.

The Plan is administered by the Retirement Board. The Retirement Board is composed of eight members consisting of the following:

- The City Manager
- The Chief Financial Officer of the City of Savannah
- A Police employee selected by the police employees
- A Fire employee selected by the fire employees
- A General employee selected by the general employees
- A member of the City Council selected by the City Council
- Two citizens at large selected by the Mayor and Aldermen

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

As of December 31, 2017, employee membership data related to the pension plan was as follows:

| | |
|---|--------------|
| Retirees and beneficiaries currently receiving benefits | 1,445 |
| Terminated employees entitled to benefits but not yet receiving them | <u>159</u> |
| | <u>1,604</u> |
| Active plan participants: | |
| Vested | 1,514 |
| Nonvested | <u>1,044</u> |
| Total | <u>2,558</u> |

The Plan's audited financial statements are included in the City's comprehensive annual financial report as a pension trust fund. The Plan does not issue a stand-alone financial report.

Benefits provided. City ordinance specifies types and levels of Plan benefits as well as Plan member contribution requirements. The Plan provides normal and early retirement pension benefits, occupational disability benefits, survivor's benefits, non-occupational disability and death benefits to plan members and beneficiaries.

Under the Plan, pension benefits vest after five years of service. Normal retirement for general employees is age 57. Normal retirement for uniformed public safety employees (police officers and fire fighters) is age 55. The normal monthly benefit is calculated as follows:

Final average earnings times

- 2.1% for each year of service earned before January 1, 2000, plus 2.3% for each year of service earned after January 1, 2000 (to a maximum of 30 years of service) plus
- 1% of final average earnings times years of service in excess of 30 years to a maximum of 100%.

Final average earnings is defined as the average monthly salary for the highest sixty consecutive months during the last ten years of employment.

In 1999, the Plan added a provision for automatic post-retirement pension increases. Once a pensioner reaches the age of 65 and has received pension benefits for at least five years, an increase of 5% is automatically given to the pensioner in the month both conditions are met. Every year thereafter an automatic increase of 1% is granted to the pensioner. In March 2000, the Plan was further enhanced to allow accumulated sick leave as pensionable service for eligibility and benefit purposes.

Contributions. The annual contribution amounts are actuarially determined. Active employees covered by the Plan are required to contribute 6.65% of their earnings on a pre-tax basis and the employers contribute such additional amounts as are necessary, based on actuarial valuations, in order to

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

provide the Plan with assets sufficient to meet future benefit payments. The employer contribution as a percentage of payroll determined by the most recent actuarial valuation is 9.06%. In 2019, contributions to the COSERP by the City of Savannah were \$9,411,259. The contributions paid by City employees totaled \$6,468,793 in 2019. The total payroll for City employees covered under the COSERP for the year ended December 31, 2019 was \$97,275,083. The projected unit credit method is used to determine contributions.

Investments

Investment Policy. The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board through a vote by a majority of its members. Plan assets are managed on a total return basis with long-term objective of achieving and maintaining a fully funded status for the benefits provided through the pension plan. The following was the Retirement Board's adopted asset allocation policy as of December 31, 2019:

| <u>Asset Class</u> | <u>Target Allocation</u> |
|---------------------------|---------------------------------|
| Fixed income | 30% |
| Domestic equity | 45 |
| International equity | 15 |
| Real estate | 10 |
| Total | <u>100%</u> |

The target allocations detailed above were established in 2019 and have not been amended since that time.

Rate of Return. For the year ended December 31, 2019, the annual money weighted rate of return on pension plan investments, net of pension plan investment expense, was 20.58 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

Net Pension Liability

Net components of the net pension liability of the COSERP at December 31, 2018, were as follows:

| | |
|----------------------------------|-----------------------|
| Total pension liability | \$ 498,653,864 |
| Plan fiduciary net position | 362,831,209 |
| Employers' net pension liability | <u>\$ 135,822,655</u> |

| | |
|--|--------|
| Plan fiduciary net position as a percentage of the Total Pension Liability | 72.76% |
|--|--------|

Changes in the Net Pension Liability

| | Increase (Decrease) | | |
|--|-----------------------------------|---------------------------------------|---------------------------------------|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a) - (b) |
| Balances - beginning of year | \$ 473,241,515 | \$ 386,890,701 | \$ 86,350,814 |
| Changes for the Year: | | | |
| Service cost | 12,197,176 | | 12,197,176 |
| Interest expense | 35,850,147 | | 35,850,147 |
| Differences between expected and actual experience | 7,761,517 | | 7,761,517 |
| Contributions--employer | | 10,331,820 | (10,331,820) |
| Contributions--employee | | 7,459,327 | (7,459,327) |
| Net investment income | | (11,332,027) | 11,332,027 |
| Benefits paid, including refunds of member contributions | (30,396,491) | (30,396,491) | |
| Plan administrative expenses | | (122,121) | 122,121 |
| Net Changes | <u>25,412,349</u> | <u>(24,059,492)</u> | <u>49,471,841</u> |
| Balances - end of year | <u>\$ 498,653,864</u> | <u>\$ 362,831,209</u> | <u>\$ 135,822,655</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

The actuarial assumptions used in the January 1, 2018 valuation were based on the results of the last actuarial experience study dated October 28, 2015. The net pension liability is based on an actuarial valuation dated January 1, 2018, upon which update procedures were used to roll forward the total pension liability to the year end of December 31, 2018. The actuarial cost method used to calculate the total pension liability was entry age normal.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of January 1, 2018, using the following actuarial assumptions, applied to all periods included in the measurement:

- Inflation 3.00%
- Salary increases Varies by age
- Investment rate of return 7.50%
- Cost-of-living adjustments 5.00% at participant's adjustment date, 1.00% annually thereafter

For pre-retirement members of the Plan, mortality rates were based on the RP-2014 Employee Mortality Table projected generationally using a modified version of the MP-2014 improvement scale. For healthy annuitants of the Plan, mortality rates were based on the RP-2014 Healthy Annuitant Mortality Table set forward six years for males and three years for females projected generationally using a modified version of the MP-2014 improvement scale. For disabled annuitants, mortality rates were based on the RP-2014 Disabled Retiree Mortality Table set back three years for males and females projected generationally using a modified version of the MP-2014 improvement scale.

Long-term expected rate of return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These returns 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, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation (approved by the Board) and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumption are summarized in the following table:

| Asset Class | Long-Term Expected Real Rate of Return |
|----------------------|---|
| Domestic equity | 6.40% |
| International equity | 7.40% |
| Fixed Income | 1.75% |
| Equity Real Estate | 5.10% |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

Discount Rate. The discount rate used to measure the total pension liability was 7.50% as of December 31, 2018. The projection of cash flows used to determine the discount rate assumed employee contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the actuarially determined contribution rates. For this purpose, only employee and employer contributions that intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of December 31, 2018.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the COSERP as of December 31, 2018, calculated using the discount rate of 7.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

| | 1% Decrease (6.50%) | Current Discount (7.50%) | 1% Increase (8.50%) |
|-----------------------|------------------------|--------------------------------|------------------------|
| Net pension liability | \$ 198,046,639 | \$ 135,822,655 | \$ 84,284,372 |

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

At December 31, 2019, the City of Savannah reported a liability of \$121,286,328 for its proportionate share of the net pension liability of the COSERP. The net pension liability was measured as of December 31, 2018 and determined based on the total pension liability from the actuarial valuation as of January 1, 2018. The City's proportion of the net pension liability was based on the fiscal 2018 employer contributions into the Plan. In 2018 the City of Savannah was allocated a proportional share of 89.30% of the net pension liability compared to a share of 89.85% for 2017.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the City of Savannah's proportional share of the net pension liability of the COSERP as of December 31, 2019, calculated using the discount rate of 7.50%, as well as the proportional share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

| | 1% Decrease (6.50%) | Current Discount (7.50%) | 1% Increase (8.50%) |
|--|------------------------|--------------------------------|------------------------|
| City of Savannah's proportional share of net pension liability | \$ 176,850,832 | \$ 121,286,328 | \$ 75,263,894 |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

For the year ended December 31, 2019, the City recognized pension expense of \$16,658,503. At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|--|---|
| Changes in proportion and differences between employer's contributions and proportionate share of contributions | \$ 269,700 | \$ 1,087,235 |
| Net difference between projected and actual earnings on pension plan investments | 16,260,117 | |
| Difference between expected and actual experience in the total pension liability | 8,261,238 | 3,554,793 |
| Total | <u>\$ 24,791,055</u> | <u>\$ 4,642,028</u> |

\$9,411,259 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2020. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year Ended</u> | <u>Recognition of deferred outflows/(inflows)</u> |
|---|--|
| December 31, 2020 | \$5,790,458 |
| December 31, 2021 | 1,896,169 |
| December 31, 2022 | 3,487,904 |
| December 31, 2023 | 7,914,942 |
| December 31, 2024 and Thereafter | 1,059,554 |
| Net balance of deferred outflows/(inflows) of resources | <u>\$20,149,027</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

(B) Pensions with a Special Funding Situation

The City participates in two pension plans that are considered to have a special funding situation. The two plans are the Peace Officers' Annuity and Benefit Fund of Georgia (POAB) and the Georgia Firefighters' Pension Plan (GFFP). Both of these pension plans are cost-sharing, multiple employer defined benefit plans and the employer contributions are funded by the State on behalf of the City. GASB Statement No. 68, Accounting and Financial Reporting for Pensions requires participating employers and nonemployer contributing entities to recognize their proportional share of the collective net pension liability and pension expense. Since the City does not contribute directly to the plans, there is no net pension liability or deferred inflows or outflows to report in the financial statements of the City. The State's proportionate share of the collective net pension liability (asset) of the POAB plan totals \$596,001 and the Georgia Firefighters' plan totals \$4,072,405. The State revenue and pension expense of the plans total \$547,695 for the POAB and \$1,031,600 for the Georgia Firefighters' plan and these amounts were recognized by the City during the period as revenues and expenditures/expenses. Detailed information about each of the plans' fiduciary net position is available in separately issued financial reports that can be obtained at www.poab.georgia.gov (POAB) and at www.gfpf.org (Georgia Firefighters Pension Plan).

Peace Officers' Annuity and Benefit Fund of Georgia (POAB): The Peace Officers' Annuity and Benefit Fund of Georgia was created in 1950 by the General Assembly of Georgia to provide retirement benefits to peace officers.

Benefits provided. POAB provides retirement as well as death benefits. Title 47 of the O.C.G.A. assigns the authority to establish and amend the provisions of the fund to the State Legislature. A member must have terminated his or her active employment as a peace officer to receive benefits. The monthly benefit is a single life annuity payable in monthly installments for the life of the member only. The monthly payment amount at June 30, 2018, was \$24.41 per month (plus 1/12 of this amount for each month of any partial year) for each full year of creditable service up to a maximum of 30 years of total service. The Board of Trustees is authorized to provide for increases effective as of January 1 and July 1 of each year up to 1.5% of the maximum monthly retirement benefit then in effect. Members may elect, as an alternate to the benefit described above, to receive a 100% joint life annuity payable during the life of the member of the member's spouse, or a contingency life annuity with a 50% monthly payment to the surviving spouse. The amount of the benefit for these options is an actuarially reduced portion of the single life annuity benefit described above.

Contributions and Vesting. A member is eligible to receive retirement benefits with 30 years of service, regardless of age. A member is also eligible to receive retirement benefits at age 55 with 10 years of service; however, members joining on or after July 1, 2010, must have 15 years of service to be eligible for benefits. A member must have terminated his or her active employment as a peace officer to receive benefits. POAB is funded by member and nonemployer contributing entity contributions. Contribution provisions are established by statute and may be amended only by the General Assembly of Georgia. Member contribution requirements are set forth in O.C.G.A. 47-17-44 and are not actuarially determined. Each member must contribute \$20 per month, to be paid no later than the tenth day of each month. Nonemployer contributions consist of court fines and forfeitures collected and remitted by the courts directly to POAB in accordance with O.C.G.A. 47-17-60. These court fines and forfeitures are considered to be made by the State of Georgia as the nonemployer contributing entity.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017.

Actuarial Assumptions. The collective total pension liability was determined by an actuarial valuation as of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 2.5% |
| Salary increases | N/A |
| Investment rate of return | 6.50%, net of pension plan investment expense, including inflation |

Mortality rates were based on the RP-2014 Healthy Mortality Table with blue collar adjustment projected with Conduent modified MP-2016 projection scale. Mortality rates for disabled lived were based on the RP-2014 Disabled Retiree Mortality Table projected with the Conduent modified MP-2016 projection scale.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an experience study covering the period June 30, 2008 through June 30, 2015.

The long-term expected rate of return on pension plan investments was calculated by the Fund's investment manager as 6.66% using a Monte Carlo simulation in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of 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. The fund's administrator determined that 6.50% was a reasonable assumption for the long-term rate of return on plan assets based on the calculation of the fund's investment manager.

Discount rate. The discount rate used to determine the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumes revenues will remain level. 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 plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Georgia Firefighters' Pension Fund (GFFP): The Georgia Firefighters' Pension Fund was created in 1955 by an act of the Georgia General Assembly to provide retirement benefits for qualified firefighters. The GFFP administers a cost-sharing, multiple-employer defined benefit pension plan as defined in Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25*.

Any person employed as a firefighter or enrolled as a volunteer firefighter within the State of Georgia or any regular employee of the GFFP is eligible for membership in the fund. The various fire departments located within the State of Georgia, as the employers of the members of the GFFP, do not make

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

contributions to the fund. The State of Georgia provides nonemployer contributions to the fund through the collection of insurance premiums tax. These nonemployer contributions are recognized as revenue by the fund when collected from the insurers.

Benefits provided. The GFFP provides retirement as well as disability and death benefits. Benefit provisions and vesting requirements are established by state statute and may be amended only by the General Assembly of Georgia. A member is eligible to receive retirement benefits at age 55 provided the member has 25 years of service. A member is eligible to receive a pro rata share of benefits, at the latter of age 55 or at the member's termination as a firefighter or volunteer firefighter, after at least 15 years of service (amount received to be the maximum benefit amount times a ratio of years of service to 25 years). At age 50, a member may elect to receive a percentage of benefits to which the member would have been eligible to receive at age 55. Members may not receive benefits while they are still an employee of a fire department or of the fund. Members may receive benefits and continue service as a volunteer firefighter as long as they receive no form of compensation for their volunteer department activity.

The maximum retirement benefit at June 30, 2018 is \$913 per month for the life of the member. The Board of Trustees is authorized to provide for ad-hoc cost-of-living adjustments (COLAs) effective as of January 1 and July 1 of each year up to 1.5% of the maximum retirement benefit then in effect. Members retiring after July 1, 1984 with service in excess of 25 years are entitled to an additional 1% of the maximum benefit in effect at the time of retirement for each additional full year of service. Members retiring after July 1, 2002 with service in excess of 25 years are entitled to an additional 2% of the maximum benefit in effect at the time of retirement for each additional full year of service.

Members may elect, as an alternate to the benefit described above, to receive either:

- the joint and survivor option, which is an actuarially reduced benefit payable during the joint lifetime of the member and the member's spouse, continuing after the death of the member through the lifetime of the spouse, or
- the ten years' certain and life option, which is a reduced benefit during the member's lifetime. In the event of the member's death within 10 years of retirement, the same monthly benefits continue to be paid to the member's selected beneficiary for the balance of the 10 year period.

Disability benefits are provided subject to the approval of the Board of Trustees to any firefighter or volunteer firefighter, who was an active member, and became totally and permanently disabled, applied for disability benefits, and was awarded such benefits prior to July 1, 1993.

A death benefit in the amount of \$5,000 is provided to the beneficiary of a member in the event of the death of a member of the GFFP who is in good standing and who has not commenced receiving any benefits. In the event of the death of a member of the fund who is in good standing and who has commenced receiving benefits, but who has not received total benefits in the amount of \$5,000; the designated beneficiary of such deceased member is entitled to receive the difference between \$5,000 and the amount of the benefits received by the deceased member. In the event of the death of a member with 15 years of service, prior to commencing benefits, the spouse or beneficiary of the member is entitled to the retirement benefit elected to have been received by the member in accordance with the plan's regular benefit terms.

In the event a member terminates prior to receiving retirement benefits, 95% of the member's contributions will be returned. No interest is paid upon amounts so withdrawn.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

Contributions. The GFFP is funded by member and nonemployer contributing entity (nonemployer) contributions. Contribution provisions are established by statute and may be amended only by the General Assembly of Georgia.

Member contribution requirements are set forth in O.C.G.A. 47-7-60 and are not actuarially determined. Each member must contribute \$25 per month, to be paid no later than the tenth day of each month.

Nonemployer contributions consist of insurance premiums tax collected and remitted by insurers directly to the GFFP in accordance with O.C.G.A. 47-7-61. Every fire insurance company, corporation or association doing business within the State of Georgia must pay to the executive director of the fund 1% of the gross premiums written by such insurance company, corporation, or association for fire, lightning, or extend coverage, inland marine or allied lines, or windstorm insurance policies covering property within the State of Georgia. These insurance premiums taxes are considered to be made by the State of Georgia as the nonemployer contributing entity.

Actuarial Assumptions. The total pension liability was determined based on an actuarial valuation as of June 30, 2018, using the following key actuarial assumptions:

| | |
|---------------------------|---|
| Inflation | 2.75% |
| Salary increases | N/A |
| Investment rate of return | 6.0%, net of pension plan investment expense, including inflation |

Mortality rates for pre-retirement were based on the RP-2000 Employee Mortality Table projected to 2025 with Projection Scale BB. Mortality rates for post-retirement and for dependent beneficiaries were based on the RP-2000 Blue Collar Mortality Table projected to 2025 with Projection Scale BB set forward 1 year for males and 4 years for females. For current disability retirees, mortality rates are based on the RP-2000 Disabled Mortality Table projected to 2025 with Projection Scale BB set forward 5 years for males and 3 years for females, however there are no longer any disability benefits included in the plan.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of the last actuarial experience study dated November 4, 2015.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate arithmetic expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These assumptions are converted into nominal assumptions by adding inflation, and then combined by weighting them by the target asset allocation percentages.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

| Asset Class | Target Allocation | Long-term expected real rate of return |
|-----------------------------------|------------------------------|---|
| Investment grade corporate credit | 12.00 % | 2.44 % |
| Mortgage backed securities | 12.00 | 0.95 |
| Core bonds | 10.50 | 1.38 |
| Large cap equities | 15.50 | 5.92 |
| Small/mid cap equities | 15.50 | 6.71 |
| International unhedged equities | 13.00 | 6.71 |
| Emerging international equities | 6.50 | 9.70 |
| Private equity | 5.00 | 8.73 |
| Real estate (core) | 5.00 | 4.62 |
| Real assets (liquid) | 5.00 | 4.65 |
| | <u>100.00 %</u> | |

Discount Rate. The discount rate used to measure the total pension liability was 6.0%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that nonemployer contributions will remain at the level contributed the previous fiscal year. Based on those assumptions, the fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

(C) Old Pension Plan

In 1972, the Old Pension Plan was terminated and replaced by the current City of Savannah Employees' Retirement Plan. A new fund was established in 1983 to fund the benefits payable to persons who were retired and/or vested under the old plan prior to 1972. The City contributed \$1,619,320 in 1983, \$471,692 in 1984, and \$185,000 in 1985 to fund the actuarially expected future benefits beginning in July 1985. Old pension benefits until July 1985 were funded by the General Fund. As a result of these contributions, the Old Pension Fund became fully funded as of July 1985. There are no active employees covered by the Old Pension Plan, accordingly, there were no employee contributions in 2019. Benefits to be paid under the Old Pension Plan were fully funded as of December 31, 2006; therefore, no employer contributions were made to the Old Pension Plan during 2019.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

(D) Statement of Fiduciary Net Position for Individual Pension Plans

CITY OF SAVANNAH
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
DECEMBER 31, 2019

| | EMPLOYEES' RETIREMENT | | |
|---------------------------------|-----------------------|-------------------|----------------|
| | PENSION TRUST | OLD PENSION TRUST | TOTAL |
| <u>ASSETS</u> | | | |
| Cash and cash equivalents | \$ - | \$ 195,976 | \$ 195,976 |
| Accrued income | 505,501 | | 505,501 |
| Accounts receivable: | | | |
| From employers | 13,340 | | 13,340 |
| From participants | 57,285 | | 57,285 |
| Investments, at fair value: | | | |
| U.S. government obligations | 100,438,518 | | 100,438,518 |
| Foreign corporate bonds | 1,872,765 | | 1,872,765 |
| Domestic corporate bonds | 16,709,300 | | 16,709,300 |
| Domestic equities | 195,264,093 | | 195,264,093 |
| International equities | 65,665,847 | | 65,665,847 |
| Real estate fund | 40,476,200 | | 40,476,200 |
| Total investments | 420,426,723 | | 420,426,723 |
| Total assets | 421,002,849 | 195,976 | 421,198,825 |
| <u>LIABILITIES</u> | | | |
| Payable from restricted assets: | | | |
| Accounts payable | 317,151 | | 317,151 |
| Total liabilities | 317,151 | | 317,151 |
| <u>NET POSITION</u> | | | |
| Restricted for: | | | |
| Pensions | \$ 420,685,698 | \$ 195,976 | \$ 420,881,674 |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - PENSION PLANS (CONTINUED)

(E) Statement of Changes in Fiduciary Net Position for Individual Pension Plans

CITY OF SAVANNAH
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
YEAR ENDED DECEMBER 31, 2019

| | EMPLOYEES' RETIREMENT | | |
|--|-----------------------|-------------------|----------------|
| | PENSION TRUST | OLD PENSION TRUST | TOTAL |
| <u>ADDITIONS</u> | | | |
| Contributions | | | |
| Employer | \$ 10,643,079 | \$ - | \$ 10,643,079 |
| Plan members | 7,222,808 | | 7,222,808 |
| Total contributions | 17,865,887 | | 17,865,887 |
| Investment income | | | |
| Interest | 3,136,287 | 4,046 | 3,140,333 |
| Real estate net income | 885,633 | | 885,633 |
| Net appreciation (depreciation) in fair value of investments | 69,875,190 | | 69,875,190 |
| Total investment income | 73,897,110 | 4,046 | 73,901,156 |
| Less investment expense | 1,135,428 | | 1,135,428 |
| Net investment income (loss) | 72,761,682 | 4,046 | 72,765,728 |
| Total additions | 90,627,569 | 4,046 | 90,631,615 |
| <u>DEDUCTIONS</u> | | | |
| Benefits | 29,779,272 | 1,440 | 29,780,712 |
| Refunds of contributions | 2,837,602 | | 2,837,602 |
| Administrative expense | 156,206 | | 156,206 |
| Total deductions | 32,773,080 | 1,440 | 32,774,520 |
| Change in net position | 57,854,489 | 2,606 | 57,857,095 |
| Net position: | | | |
| Beginning of year - January 1 | 362,831,209 | 193,370 | 363,024,579 |
| End of year - December 31 | \$ 420,685,698 | \$ 195,976 | \$ 420,881,674 |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019 was:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|------------------------------|----------------------|----------------------|---------------------------|
| Governmental activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 77,765,116 | \$ 7,995,774 | \$ 4,842,645 | \$ 80,918,245 |
| Construction in progress | 165,752,384 | 46,511,141 | 23,847,866 | 188,415,659 |
| Total capital assets, not being depreciated | <u>243,517,500</u> | <u>54,506,915</u> | <u>28,690,511</u> | <u>269,333,904</u> |
| Capital assets, being depreciated | | | | |
| Plants and buildings | 70,439,697 | 5,213,908 | 5,629,948 | 70,023,657 |
| Improvements other than buildings | 96,889,070 | 2,827,156 | 49,194 | 99,667,032 |
| Machinery, equipment and vehicles | 135,664,996 | 7,727,905 | 8,484,099 | 134,908,802 |
| Streets and drainage | 525,717,898 | 7,666,387 | | 533,384,285 |
| Total capital assets, being depreciated | <u>828,711,661</u> | <u>23,435,356</u> | <u>14,163,241</u> | <u>837,983,776</u> |
| Less: Accumulated Depreciation | | | | |
| Plants and buildings | 28,160,661 | 2,139,363 | 1,976,366 | 28,323,658 |
| Improvements other than buildings | 35,180,379 | 2,718,491 | 49,194 | 37,849,676 |
| Machinery, equipment and vehicles | 91,998,170 | 9,661,327 | 6,960,945 | 94,698,552 |
| Streets and drainage | 247,071,691 | 13,765,730 | | 260,837,421 |
| Total accumulated depreciation | <u>402,410,901</u> | <u>28,284,911</u> | <u>8,986,505</u> | <u>421,709,307</u> |
| Total capital assets, being depreciated, net | <u>426,300,760</u> | <u>(4,849,555)</u> | <u>5,176,736</u> | <u>416,274,469</u> |
| Governmental activities capital assets, net | <u>\$ 669,818,260</u> | <u>\$ 49,657,360</u> | <u>\$ 33,867,247</u> | <u>\$ 685,608,373</u> |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 – CAPITAL ASSETS (CONTINUED)

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|-------------------------------------|-----------------------------|----------------------------|----------------------------------|
| Business-type activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 9,009,493 | \$ - | \$ 992,706 | \$ 8,016,787 |
| Construction in progress | 91,697,548 | 76,803,968 | 8,724,578 | 159,776,938 |
| Total capital assets, not being depreciated | <u>100,707,041</u> | <u>76,803,968</u> | <u>9,717,284</u> | <u>167,793,725</u> |
| Capital assets, being depreciated | | | | |
| Plants, buildings, stations and reservoirs | 727,535,920 | 9,430,244 | 28,115 | 736,938,049 |
| Improvements other than buildings | 37,977,423 | 2,005,038 | 185,849 | 39,796,612 |
| Machinery and equipment | 38,474,027 | 2,909,335 | 681,026 | 40,702,336 |
| Total capital assets, being depreciated | <u>803,987,370</u> | <u>14,344,617</u> | <u>894,990</u> | <u>817,436,997</u> |
| Less: Accumulated Depreciation | | | | |
| Plants, buildings, stations and reservoirs | 351,205,541 | 18,993,034 | 23,544 | 370,175,031 |
| Improvements other than buildings | 29,028,621 | 1,138,520 | 88,873 | 30,078,268 |
| Machinery and equipment | 32,932,100 | 1,284,375 | 675,824 | 33,540,651 |
| Total accumulated depreciation | <u>413,166,262</u> | <u>21,415,929</u> | <u>788,241</u> | <u>433,793,950</u> |
| Total capital assets, being depreciated, net | <u>390,821,108</u> | <u>(7,071,312)</u> | <u>106,749</u> | <u>383,643,047</u> |
| Business-type activities capital assets, net | <u><u>\$ 491,528,149</u></u> | <u><u>\$ 69,732,656</u></u> | <u><u>\$ 9,824,033</u></u> | <u><u>\$ 551,436,772</u></u> |

As part of its flood mitigation program, the City has entered into certain grant agreements with the Georgia Emergency Management Agency to purchase flood prone properties located within the city limits. These properties, when purchased, are included in the land category of governmental capital assets at historical cost. Certain covenants restrict the use and resale of these properties once acquired by the City. The value of these properties included in the governmental capital assets as of December 31, 2019 is \$19,917,760.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 – CAPITAL ASSETS (CONTINUED)

During 2019, depreciation expense was charged to functions/programs of the City as follows:

Governmental activities:

| | |
|---|---------------------|
| Governance and strategic services | \$ 154,962 |
| Municipal operations | 883,905 |
| Infrastructure and development | 14,157,581 |
| Police | 620,897 |
| Recorders Court | 1,645 |
| Fire | 845,668 |
| Parks and recreation | 3,051,204 |
| Community services | 637,604 |
| Grant program and administration | <u>10,356</u> |
| Total depreciation expense – governmental activities | 20,363,822 |
| Depreciation expense on Internal Service Fund Capital Assets | <u>7,921,089</u> |
| Total depreciation expense allocated to governmental activities | <u>\$28,284,911</u> |

Business-type activities:

| | |
|--|----------------------|
| Water and sewer | \$ 16,880,003 |
| Sanitation | 1,291,917 |
| Parking facilities | 2,322,311 |
| Civic Center | 688,012 |
| Golf course | <u>233,686</u> |
| Total depreciation expense allocated to business-type activities | <u>\$ 21,415,929</u> |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 – CAPITAL ASSETS (CONTINUED)

As of December 31, 2019, the City had the following commitments with respect to unfinished capital projects:

| <u>Project by Type</u> | <u>Project Authorization</u> | <u>Expended at Year-end</u> | <u>Committed</u> | <u>Required Future Financing</u> |
|---|---|--|-------------------------|---|
| Drainage | \$66,156,150 | \$33,253,920 | \$32,902,230 | NONE |
| Industrial and Domestic Water Supply System | 517,000 | 87,318 | 429,682 | NONE |
| Public Buildings | 338,187,988 | 125,610,712 | 212,577,276 | NONE |
| Recreation | 8,372,663 | 4,311,931 | 4,060,732 | NONE |
| Sanitation | 34,865,398 | 14,870,276 | 19,995,122 | NONE |
| Sewerage | 164,158,581 | 49,801,508 | 114,357,073 | NONE |
| Squares | 7,108,771 | 3,628,560 | 3,480,211 | NONE |
| Street Paving | 41,388,899 | 20,789,617 | 20,599,282 | NONE |
| Traffic Engineering | 68,860,356 | 42,818,153 | 26,042,203 | NONE |
| Water | 71,527,089 | 21,849,056 | 49,678,033 | NONE |
| Other | 81,727,045 | 31,171,546 | 50,555,499 | NONE |
| Totals | <u>\$882,869,940</u> | <u>\$348,192,597</u> | <u>\$534,677,343</u> | |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES

(A) The following shows the composition of bonds, notes, and contractual obligations payable at December 31, 2019 and the annual maturities of long-term liabilities:

| | Lowest/ Highest Coupon Rate | Original Issue Amount | Unmatured Bond/Interest at 12/31/19 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025-2029 | 2030-2034 | 2035-2039 |
|---|--------------------------------------|--------------------------|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------|---------------------|--------------------|
| <u>GOVERNMENTAL ACTIVITIES PRINCIPAL PORTION</u> | | | | | | | | | | | |
| Contractual Obligations Related to: | | | | | | | | | | | |
| 2014 Downtown Savannah Authority Bonds | 2.0/4.0 | \$ 9,970,000 | \$ 5,310,000 | \$ 810,000 | \$ 835,000 | \$ 865,000 | \$ 895,000 | \$ 935,000 | \$ 970,000 | \$ - | \$ - |
| 2015 Downtown Savannah Authority Bonds | 2.0/4.0 | 19,950,000 | 16,690,000 | 935,000 | 920,000 | 905,000 | 935,000 | 965,000 | 5,080,000 | 5,610,000 | 1,340,000 |
| 2016 Downtown Savannah Authority Bonds | 2.03 | 8,000,000 | 8,000,000 | 730,000 | 745,000 | 760,000 | 775,000 | 790,000 | 4,200,000 | | |
| 2017 Downtown Savannah Authority Bonds | 2.39 | 6,585,000 | 6,585,000 | | 590,000 | 605,000 | 620,000 | 635,000 | 3,405,000 | 730,000 | |
| 2018 Downtown Savannah Authority Bonds | 3.00/5.00 | 14,095,000 | 13,850,000 | 485,000 | 510,000 | 535,000 | 560,000 | 590,000 | 3,415,000 | 4,045,000 | 3,710,000 |
| 2019 Downtown Savannah Authority Bonds | 2.75 | 8,440,000 | 8,440,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 4,565,000 | 3,750,000 | |
| Total Contractual Obligations | | <u>67,040,000</u> | <u>58,875,000</u> | <u>2,985,000</u> | <u>3,625,000</u> | <u>3,695,000</u> | <u>3,810,000</u> | <u>3,940,000</u> | <u>21,635,000</u> | <u>14,135,000</u> | <u>5,050,000</u> |
| General Obligation Bonds: | | | | | | | | | | | |
| 2016 General Obligation Bonds | 1.97 | 2,000,000 | 2,000,000 | 315,000 | 325,000 | 330,000 | 335,000 | 345,000 | 350,000 | | |
| 2017 General Obligation Bonds | 1.84 | 2,000,000 | 2,000,000 | | 385,000 | 395,000 | 400,000 | 405,000 | 415,000 | | |
| 2018 General Obligation Bonds | 3.28 | 2,000,000 | 2,000,000 | | | 375,000 | 385,000 | 400,000 | 840,000 | | |
| Total General Obligation Bonds | | <u>6,000,000</u> | <u>6,000,000</u> | <u>315,000</u> | <u>710,000</u> | <u>1,100,000</u> | <u>1,120,000</u> | <u>1,150,000</u> | <u>1,605,000</u> | | |
| Notes: | | | | | | | | | | | |
| 2011-A Series HUD Section 108 Note | 1.60/2.92 | 595,000 | 100,000 | 100,000 | | | | | | | |
| Total Governmental Activities Principal Portion | | <u>\$73,635,000</u> | <u>\$64,975,000</u> | <u>\$3,400,000</u> | <u>\$4,335,000</u> | <u>\$4,795,000</u> | <u>\$4,930,000</u> | <u>\$5,090,000</u> | <u>\$23,240,000</u> | <u>\$14,135,000</u> | <u>\$5,050,000</u> |
| <u>GOVERNMENTAL ACTIVITIES INTEREST PORTION</u> | | | | | | | | | | | |
| Contractual Obligations | | | \$15,427,347 | \$1,827,550 | \$1,748,855 | \$1,641,631 | \$1,513,508 | \$1,381,069 | \$ 4,895,586 | \$ 2,065,366 | \$ 353,782 |
| General Obligation Bonds | | | 621,016 | 141,800 | 135,595 | 122,108 | 96,039 | 69,451 | 56,023 | | |
| Notes | | | 2,450 | 2,450 | | | | | | | |
| Total Governmental Activities Interest Portion | | | <u>16,050,813</u> | <u>1,971,800</u> | <u>1,884,450</u> | <u>1,763,739</u> | <u>1,609,547</u> | <u>1,450,520</u> | <u>4,951,609</u> | <u>2,065,366</u> | <u>353,782</u> |
| Total Governmental Activities Debt Service Requirements | | | <u>\$81,025,813</u> | <u>\$5,371,800</u> | <u>\$6,219,450</u> | <u>\$6,558,739</u> | <u>\$6,539,547</u> | <u>\$6,540,520</u> | <u>\$28,191,609</u> | <u>\$16,200,366</u> | <u>\$5,403,782</u> |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

| | Lowest/ Highest Coupon Rate | Original Issue Amount | Unmatured Bond/Interest at 12/31/19 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025-2029 | 2030-2034 | 2035-2039 | 2040-2044 | 2045-2049 |
|--|--------------------------------------|--------------------------|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| BUSINESS-TYPE ACTIVITIES PRINCIPAL PORTION | | | | | | | | | | | | | |
| WATER AND SEWER SYSTEM | | | | | | | | | | | | | |
| 2014 Water and Sewer Revenue Bonds | 2.0/3.0 | \$ 17,690,000 | \$ 9,825,000 | \$ 875,000 | \$ 890,000 | \$ 910,000 | \$ 940,000 | \$ 965,000 | \$ 5,245,000 | \$ - | \$ - | \$ - | \$ - |
| 2016 Water and Sewer Revenue Bonds | 2.15 | 21,255,000 | 14,580,000 | 1,830,000 | 1,860,000 | 1,320,000 | 1,350,000 | 1,380,000 | 6,840,000 | | | | |
| Total Water and Sewer Bonds | | <u>38,945,000</u> | <u>24,405,000</u> | <u>2,705,000</u> | <u>2,750,000</u> | <u>2,230,000</u> | <u>2,290,000</u> | <u>2,345,000</u> | <u>12,085,000</u> | | | | |
| SANITATION | | | | | | | | | | | | | |
| 2018 Resource Recovery Bonds | 2.96 | 11,085,000 | 11,085,000 | 970,000 | 995,000 | 1,025,000 | 1,055,000 | 1,090,000 | 5,950,000 | | | | |
| Total Sanitation Bonds | | <u>11,085,000</u> | <u>11,085,000</u> | <u>970,000</u> | <u>995,000</u> | <u>1,025,000</u> | <u>1,055,000</u> | <u>1,090,000</u> | <u>5,950,000</u> | | | | |
| PARKING SERVICES | | | | | | | | | | | | | |
| Contractual Obligations Related to: | | | | | | | | | | | | | |
| 2016 Downtown Savannah Authority Bonds | 2.0/4.0 | 25,055,000 | 24,115,000 | 1,405,000 | 1,465,000 | 1,530,000 | 1,595,000 | 1,665,000 | 9,570,000 | 6,885,000 | | | |
| 2016 Downtown Savannah Authority Bonds | 2.6/4.05 | 33,060,000 | 33,060,000 | | | 870,000 | 890,000 | 915,000 | 4,985,000 | 5,860,000 | 7,045,000 | 8,565,000 | 3,930,000 |
| 2018 Downtown Savannah Authority Bonds | 3.6/4.00 | 30,205,000 | 30,205,000 | | | 1,190,000 | 1,235,000 | 1,285,000 | 7,235,000 | 8,720,000 | 10,540,000 | | |
| 2019 Downtown Savannah Authority Bonds | 2.5/4.00 | 9,685,000 | 9,685,000 | | | | | | 1,405,000 | 1,655,000 | 1,900,000 | 2,185,000 | 2,540,000 |
| Total Parking Services Contractual Obligations | | <u>98,005,000</u> | <u>97,065,000</u> | <u>1,405,000</u> | <u>1,465,000</u> | <u>3,590,000</u> | <u>3,720,000</u> | <u>3,865,000</u> | <u>23,195,000</u> | <u>23,120,000</u> | <u>19,485,000</u> | <u>10,750,000</u> | <u>6,470,000</u> |
| CIVIC CENTER | | | | | | | | | | | | | |
| Contractual Obligations Related to: | | | | | | | | | | | | | |
| 2019 Downtown Savannah Authority Bonds | 3.0/3.2 | 45,120,000 | 45,120,000 | 715,000 | 570,000 | 585,000 | 600,000 | 620,000 | 4,905,000 | 7,310,000 | 8,475,000 | 9,840,000 | 11,500,000 |
| Total Civic Center Contractual Obligations | | <u>45,120,000</u> | <u>45,120,000</u> | <u>715,000</u> | <u>570,000</u> | <u>585,000</u> | <u>600,000</u> | <u>620,000</u> | <u>4,905,000</u> | <u>7,310,000</u> | <u>8,475,000</u> | <u>9,840,000</u> | <u>11,500,000</u> |
| Total Business-type Activities Principal Portion | | <u>\$ 193,155,000</u> | <u>\$ 177,675,000</u> | <u>\$ 5,795,000</u> | <u>\$ 5,780,000</u> | <u>\$ 7,430,000</u> | <u>\$ 7,665,000</u> | <u>\$ 7,920,000</u> | <u>\$ 46,135,000</u> | <u>\$ 30,430,000</u> | <u>\$ 27,960,000</u> | <u>\$ 20,590,000</u> | <u>\$ 17,970,000</u> |
| BUSINESS-TYPE ACTIVITIES INTEREST PORTION | | | | | | | | | | | | | |
| Water and Sewer Bonds | | | \$ 3,414,461 | \$ 571,569 | \$ 514,483 | \$ 462,928 | \$ 407,113 | \$ 349,431 | \$ 835,937 | \$ - | \$ - | \$ - | \$ - |
| Sanitation Resource Recovery Bonds | | | 1,884,188 | 328,116 | 299,404 | 269,952 | 239,612 | 208,384 | 538,720 | | | | |
| Parking Services Contractual Obligations | | | 48,017,501 | 3,442,488 | 3,453,948 | 3,424,647 | 3,293,228 | 3,156,443 | 13,498,427 | 9,265,536 | 5,553,420 | 2,451,860 | 477,504 |
| Civic Center Contractual Obligations | | | 25,845,453 | 856,848 | 1,368,032 | 1,350,933 | 1,333,382 | 1,315,383 | 6,227,112 | 5,322,614 | 4,158,162 | 2,786,107 | 1,126,880 |
| Total Business-type Activities Interest Portion | | | <u>78,888,603</u> | <u>5,199,021</u> | <u>5,635,867</u> | <u>5,508,460</u> | <u>5,273,335</u> | <u>5,029,641</u> | <u>21,100,196</u> | <u>14,588,150</u> | <u>9,711,582</u> | <u>5,237,967</u> | <u>1,604,384</u> |
| Total Business-type Activities Debt Service Requirements | | | <u>\$ 256,563,603</u> | <u>\$ 10,994,021</u> | <u>\$ 11,415,867</u> | <u>\$ 12,938,460</u> | <u>\$ 12,938,335</u> | <u>\$ 12,949,641</u> | <u>\$ 67,235,196</u> | <u>\$ 45,018,150</u> | <u>\$ 37,671,582</u> | <u>\$ 25,827,967</u> | <u>\$ 19,574,384</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

(B) The following are changes in the long-term liabilities for the year ended December 31, 2019:

| | Balance 12/31/18 | 2019 Issues | 2019 Retirements | Balance 12/31/19 | Unamortized (Discounts)/ Premiums | Balance 12/31/19 | Amounts Due Within One Year | Accrued Interest at 12/31/19 |
|---|---------------------|----------------|---------------------|---------------------|---|---------------------|-----------------------------------|------------------------------------|
| Governmental Activities: | | | | | | | | |
| Bonds and notes payable: | | | | | | | | |
| General Obligation Bond 2016 | \$ 2,000,000 | \$ - | \$ - | \$ 2,000,000 | \$ - | \$ 2,000,000 | \$ 315,000 | \$ 16,417 |
| General Obligation Bond 2017 | 2,000,000 | | | 2,000,000 | | 2,000,000 | | 15,333 |
| General Obligation Bond 2018 | 2,000,000 | | | 2,000,000 | | 2,000,000 | | 27,333 |
| Series 2011-A HUD Section 108 Note | 200,000 | | 100,000 | 100,000 | | 100,000 | 100,000 | 1,021 |
| Contractual Obligations relating to: | | | | | | | | |
| Downtown Savannah Authority Bonds 2009 | 8,270,000 | | 8,270,000 | | | | | |
| Downtown Savannah Authority Bonds 2014 | 6,105,000 | | 795,000 | 5,310,000 | 268,739 | 5,578,739 | 810,000 | 83,438 |
| Downtown Savannah Authority Bonds 2015 | 17,385,000 | | 695,000 | 16,690,000 | 292,678 | 16,982,678 | 935,000 | 232,057 |
| Downtown Savannah Authority Bonds 2016 | 8,000,000 | | | 8,000,000 | | 8,000,000 | 730,000 | 67,667 |
| Downtown Savannah Authority Bonds 2017 | 6,585,000 | | | 6,585,000 | | 6,585,000 | | 65,576 |
| Downtown Savannah Authority Bonds 2018 | 14,095,000 | | 245,000 | 13,850,000 | 625,677 | 14,475,677 | 485,000 | 216,028 |
| Downtown Savannah Authority Bonds 2019 | | 8,440,000 | | 8,440,000 | | 8,440,000 | 25,000 | 96,708 |
| Total bonds and notes payable | 66,640,000 | 8,440,000 | 10,105,000 | 64,975,000 | 1,187,094 | 66,162,094 | 3,400,000 | 821,578 |
| Other liabilities: | | | | | | | | |
| Compensated absences | 18,890,389 | 7,617,256 | 8,094,241 | 18,413,404 | | 18,413,404 | 8,065,499 | |
| Net pension liability | 60,530,380 | 41,664,258 | 7,570,762 | 94,623,876 | | 94,623,876 | | |
| Net OPEB liability | 10,624,722 | 11,041,253 | 13,331,708 | 8,334,267 | | 8,334,267 | | |
| Claims and judgments | 7,434,871 | 45,743,163 | 43,480,405 | 9,697,629 | | 9,697,629 | 5,184,178 | |
| Total other liabilities | 97,480,362 | 106,065,930 | 72,477,116 | 131,069,176 | | 131,069,176 | 13,249,677 | |
| Governmental Activities long-term liabilities | \$164,120,362 | \$114,505,930 | \$82,582,116 | \$196,044,176 | \$ 1,187,094 | \$197,231,270 | \$ 16,649,677 | \$ 821,578 |

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

| | Balance 12/31/18 | 2019 Issues | 2019 Retirements | Balance 12/31/19 | Unamortized (Discounts)/ Premiums | Balance 12/31/19 | Amounts Due Within One Year | Accrued Interest at 12/31/19 |
|--|---------------------|----------------|---------------------|---------------------|---|---------------------|-----------------------------------|------------------------------------|
| Business-type Activities: | | | | | | | | |
| Bonds and notes payable: | | | | | | | | |
| Water and Sewer Revenue Bonds 2014 | \$ 10,685,000 | \$ - | \$ 860,000 | \$ 9,825,000 | \$ 228,695 | \$ 10,053,695 | \$ 875,000 | \$ 23,092 |
| Water and Sewer Revenue Bonds 2016 | 16,360,000 | | 1,780,000 | 14,580,000 | | 14,580,000 | 1,830,000 | 26,096 |
| Sewer SRF Loans | 16,867,540 | 1,881,795 | | 18,749,335 | | 18,749,335 | | |
| Resource Recovery Bonds 2013 | 3,075,000 | | 3,075,000 | | | | | |
| Resource Recovery Bonds 2018 | 11,085,000 | | | 11,085,000 | | 11,085,000 | 970,000 | 136,715 |
| Contractual obligations relating to: | | | | | | | | |
| Downtown Savannah Authority Bonds 2013 | 575,000 | | 575,000 | | | | | |
| Downtown Savannah Authority Bonds 2015 | 25,055,000 | | 940,000 | 24,115,000 | 515,263 | 24,630,263 | 1,405,000 | 329,737 |
| Downtown Savannah Authority Taxable Bonds 2016 | 33,060,000 | | | 33,060,000 | (93,151) | 32,966,849 | | 507,397 |
| Downtown Savannah Authority Taxable Bonds 2018 | 30,205,000 | | | 30,205,000 | 358,884 | 30,563,884 | | 490,095 |
| Downtown Savannah Authority Taxable Bonds 2019 | | 9,685,000 | | 9,685,000 | 178,730 | 9,863,730 | | 84,065 |
| Downtown Savannah Authority Taxable Bonds 2019 | | 45,120,000 | | 45,120,000 | 620,797 | 45,740,797 | 715,000 | 49,951 |
| Total bonds and notes payable | 146,967,540 | 56,686,795 | 7,230,000 | 196,424,335 | 1,809,218 | 198,233,553 | 5,795,000 | 1,647,148 |
| Other liabilities: | | | | | | | | |
| Compensated absences | 2,787,951 | 1,355,018 | 1,235,589 | 2,907,380 | | 2,907,380 | 1,279,811 | |
| Net pension liability | 17,055,826 | 11,739,863 | 2,133,237 | 26,662,452 | | 26,662,452 | | |
| Net OPEB liability | 3,355,176 | 3,486,711 | 4,210,013 | 2,631,874 | | 2,631,874 | | |
| Closure and Postclosure Liability | 14,054,603 | 759,971 | | 14,814,574 | | 14,814,574 | | |
| Total other liabilities | 37,253,556 | 17,341,563 | 7,578,839 | 47,016,280 | | 47,016,280 | 1,279,811 | |
| Business-type Activities long-term liabilities | \$184,221,096 | \$ 74,028,358 | \$ 14,808,839 | \$243,440,615 | \$ 1,809,218 | \$245,249,833 | \$ 7,074,811 | \$ 1,647,148 |

Bond discounts and premiums are amortized over the term of the bonds using the straight line method unless the result is materially different from the effective interest method, in which case the effective interest method is used. Bond discounts and premiums are presented as adjustments to the face amount of contractual obligations and bonds payable.

Liquidations of long-term liabilities other than debt have typically occurred in prior years in the following manner:

- 1) Compensated absences, Net Pension Liability and Net OPEB Liability are paid by the fund where the employee's position is budgeted. Most of the City's employees are paid from the General Fund.
- 2) Claims and judgments are paid from the Risk Management Fund, an internal service fund funded by all City departments.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

- 3) Contractual obligations relating to the Downtown Savannah Authority Bonds, Series 2016, the Downtown Savannah Authority Bonds, Series 2017, and the Downtown Savannah Authority Bonds, Series 2018 are liquidated by the General Obligation Bonds Debt Service Fund, a non-major fund. Contractual obligations relating to the Downtown Savannah Authority Bonds, Series 2014, Series 2015 and Series 2019 are liquidated by the Tax Allocation District I Fund, a non-major fund.
- 4) Section 108 Notes are liquidated by the Community Development Fund.
- 5) General obligation bonds are liquidated by the General Obligation Bonds Debt Service Fund, a non-major fund.

(C) Governmental Activities Bonds and Notes Payable

The unmatured principal of these liabilities is shown on the Statement of Net Position in the governmental activities column. In the fund financial statements, current debt service is reported in the debt service funds and in the Tax Allocation District I Fund and in the Community Development Fund.

(1) General Obligation Bonds

The City is authorized to issue, under the provisions of the Constitution of the State of Georgia, general obligation bonds for street and drainage improvements without a referendum, provided that (1) the issuance of such bonds is authorized at a public meeting held for such purpose and (2) not more than 10% of the total unused bond capacity of the City, and in no event more than \$2,000,000 in the aggregate principal amount of such bonds, shall be issued in any fiscal year.

During 2016, the City issued \$2,000,000 in general obligation bonds to partially fund the design and construction of streetscape improvements to the downtown corridors and pay all issuance costs. The bonds bear interest at a fixed rate of 1.97% and mature serially beginning August 1, 2020.

During 2017, the City issued \$2,000,000 in general obligation bonds to partially fund the design and construction of streetscape improvements to the downtown corridors and pay all issuance costs. The bonds bear interest at a fixed rate of 1.84% and mature serially beginning August 1, 2021.

During 2018, the City issued \$2,000,000 in general obligation bonds to partially fund the design and construction of streetscape improvements to the downtown corridors and pay all issuance costs. The bonds bear interest at a fixed rate of 3.28% and mature serially beginning August 1, 2022.

(2) Contractual Obligations

In 2009, the City entered into a contractual obligation related to the Downtown Savannah Authority Capital Improvement Revenue Bonds, Series 2009B. The Series 2009B bonds were issued as taxable Build America Bonds in the principal amount of \$20,155,000. The Series 2009B bonds were used for the purposes of providing the funds required to acquire, construct and equip improvements to the downtown area of the City and pay all issuance costs related to the bonds.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

The Authority's Series 2009B bonds bear interest at fixed rates ranging from 2.30% to 5.70% depending on maturity. The bonds mature serially beginning in 2010 and ending in 2032. The bonds are subject to redemption prior to maturity based on optional redemption and extraordinary optional redemption features. The Series 2009B bonds maturing on or after August 1, 2010, are subject to optional redemption by the Authority at the option of the City prior to maturity in part or in whole at any time after August 1, 2019, at a redemption price of 100% of the principal amount, plus accrued interest to the redemption date. The Series 2009B bonds are subject to redemption prior to maturity by the Authority at the option of the City in whole or in part on any date during the period from the date of issuance of the Series 2009B bonds until August 1, 2019, in the event that the government of the United States of America evidences, in the sole judgment of the City, by action or failure to act that it will not provide for the payments to be made to the Authority or the City in an amount equal to or greater than the applicable percentage of the interest payable on the Series 2009B bonds on any interest payment date. The extraordinary redemption price will be 100% of the principal amount of such Series 2009B bonds, plus accrued interest to the redemption date.

During 2014, the City exercised its optional redemption on certain maturities of the Authority's Series 2009B bonds totaling \$10,425,000. In order to fund the optional redemption during 2014, the City entered into a contractual obligation related to the Downtown Savannah Authority Refunding Revenue Bonds, Series 20014, tax-exempt bonds issued in the principal amount of \$9,970,000. The proceeds of the bond sale were used to currently refund certain maturities of the Downtown Savannah Authority Revenue Bonds, Series 2009B, which had a principal balance of \$10,425,000 at refunding, and to cover issuance costs. The bonds bear interest at fixed rates ranging from 2.00% to 4.00% and mature serially beginning August 1, 2014. The refunding was undertaken to reduce total future debt service payments. The reacquisition price was lower than the net carrying amount of the old debt by \$24,408. This amount is classified as a deferred inflow of resources on the statement of net position and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$522,498 and a reduction of \$589,116 in future debt service payments.

During 2019, the City exercised its optional redemption on the remaining maturities of the Authority's Series 2009B bonds totaling \$8,270,000. In order to fund the optional redemption during 2019, the City entered into a contractual obligation related to the Downtown Savannah Authority Refunding Revenue Bonds, Series 2019, tax-exempt bonds issued in the principal amount of \$8,440,000. The proceeds of the bond sale were used to currently refund certain maturities of the Downtown Savannah Authority Revenue Bonds, Series 2009B, which had a principal balance of \$8,270,000 at refunding, and to cover issuance costs. The bonds bear interest at a fixed rate of 2.75% and mature serially beginning August 1, 2020. The refunding was undertaken to reduce total future debt service payments. The reacquisition price was lower than the net carrying amount of the old debt by \$45,836. This amount is classified as a deferred inflow of resources on the statement of net position and will be amortized over the life of the new debt. The transaction resulted in an economic gain of \$547,420 and a reduction of \$652,133 in future debt service payments.

During 2015, the City entered into a contractual obligation related to the Downtown Savannah Authority Refunding Revenue Bonds, Series 2015, tax-exempt bonds issued in the principal amount of \$45,005,000. Of this amount, \$25,055,000 was allocated to the Parking Services Fund to currently refund the Downtown Savannah Authority Revenue Bonds, Series 2005, which had a principal balance of \$24,820,000 at refunding, and to cover issuance costs. The remaining proceeds of the bond sale, \$19,950,000, were allocated to the governmental activities and used for the purpose of acquiring, constructing and equipping improvements to the downtown area of the City and paying issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 2.00% to 4.00% and mature serially beginning August 1, 2016.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

During 2016, the City entered into a contractual obligation related to the Downtown Savannah Authority Tax Exempt Revenue Bonds, Series 2016, issued in the principal amount of \$8,000,000. The proceeds of the bond sale are for the purpose of partially funding the design and construction of streetscape improvements to downtown corridors and paying issuance costs related to the bonds. The bonds bear interest at a fixed rate of 2.03% and mature serially beginning August 1, 2020.

During 2017, the City entered into a contractual obligation related to the Downtown Savannah Authority Tax Exempt Revenue Bonds, Series 2017, issued in the principal amount of \$6,585,000. The proceeds of the bond sale are for the purpose of partially funding the design and construction of streetscape improvements to downtown corridors and paying issuance costs related to the bonds. The bonds bear interest at a fixed rate of 2.39% and mature serially beginning August 1, 2021.

During 2018, the City entered into a contractual obligation related to the Downtown Savannah Authority Tax Exempt Revenue Bonds, Series 2018, issued in the principal amount of \$14,095,000. The proceeds of the bond sale are for the purpose of funding the acquisition and construction of public infrastructure improvements in the west River Street area of downtown. The bonds bear interest at fixed rates ranging from 3.00% to 5.00% and mature serially beginning August 1, 2019.

The Authority's Series 2014, Series 2015, Series 2016, Series 2017, Series 2018 and Series 2019 bonds are not a direct debt of the City; however, under the contract between the Authority and the City, the City is obligated to exercise its power of taxation to the extent necessary to pay the amounts required under the contract. Such contractually required payments will be sufficient to pay the principal and interest on the bonds when due. Such contractually required amounts are presented on page 62.

(3) Notes

In 2011, the City issued a Section 108 Note in the principal amount of \$595,000 guaranteed by the Secretary of Housing and Urban Development, the proceeds of which were used to pay all outstanding amounts on the City's Series 2001A Section 108 Note. The refunding was undertaken to reduce total future debt service payments. The transaction resulted in an economic gain of \$157,360 and a reduction of \$167,096 in future debt service payments.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

The Section 108 note is secured by the City's future CDBG obligations, and is part of a total loan commitment for the Section 108 guarantee of \$3,000,000. Proceeds of the note can only be used in accordance with approved Section 108 activities as specified in the Contract for Loan Guarantee Assistance between the City and HUD. In summary, the approved activities are limited to the funding of certain business loans and costs associated with renovations to the City's Entrepreneurial Center.

The outstanding balance on the note is shown on the Statement of Net Position in the governmental activities column. Principal and interest payments on the note are paid through the Community Development Fund, a major governmental fund.

The 2011 Section 108 note bears interest at fixed rates between 1.70% and 2.92%, depending on maturity. The first maturity of the 2011 note occurs in 2012 and the final maturity is in 2020. A maturity schedule for the note is shown on page 62.

(D) Business-type Bonds and Notes Payable

The unmatured principal of revenue bonds, notes, and contractual obligations are shown on the Statement of Net Position in the business-type activities column. In the fund financial statements, the outstanding balances are included in the respective proprietary funds and paid through these funds.

(1) Water and Sewer Revenue Bonds

During 2014, the City exercised its optional redemption on certain maturities of the Water and Sewer Improvement Revenue Bonds, 2009B bonds totaling \$13,970,000. In order to fund the optional redemption during 2014, the City issued Water and Sewer Revenue Refunding Bonds, Series 2014 in the principal amount of \$17,690,000. The proceeds of the bond sale were used to (1) refinance, at lower rates, the outstanding maturities of the Series 2003 bonds, which had a principal balance of \$3,720,000 at refunding, (2) refinance at lower rates a portion of the outstanding maturities of the Series 2009B bonds totaling \$13,970,000 and, (3) pay all costs incidental to the issuance of the Series 2014 bonds. The bonds bear interest at fixed rates ranging from 2.00% to 3.00% and mature serially beginning December 1, 2015. The refunding was undertaken to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$87,573. This amount is classified as a deferred outflow of resources in the Water and Sewer Fund and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$962,419 and a reduction of \$1,117,334 in future debt service payments. A maturity schedule for the water and sewer revenue bonds is shown on page 63.

During 2016, the City issued the Water and Sewer Refunding Bond, Series 2016 in the principal amount of \$21,255,000. The proceeds of the bond sale were used by the City to (1) refund and redeem certain outstanding amounts of loans made to the City by the State of Georgia under the State Revolving Fund Program (SRF) and (2) fund all expenses incidental to the issuance of the Bond. The bond bears interest at a fixed rate of 2.15% with principal repayment beginning February 2016 and continuing monthly thereafter. The refunding was undertaken to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$318,092. This amount is classified as a deferred

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

outflow of resources in the Water and Sewer Fund and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$1,037,203 and a reduction of \$1,196,427 in future debt service payments.

The Series 2014 and Series 2016 bond resolutions require the contribution of monthly installments for future principal and interest payments, and the maintenance of a debt service reserve in a Sinking Fund. For December 31, 2019 the debt service reserve requirement is calculated as 10% of the par value of bonds outstanding, which is \$2,704,500. The debt service reserve requirement is met with cash held in the Sinking Fund. Monies in the debt service reserve can be used only to pay principal and interest on the bonds if there would otherwise be a default. The Series 2014 and Series 2016 bonds are secured solely by a first lien upon the gross revenues derived from the water and sewer system and are not secured by the general credit of the City.

At December 31, 2019, the sinking fund requirements and actual balances were as follows:

| | |
|---|-------------------|
| Sinking Fund Requirements: | |
| Interest requirements (for June 1, 2020) | \$ 49,188 |
| Principal requirements (for December 1, 2020) | 317,917 |
| Debt Service Reserve | <u>2,704,500</u> |
| Total requirements at December 31, 2019 | <u>3,071,605</u> |
| Sinking Fund Resources: | |
| Cash and investments in sinking fund at December 31, 2019 | <u>3,712,368</u> |
| Surplus | \$ <u>640,763</u> |

(2) Water and Sewer Loan Agreements

Other liabilities of the Water and Sewer Fund include loan agreements the City has entered into with the State of Georgia under the State Revolving Fund Program (SRF). The SRF makes low interest loans to public sewer systems for capital improvements. The SRF program is funded by a combination of State funds and a grant to the State from the Federal Environmental Protection Agency. The following table shows details of all the SRF loans at December 31, 2019.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

| Year of Loan | Project Description | Total Loan Commitment | Interest Rate (%) | Amortization Period (Years) | Amount Drawn | <u>-As of December 31, 2019-</u> | |
|-----------------|--|--------------------------|----------------------|--------------------------------|----------------------|----------------------------------|----------------------|
| | | | | | | Principal Retired | Loan Payable |
| 2014 | President Street Biosolids Handling Facility | \$ 28,470,000 | 1.03% | 20 | \$18,749,335 | \$ - | \$18,749,335 |
| | | <u>\$ 28,470,000</u> | | | <u>\$ 18,749,335</u> | <u>\$ -</u> | <u>\$ 18,749,335</u> |

(3) Parking Services Contractual Obligations

In 2005, the City entered into a contractual obligation related to the Downtown Savannah Authority Revenue Bonds (City of Savannah Ellis Square Parking Project), Series 2005 issued in the principal amount of \$24,820,000. The proceeds of the bond sale were made available to the City to provide a portion of the funds necessary to develop, acquire, construct, and equip underground parking facilities in the downtown area of the City. The bonds bear interest at fixed rates ranging from 4.25% to 5.00% and mature serially beginning August 1, 2019.

In 2013, the City entered into a contractual obligation related to the Downtown Savannah Authority Revenue Refunding Bond, Series 2013 issued in the principal amount of \$7,435,000. The proceeds of the bond sale were made available to the City to (1) refund and redeem all of the Authority's Series 2003 Bonds currently outstanding and (2) fund all expenses incidental to the issuance of the Bonds. The portion of the bond proceeds used by the City's Parking Fund to refund debt and pay issuance costs amounted to \$6,485,000 and has been allocated to the Parking Fund. The bonds bear interest at a fixed rate of 2.00% and mature serially beginning August 1, 2014. The refunding was undertaken to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$41,746. This amount is classified as a deferred outflow of resources in the Parking Fund and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$441,319 and a reduction of \$449,231 in future debt service payments.

As discussed previously, in 2015, the City entered into a contractual obligation related to the Downtown Savannah Authority Revenue Refunding Bonds, Series 2015 issued in the principal amount of \$45,005,000. The proceeds of the bond sale were made available to the City to (1) refund and redeem all of the Authority's Series 2005 Bonds outstanding (2) acquire, construct and equip improvements to the downtown area of the City and (3) fund all expenses incidental to the issuance of the bonds. The portion of the bond proceeds used by the City's Parking Services Fund to refund debt and pay issuance costs amounted to \$25,055,000 and has been allocated to the Parking Services Fund. The bonds bear interest at a fixed rate between 2.00% and 4.00% and mature serially beginning August 1, 2019. The refunding was undertaken to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$250,394. This amount is classified as a deferred outflow of resources in the Parking Fund and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$3,438,002 and a reduction of \$4,258,436 in future debt service payments.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

In 2016, the City entered into a contractual obligation related to the Downtown Savannah Authority Taxable Revenue Bonds, Series 2016 issued in the principal amount of \$33,060,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip underground parking facilities in the downtown area of the City and pay issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 2.60% to 4.05% and mature serially beginning August 1, 2022.

In 2018, the City entered into a contractual obligation related to the Downtown Savannah Authority Taxable Revenue Bonds, Series 2018 issued in the principal amount of \$30,205,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip underground parking facilities in the downtown area of the City and pay issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 3.60% to 4.00% and mature serially beginning August 1, 2022.

In 2019, the City entered into a contractual obligation related to the Downtown Savannah Authority Taxable Revenue Bonds, Series 2019 issued in the principal amount of \$9,685,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip underground parking facilities in the downtown area of the City and pay issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 2.50% to 4.00% and mature serially beginning August 1, 2025.

(4) Civic Center Contractual Obligations

In 2019, the City entered into a contractual obligation related to the Downtown Savannah Authority Taxable Revenue Bonds, Series 2019 issued in the principal amount of \$45,120,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip a new civic center arena and related improvements in the downtown area of the City and pay issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 3.00% to 3.20% and mature serially beginning August 1, 2020.

The Authority's Series 2013, Series 2015, Taxable Series 2016, Taxable Series 2018, and Taxable Series 2019 bonds are not a direct debt of the City; however, under the contract between the Authority and the City, the City is obligated to exercise its power of taxation to the extent necessary to pay the amounts required under the contract. Such contractually required amounts are presented on page 63.

(5) Sanitation Fund Resource Recovery Bonds

In 2013, the Resource Recovery Development Authority issued its Revenue Refunding Bonds, Series 2013 in the principal amount of \$12,950,000. In conjunction with the Series 2013 bond offering, the Authority and City of Savannah entered into a contract, under which, the City will use the proceeds of the Series 2013 bonds to refund all of the Authority's outstanding Series 2003 bonds in the principal amount of \$13,285,000 and pay all costs incidental to the issuance of the Series 2013 bonds. The bonds bear interest at fixed rates ranging from 2.00% to 3.00% and mature serially beginning August 1, 2014. The refunding was undertaken to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$99,440. This amount is classified as a deferred outflow of resources in the Sanitation Fund and will be amortized over the life of the new debt. The transaction also resulted in an economic gain of \$1,396,815 and a reduction of \$1,436,710 in future debt service payments.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

In 2018, the City entered into a contractual obligation related to the Resource Recovery Development Authority Revenue Bond, Series 2018 issued in the principal amount of \$11,085,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip a landfill expansion at the City's Dean Forest Road facility and pay issuance costs related to the bond. The bond bears interest at a fixed rate of 2.96% and matures serially beginning August 1, 2020.

The Authority's Series 2013 and Series 2018 bonds are not a direct debt of the City; however, under the contract between the Authority and the City, the City is obligated to exercise its power of taxation to the extent necessary to pay the amounts required under the contract. Such contractually required amounts are presented on page 63.

NOTE 7 - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision is being recognized based on the estimated future closure and postclosure care costs to be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and postclosure care costs is based on the amount of landfill capacity utilized during the year. In 2019, the City recognized a postclosure expense of \$759,971, which is based on 85.7% usage (filled) of the landfill. It is estimated that an additional \$2,464,975 will be recognized as closure and postclosure care expenses through the date the landfill is expected to be filled to capacity. The estimated total cost of the landfill closure and postclosure care (\$17,279,549) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2019. Based on landfill capacity, the estimated remaining useful life of the landfill is approximately 5.1 years. The actual cost of closure and postclosure care may fluctuate annually due to inflation, changes in technology, or changes in environmental laws and regulations.

At December 31, 2019, the City had accrued \$14,814,574 in landfill closure and postclosure costs. This amount was determined as follows:

| | |
|--|-------------------|
| Estimated total cost of closure and postclosure care | \$ 17,279,549 |
| Percent utilized at 12/31/19 | <u>85.7</u> |
| Total postclosure and closure liability at 12/31/19 | 14,814,574 |
| Less amount recognized in prior years | <u>14,054,603</u> |
| Current year closure/postclosure expense | \$ <u>759,971</u> |

The City will fund the closure and postclosure care costs with user fees and subsidies from the General Fund. As of December 31, 2019, no amount of assets had been restricted for the payment of closure and postclosure care costs. The landfill postclosure and closure liability of \$14,814,574 is included in long-term liabilities on the Statement of Net Position.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

(1) Plan Description

Plan Administration. The City administers an agent multiple-employer defined benefit OPEB plan (the City of Savannah Employee Benefit Plan) to provide medical and life insurance benefits to its retirees. Membership in the Plan by City retirees is voluntary. In addition to eligible City retirees, eligible retirees of the Savannah Airport Commission, Metropolitan Planning Commission and Chatham-Savannah Youth Futures Authority may also participate in the Plan. The Savannah Airport Commission and the Youth Futures Authority elected to discontinue coverage under the Plan for active employees; however, it continues to cover retirees who elected coverage previously. The Plan's trustee is designated as the City of Savannah with the City's Chief Financial Officer serving as the Trustee contact and its Assistant Chief Financial Officer as an alternate contact.

Plan membership. The Plan covers both general and uniform employees of the participating employers. As of December 31, 2017, the latest valuation date, employee membership data related to the OPEB plan was as follows:

| | |
|---|--------------|
| Retirees and beneficiaries currently receiving benefits | 1,036 |
| Active plan participants | <u>2,359</u> |
| Total | <u>3,395</u> |

Benefits provided. The Plan provides members, upon eligible retirement, with healthcare insurance and life insurance benefits. The benefits provided are not guaranteed and are subject to change at any time. In addition, the benefit provisions are subject to annual appropriation of funds by the City's Mayor and Alderman. The Plan does not provide for automatic or ad hoc postretirement benefit increases; however, the benefit provisions provided by the Plan may be amended, established or terminated at any time by a vote of the City's Mayor and Alderman. The Plan Document specifies the types and levels of Plan benefits as well as member contribution requirements. The City of Savannah provides administration of the Plan, including setting funding policies, and reports the Plan as a fiduciary fund in its Comprehensive Annual Financial Report. The Plan does not issue a stand-alone financial report.

(2) Contributions and Reserves

City contributions. As administrator of the Plan, the Mayor and Alderman of the City of Savannah are the authority under which the obligations of the plan members and the employers to contribute to the plan are established and are amended.

The funding of the plan is derived from two sources: member contributions and employer contributions. Member contributions are set at a level sufficient to achieve 30 percent of the expected funding target for pre-Medicare retirees and 25 percent for post-Medicare retirees. Employers are required to contribute the remaining amounts needed to achieve the expected funding target. The funding target for a given year is set at a level sufficient to cover expected medical and prescription claims, insurance premiums and administration costs. Contributions to the Plan by the City of Savannah were \$2,658,406 for the year ended December 31, 2019.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

(3) OPEB Plan Investments

The investment policy of the Plan is issued for the guidance of fiduciaries, including investment managers and the City, in the course of investing the Trust funds of the City and is consistent with the Prudent Investor Rule and any other applicable statute. Policy guidelines will be amended from time to time by the City both upon its own initiative and upon consideration of the advice and recommendations of the investment managers and Plan professionals, including the Plan's investment consultant. The current policy was adopted by the City in January of 2016 and has not been amended since that time. The purpose of the investment policy is to clearly articulate the City's view on the Trust's investment objectives and risk tolerance. This policy establishes a target asset allocation and benchmarks that will be used to monitor performance. The current asset allocations for the Plan are as follows:

| Asset Class | Asset Class Benchmark | Minimum Weight | Target Weight | Maximum Weight |
|------------------------------|------------------------------------|-----------------------|----------------------|-----------------------|
| Large Cap Equity | S&P 500 Index | 30% | 40% | 60% |
| Small Cap Equity | Russell 2000 Index | 5% | 10% | 15% |
| International Equity | MSCI EAFE Index (Net) | 5% | 10% | 15% |
| Real Estate | MSCI U.S. REIT Index | 5% | 10% | 15% |
| Inflation Protected Bonds | Barclays US Treasury US TIPs Index | 0% | 10% | 15% |
| Intermediate Aggregate Bonds | Barclays US Aggregate Bond Index | 15% | 20% | 30% |
| Money Market | Barclays 91-Day US T-Bill Index | 0% | 0% | 5% |
| Total | | | 100% | |

The annual money-weighted rate of return on OPEB plan investments for 2019 was 22.0%. The money-weighted rate of return expresses investment performance, net of OPEB plan investment expense, adjusted for the changing amounts actually invested.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

(4) Net OPEB Liability

The components of the Net OPEB Liability are as follows:

| | |
|---|--------------|
| Total OPEB Liability | \$91,942,110 |
| Plan Fiduciary Net Position | 78,204,643 |
| Net OPEB Liability | \$13,737,467 |
| Plan Fiduciary Net Position as a percentage of the Total OPEB Liability | 85.06% |

The Net OPEB Liability was measured as of December 31, 2018. Plan Fiduciary Net Position (plan assets) was valued as of the measurement date and the Total OPEB Liability was determined from an actuarial valuation as of December 31, 2017.

At December 31, 2019, the City reported a liability of \$10,966,141 for its proportionate share of the net OPEB liability. The City's proportionate share was 79.82 percent.

(5) Actuarial Assumptions

The total OPEB liability was rolled forward from an actuarial valuation as of December 31, 2017 that used the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|------------------------------|--|
| Inflation | 3.00% |
| Salary Increases | Specific rates by age, varying from 5.00% to 3.00%, including inflation |
| Discount Rate | 7.00% for General Employees and Youth Futures. 4.10% for Savannah Airport Commission and Metropolitan Planning Commission. |
| Healthcare costs trend rates | |
| Medical | Pre-65: Initial rate is 6.25%, trending down to 4.50% over 7 years. Post-65: Initial rate is 5.25%, trending down to 4.50% over 3 years. |
| Prescription drug | Initial rate is 8.00%, trending down to 4.50% over 7 years |
| Administrative costs | 3.00% |
| Mortality Rates | <u>Pre-Retirement</u> : RP-2014 Employee Mortality Table, projected generationally using a modified version of the MP-2014 improvement scale. <u>Healthy Annuitants</u> : RP-2014 Healthy Annuitant Mortality Table, set forward six years for males and three years for females, projected generationally using a modified version of the MP-2014 improvement scale. |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Many of the demographic assumptions used in this valuation (including mortality, disability, turnover, retirement, percent married and relative ages of spouses) are the same as used in the City of Savannah Employees' Retirement Plan's Actuarial Valuation and Review as of January 1, 2018, dated July 23, 2018, completed by Segal Consulting. The remaining demographic assumptions, such as enrollment elections, were based on the experience of the OPEB Plan.

The following presents the Net OPEB obligation as if it were calculated using healthcare cost trend rates that were 1-percentage-point lower or 1-percentage-point higher than the current healthcare trend rates.

| | 1% Decrease in Trend Rates | Current Trend Rates | 1% Increase in Trend Rates |
|---------------------------|-----------------------------------|----------------------------|-----------------------------------|
| Net OPEB Liability | \$4,666,570 | \$13,737,467 | \$24,238,618 |

Sensitivity of the City's proportionate share of the net OPEB liability to changes in the healthcare cost trend rates. The following presents the City's proportionate share of the net OPEB liability, as well as what the City's proportionate share of the 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 healthcare cost trend rates:

| | 1% Decrease in Trend Rates | Current Trend Rates | 1% Increase in Trend Rates |
|---------------------------|-----------------------------------|----------------------------|-----------------------------------|
| Net OPEB Liability | \$2,196,826 | \$10,966,141 | \$21,105,485 |

(6) **Development of Discount Rate and Investment Rates of Return**

The discount rate used to measure the total OPEB liability for the City of Savannah and Youth Futures was 7.00% as of December 31, 2018. The other employers do not fund and so are valued at the 20-year, general obligation, municipal bond index rate. The projection of cash flow used to determine the discount rate assumed that the contributions would be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

The long-term expected rate of return on OPEB plan investments was determined using a building block method in which expected future rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These returns 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 and subtracting expected investment expenses. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumption are summarized as follows:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|----------------------|--------------------------|---|
| Domestic equity | 50.00% | 6.66% |
| International equity | 10.00% | 7.21% |
| Fixed income | 30.00% | 2.21% |
| Real estate | 10.00% | 5.10% |
| Total | 100.00% | 5.22%* |

*Weighted average expected rate of return.

Nature of assets: The assets are maintained in an irrevocable Trust dedicated to OPEB.

The following presents the Net OPEB obligation as if it were calculated using a discount rate that was 1-percentage-point lower or 1-percentage-point higher than the current discount rate.

| | 1% Decrease in Discount Rate | Current Discount Rate | 1% Increase in Discount Rate |
|---------------------------|-------------------------------------|------------------------------|-------------------------------------|
| Net OPEB Liability | \$25,134,788 | \$13,737,467 | \$4,255,853 |

Sensitivity of the City's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the City's proportionate share of the net OPEB liability, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

| | 1% Decrease in Discount Rate | Current Discount Rate | 1% Increase in Discount Rate |
|---------------------------|-------------------------------------|------------------------------|-------------------------------------|
| Net OPEB Liability | \$21,962,111 | \$10,966,141 | \$1,811,370 |

(7) **Summary of Significant Accounting Policies**

The accrual basis of accounting is used with respect to the recognition in the financial statements of contributions, benefits paid, and refunds paid. Plan investments, if any, are reported at their fair value at the reporting date. The fair value of an investment is the amount that the Plan could reasonably expect to receive for it in a current sale between a willing buyer and a willing seller and for financial reporting purposes is measured by the market price unless such prices are not available, in which case, fair value is estimated. As of December 31, 2019 the Plan reported \$93,770,025 in assets.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

The Plan has entered into no long-term contracts for contributions to the Plan with either employers or participants and, therefore, no amounts of contractually required contributions were outstanding at the reporting date.

(8) OPEB Expense

For the fiscal year ended December 31, 2019, the City recognized OPEB expense of \$3,673,217.

(9) Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2019, 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 | \$ - | \$ 1,571,046 |
| Changes of assumption | | 10,044,366 |
| Net difference between projected and actual earnings on investments | 3,769,314 | |
| Totals | <u>\$3,769,314</u> | <u>\$11,615,412</u> |

\$2,658,407 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31:

| | |
|------|---------------|
| 2020 | (\$1,315,419) |
| 2021 | (\$1,315,419) |
| 2022 | (\$1,315,419) |
| 2023 | (\$28,037) |
| 2024 | (\$1,935,902) |
| 2025 | (\$1,935,902) |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

(10) Methods and Assumptions

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

For the actuarial valuation dated December 31, 2017, the actuarial cost method used in determining the Annual Required Contribution (ARC) was the projected unit credit method. In addition, the asset valuation method used was the market value. Other significant assumptions used to determine the ARC were as follows:

- The inflation rate was assumed to be 3.00 percent annually.
- The investment rate of return was assumed to be 7.00 percent for prefunded plan, 3.10 percent for pay-as-you-go plans.
- Projected salary increases were specific rates by age, varying from 5.00% to 3.00%, including inflation.
- The medical cost trend rate (pre 65) used was 6.25 percent graded to 4.50 percent over 7 years.
- The medical cost trend rate (post 65) used was 5.25 percent graded to 4.50 percent over 3 years.
- The drug cost trend rate is 8.00 percent, trending down to 4.50% over 7 years.
- The amortization method used was level percent of pay and the amortization period for the most recent actuarial valuation was 19 years and the period is closed.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

(11) Statement of Fiduciary Net Position for the OPEB Plan

**CITY OF SAVANNAH
STATEMENT OF FIDUCIARY NET POSITION
OPEB TRUST FUND
DECEMBER 31, 2019**

ASSETS

| | |
|-----------------------------|-------------------|
| Cash and cash equivalents | \$ 4,355,435 |
| Investments, at fair value: | |
| U.S. government obligations | 8,536,344 |
| Domestic corporate bonds | 17,094,156 |
| Domestic stock fund | 45,661,210 |
| International stock fund | 9,340,653 |
| Real estate fund | 8,782,227 |
| Total investments | <u>89,414,590</u> |
| Total assets | <u>93,770,025</u> |

LIABILITIES

| | |
|---------------------------------|----------------|
| Payable from restricted assets: | |
| Accounts payable | 254,293 |
| Total liabilities | <u>254,293</u> |

NET POSITION

| | |
|--|----------------------|
| Restricted for: | |
| Post employment benefits other than pensions | <u>\$ 93,515,732</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

(12) Statement of Changes in Fiduciary Net Position for the OPEB Plan

CITY OF SAVANNAH
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
OPEB TRUST FUND
YEAR ENDED DECEMBER 31, 2019

ADDITIONS

| | |
|---|-------------------|
| Contributions | |
| Employer | \$ 2,901,830 |
| Plan members | 2,583,727 |
| Total contributions | <u>5,485,557</u> |
| Investment income | |
| Interest | 41,569 |
| Dividends | 3,208,270 |
| Real estate net income | 1,919,800 |
| Net appreciation(depreciation) in fair value of investments | <u>11,868,671</u> |
| Total investment income | 17,038,310 |
| Less investment expense | <u>455,206</u> |
| Net investment income(loss) | 16,583,104 |
| Total additions | <u>22,068,661</u> |

DEDUCTIONS

| | |
|-------------------------------|----------------------|
| Benefits | 6,429,614 |
| Administrative expense | <u>327,958</u> |
| Total deductions | <u>6,757,572</u> |
| Change in net position | 15,311,089 |
| Net position: | |
| Beginning of year - January 1 | <u>78,204,643</u> |
| End of year - December 31 | <u>\$ 93,515,732</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 9 - RISK MANAGEMENT

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. Under the risk management program, the Risk Management Internal Service Fund provides coverage for worker's compensation claims, general liability claims, employee health benefit claims, unemployment compensation claims, and property damage claims. The City purchases property and liability insurance for claims in excess of coverage provided by the fund. As in the past three fiscal years, settled property damage claims in 2019 did not exceed commercial coverage.

All funds of the City participate in the program and make payments to the Risk Management Fund based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. During 2019, premiums paid into the fund by both the City and its employees were exceeded by the liabilities incurred for the various types of claims covered by \$1,603,428. The amount available for catastrophic losses at December 31, 2019 had a total net position balance of \$7,662,974.

The Risk Management Fund establishes claim liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled, and of potential claims that have occurred but not yet been reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of salvage, subrogation, and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claim liabilities does not necessarily result in the aggregate amount finally paid, particularly for coverages such as general liability. Adjustments to claims liabilities are charged or credited to expense in the period in which they are made.

The claims liability of \$9,697,629 reported as of year-end is based on the requirements of Governmental Accounting Standards Board Statement 30, which requires that a liability for claims be established if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. At December 31, 2019, \$4,513,451 of those covered liabilities is considered to be long-term and \$5,184,178 is considered to be due within one year. Changes in the fund's claims liability amount for the current and prior fiscal years are presented below:

| Year | Beginning of Year Liability | Claims and Changes in Estimates | Claims Paid | End of Year Liability |
|------|-----------------------------|---------------------------------|-----------------|-----------------------|
| 2017 | \$ 7,725,809 | \$ 30,275,242 | \$ (31,608,212) | \$ 6,392,839 |
| 2018 | 6,392,839 | 33,533,570 | (32,491,538) | 7,434,871 |
| 2019 | 7,434,871 | 45,743,163 | (43,480,405) | 9,697,629 |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 10 - INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES

Interfund transfers in (out) for the year ended December 31, 2019, are as follows:

| <u>Transfer From</u> | <u>Transfer To</u> | <u>Amount</u> | <u>Purpose</u> |
|-----------------------------|---------------------------------|----------------------|---|
| General Fund | Hazardous Materials Team Fund | \$ 108,132 | Provide resources to fund operating expenditures. |
| General Fund | Community Development Fund | 2,453,722 | Provide resources to fund operating expenditures and grant matches. |
| General Fund | Grant Fund | 609,970 | Provide resources to fund operating expenditures and grant matches. |
| General Fund | Tax Allocation District Fund I | 1,830,691 | Provide resources to fund debt service expenditures. |
| General Fund | Debt Service Fund | 1,440,202 | Provide resources to fund debt service expenditures. |
| General Fund | Capital Improvement Fund | 13,220,973 | Provide resources to fund planned capital project expenditures. |
| General Fund | Internal Service Fund | 1,636 | Provide resources to partially fund shared equipment. |
| Hotel/motel Tax Fund | Civic Center Fund | 746,956 | Transfer restricted revenues to fund required to expend them. |
| Hotel/motel Tax Fund | General Fund | 11,312,623 | Transfer restricted revenues to fund required to expend them. |
| Auto Rental Tax Fund | Civic Center Fund | 1,592,140 | Transfer restricted revenues to fund required to expend them. |
| Auto Rental Tax Fund | General Fund | 530,714 | Transfer restricted revenues to fund required to expend them. |
| Water and Sewer Fund | Sanitation Fund | 1,900,000 | Provide resources for capital expenditures. |
| Water and Sewer Fund | Internal Service Fund | 10,777 | Provide resources to partially fund shared equipment. |
| Water and Sewer Fund | Hurricane Matthew Recovery Fund | 3,573 | Provide resources to fund operating expenditures and grant matches. |
| Civic Center Fund | Hurricane Matthew Recovery Fund | 7,458 | Provide resources to fund operating expenditures and grant matches. |
| Sanitation Fund | General Fund | 93,223 | Transfer restricted revenues to fund required to expend them. |
| Golf Course Fund | Hurricane Matthew Recovery Fund | 227 | Provide resources to fund operating expenditures and grant matches. |
| | Total | \$ 35,863,017 | |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, (3) subsidize funding shortfalls, and (4) use unrestricted revenues collected in the General Fund and other funds to finance various programs accounted for in other funds, including capital projects, in accordance with budgetary operations.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 10 - INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES (CONTINUED)

In certain years, the General Fund transfers amounts to the Tax Allocation District I Fund in order to fund debt service obligations liquidated by the Tax Allocation District I Fund. While the transfers do not meet the definition of an advance and no advance to/from is recorded on the financial statements, if future revenues within the Tax Allocation District I Fund are sufficient a repayment of these transfers is desired by the City. As of December 31, 2019, the General Fund had transferred an aggregate total of \$12,580,864 to the Tax Allocation District I Fund to pay debt service obligations of the fund.

Interfund receivable and payable balances as of December 31, 2019 are as follows:

| <u>Payable from</u> | <u>Payable to</u> | <u>Amount</u> | <u>Purpose</u> |
|----------------------------|---------------------------|----------------------|---|
| General Fund | Capital Improvements Fund | \$ 49,842,074 | Committed funds for capital projects. Cash is transferred only as project costs are paid. This balance may not be paid within one year. |
| Grant Fund | General Fund | 467,222 | Cash to be repaid upon receipt of amounts due from other governments as reimbursements for grant eligible expenditures. |
| Hurricane Matthew Fund | General Fund | 6,310,817 | Cash to be repaid upon receipt of amounts due from other governments as reimbursements for grant eligible expenditures. |
| Hotel/motel Tax | General Fund | 1,199,701 | Hotel/motel taxes receivable at year end which are to be transfered to General Fund when received. |
| Automobile Rental | General Fund | 39,269 | Auto rental taxes receivable at year end which are to be transfered to General Fund when received. |
| Automobile Rental | Civic Center | 117,808 | Auto rental taxes receivable at year end which are to be transfered for use by Civic Center when received. |
| | | <u>\$ 57,976,891</u> | |

NOTE 11 – RECEIVABLE AND PAYABLE BALANCES

Receivables at December 31, 2019 were as follows:

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|-----------------------------------|---|--|
| Taxes Receivable | \$13,352,485 | |
| Due from other Governments | 19,949,812 | |
| Miscellaneous accounts receivable | 12,088,058 | \$49,170,101 |
| Less: allowance for uncollectible | <u>6,561,397</u> | <u>17,352,397</u> |
| Total | <u>\$38,828,958</u> | <u>\$31,817,704</u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 11 – RECEIVABLE AND PAYABLE BALANCES (CONTINUED)

Payables at December 31, 2019 consisted of:

| | Governmental <u>Activities</u> | Business-type <u>Activities</u> |
|--|-----------------------------------|------------------------------------|
| Due to vendors | \$ 11,742,132 | \$ 12,005,650 |
| Accrued payroll, tax liabilities, and withholdings | <u>2,978,867</u> | |
| Total | \$ <u>14,720,999</u> | \$ <u>12,005,650</u> |

NOTE 12 – FUND EQUITY AND FUND BALANCE CLASSIFICATIONS

The Statement of Net Position shows certain amounts as restricted net position. These amounts are restricted in their use by parties outside the City such as creditors, grantors, or contributors, or restricted by law or regulation. Components of Restricted Net Position at December 31, 2019 include:

| Activity | Restricted by | Amount |
|--------------------------------|---|---------------|
| Governmental Activities: | | |
| Sales Tax Capital Projects | Law | \$187,922,402 |
| Other Capital Projects | Bond covenants | 20,647,482 |
| Community Development projects | Grantor agencies and law | 21,509,504 |
| HUD Section 108 projects | Creditor – U. S. Dept. of Housing & Urban Development | 406,219 |
| Nonexpendable Perpetual Care | Cemetery perpetual care | 7,347,696 |
| Debt service | Bond covenants | 155,628 |
| Convention and tourism | Law | 433,724 |
| Court technology fee | Law | 409,260 |
| Other grants | Grantor agencies | 659,055 |
| Business-Type Activities: | | |
| Debt service | Bond covenants | 3,345,263 |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 12 – FUND EQUITY AND FUND BALANCE CLASSIFICATIONS (CONTINUED)

As of December 31, 2019, Governmental Funds' balance sheet reports fund balances as follows:

| | <u>General</u> | <u>Capital Improvements</u> | <u>SPLOST 2014- 2020</u> | <u>Non-major Governmental Funds</u> |
|--|---------------------|---------------------------------|------------------------------|---|
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Permanent fund principal | \$ - | \$ - | \$ - | \$ 7,199,561 |
| Restricted for: | | | | |
| Public safety | | | | 528,926 |
| Tourism enhancement | | | | 433,724 |
| Community development program and administration | | | | 406,219 |
| Debt service | | | | 977,212 |
| Other capital projects | | 18,419,453 | 145,861,627 | 44,288,804 |
| Committed to: | | | | |
| Governance and strategic services | 64,866 | | | |
| Municipal operations | 212,857 | | | |
| Infrastructure and development | 883,332 | | | |
| Public safety | 830,184 | | | |
| Parks and recreation | 224,602 | | | |
| Social and cultural | 129,714 | | | |
| Community services | 155,900 | | | |
| Community development program and administration | 2,064,381 | | | |
| Other capital projects | | 67,730,575 | | |
| Unassigned: | 40,927,903 | | | (6,323,270) |
| Total fund balances | <u>\$45,493,739</u> | <u>\$ 86,150,028</u> | <u>\$ 145,861,627</u> | <u>\$ 47,511,176</u> |

For fund balances reported as committed, the government's highest level of decision making authority is the Mayor and Alderman, which may establish, modify or rescind a fund balance commitment through the passage of an ordinance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted amounts to have been spent. When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balance could be used, the City considers committed amounts to have been spent.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 12 – FUND EQUITY AND FUND BALANCE CLASSIFICATIONS (CONTINUED)

The Statement of Net Position shows certain amounts as net investment in capital assets. Governmental activities net investment in capital assets included capital assets of \$685,608,373 less related debt of \$39,242,451, which includes contractor retainage payable of \$4,303,896 and contractual obligations of \$56,115,589 less unspent bonds proceeds of \$21,177,034. The contractor retainage payable amount is presented in the financial statements in accounts payable and accrued liabilities. Business-type activities net investment in capital assets included capital assets of \$551,436,772 less related debt of \$136,866,997, which includes contractor retainage payable of \$9,808,942 and debt of \$197,566,167 less unspent bond proceeds of \$70,508,112. The contractor retainage payable amount is presented in the financial statements in accounts payable and accrued liabilities.

Encumbrances are commitments to unfilled purchase orders or unfilled contracts. Funds have been committed to a specific order, but the goods or services have not been billed or received. The City had significant outstanding encumbrances at December 31, 2019 as follows:

| | <u>General Fund</u> |
|-------------------|---------------------|
| Contract services | \$ 1,478,506 |
| Commodities | <u>1,022,949</u> |
| Total | <u>\$2,501,455</u> |

For the year ended December 31, 2019, the Hurricane Matthew Recovery Fund reported a deficit in ending total fund balance of \$6,323,270. The City anticipates that this deficit will be eliminated by reimbursements from federal grants.

NOTE 13 - PROPERTY TAXES

Property is appraised and a lien on such property becomes enforceable 60 days after final notification on delinquency of property taxes. Property taxes are levied on all taxable real, public utilities, and personal property (including vehicles) located within the City. Assessed values for property tax purposes are determined by the Chatham County Board of Tax Assessors for all property except public utility. Assessed value is set at 40% of market value. Public utility assessed value is set by the State of Georgia.

CITY OF SAVANNAH, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 13 - PROPERTY TAXES (CONTINUED)

The property tax calendar is as follows:

| | |
|---|--------------------|
| 2019 (tentative) millage rate adopted by ordinance | December 31, 2018 |
| Beginning of fiscal year for taxes | January 1, 2019 |
| First installment real property tax bills rendered | April 11, 2019 |
| First installment real property tax payment due | May 15, 2019 |
| County Tax Digest approved by the State of Georgia | September 12, 2019 |
| 2019 final millage rate adopted by ordinance | July 25, 2019 |
| Second installment real property tax bills rendered | October 4, 2019 |
| Personal property tax bills rendered | October 11, 2019 |
| Second installment real property tax payment due | November 21, 2019 |
| Personal property tax payment due | November 27, 2019 |

NOTE 14 - CONTINGENT LIABILITIES & VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

The City participates in a number of Federal and State assisted grant programs, which are subject to financial and compliance audits. In accordance with the Uniform Guidance, the City will have a single audit performed for the year ended December 31, 2019. The City's compliance with applicable grant requirements will be established upon the completion of the single audit. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

The City reviews all outstanding claims and judgments to determine if any estimated liabilities should be accrued at year end. Based on the review of the claims and past experience, it has been determined that there were no material claims and judgments outstanding at December 31, 2019, which have not been accrued.

The City has been named as a potentially responsible party regarding environmental remediation of a closed landfill. A liability associated with the landfill remediation cannot be estimated; however, the City expects such amounts, if any, to be immaterial.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 15 – TAX ABATEMENTS

As of December 31, 2019, the City provides tax abatements through the creation of enterprise zones pursuant to O.C.G.A. 36-88-1 to encourage private enterprise to invest in certain areas of the City by creating jobs and trade, providing services, and other economic activities. Abatements are obtained through application by qualifying businesses or homeowners. Applicants must meet one of the following requirements: 1) job creation incentive – create and maintain five new full-time equivalent jobs for the duration of the ten year graduated tax abatement period, or 2) land improvement incentive – invest in new residential construction or rehabilitation or other rehabilitation of an existing structure such that the value of the improvements exceeds the value of the land by a ratio of five to one. Under the program, municipal ad valorem property taxes may be exempted in accordance with the following schedule:

1. One hundred percent of the property taxes shall be exempted for the first five years;
2. Eighty percent of the property taxes shall be exempted for the next two years;
3. Sixty percent of the property taxes shall be exempted for the next year;
4. Forty percent of the property taxes shall be exempted for the next year;
5. Twenty percent of the property taxes shall be exempted for the next year.

During 2019, as part of the enterprise zone tax abatement program, the City tax revenues were reduced by \$208,039 under agreements entered into by the City of Savannah.

NOTE 16 – CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of Governmental Accounting Standard Board (GASB) Statement No. 84, Fiduciary Activities, the City is required to reevaluate the accounting treatment of fiduciary activities. The new standard requires the City to determine if funds are still considered fiduciary, and if so, if they are considered custodial funds under the new definitions of GASB Statement No. 84. The City identified two funds, formerly agency funds, which meet the definition of custodial funds under the new standard.

As agency funds did not report net position prior to GASB Statement No. 84, a restatement of beginning fiduciary net position was required as of January 1, 2019. The City recognized the beginning net position of \$165,161 and \$207,500 for the Records Court and Flexible Benefits Plan funds, respectively, in accordance with GASB Statement No. 84.

CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED DECEMBER 31, 2019

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---|----------------------------|-------------------------|----------------------|---------------------------------------|
| REVENUES: | | | | |
| Property taxes | \$ 80,347,185 | \$ 80,320,937 | \$ 79,139,910 | \$ (1,181,027) |
| Intangible, transfer and franchise taxes | 21,086,773 | 20,866,880 | 21,696,074 | 829,194 |
| General sales tax | 43,600,465 | 47,000,000 | 46,835,375 | (164,625) |
| Selective sales taxes | 5,614,216 | 5,900,000 | 5,990,456 | 90,456 |
| Business taxes | 10,684,000 | 10,684,000 | 11,227,120 | 543,120 |
| Penalties and interest on delinquent taxes | 716,716 | 600,000 | 759,738 | 159,738 |
| Licenses and permits | 2,136,630 | 2,630,545 | 2,697,237 | 66,692 |
| Inspection fees | 3,195,450 | 4,057,040 | 4,512,357 | 455,317 |
| Intergovernmental revenue | 1,620,064 | 2,223,920 | 2,302,566 | 78,646 |
| Charges for services | 8,252,522 | 7,214,345 | 4,845,039 | (2,369,306) |
| Indirect cost allocations | 6,571,255 | 6,661,068 | 6,571,260 | (89,808) |
| Fines and forfeitures | 3,660,313 | 4,045,722 | 3,998,580 | (47,142) |
| Investment income | 410,000 | 1,300,000 | 1,799,397 | 499,397 |
| Miscellaneous revenue | 1,155,857 | 1,616,894 | 2,437,833 | 820,939 |
| Total revenues | 189,051,446 | 195,121,351 | 194,812,942 | (308,409) |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Governance and strategic services | 5,972,256 | 6,305,622 | 6,229,225 | 76,397 |
| Municipal operations | 19,207,510 | 18,474,864 | 18,074,164 | 400,700 |
| Infrastructure and development | 42,187,112 | 41,246,242 | 38,984,585 | 2,261,657 |
| Police | 59,114,941 | 58,220,345 | 56,792,658 | 1,427,687 |
| Recorder's court | 2,457,133 | 2,495,240 | 2,373,056 | 122,184 |
| Fire | 32,270,768 | 33,206,518 | 32,597,225 | 609,293 |
| Parks and recreation | 10,783,943 | 11,200,008 | 10,285,263 | 914,745 |
| Tourism enhancement | 2,026,519 | 1,103,163 | 468,024 | 635,139 |
| Social and cultural | 680,400 | 35,042 | | 35,042 |
| Community services | 15,063,356 | 18,851,909 | 17,311,801 | 1,540,108 |
| Community development program and administration | 2,100,000 | 2,100,000 | 266,671 | 1,833,329 |
| Total expenditures | 191,863,938 | 193,238,953 | 183,382,672 | 9,856,281 |
| Excess (deficiency) of revenues over (under) expenditures | (2,812,492) | 1,882,398 | 11,430,270 | 9,547,872 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | 12,941,840 | 12,003,188 | 11,936,560 | (66,628) |
| Transfers out | (10,179,348) | (20,306,519) | (19,665,326) | 641,193 |
| Sale of capital assets | 50,000 | 89,960 | 88,798 | (1,162) |
| Total other financing sources (uses) | 2,812,492 | (8,213,371) | (7,639,968) | 573,403 |
| Net change in fund balance | \$ - | \$ (6,330,973) | 3,790,302 | \$ 10,121,275 |
| FUND BALANCE - JANUARY 1 | | | 41,703,437 | |
| FUND BALANCE - DECEMBER 31 | | | <u>\$ 45,493,739</u> | |

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT FUND
YEAR ENDED DECEMBER 31, 2019**

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---|----------------------------|-------------------------|--------------------|---------------------------------------|
| REVENUES: | | | | |
| Intergovernmental Revenue | \$ 6,255,372 | \$ 8,146,304 | \$ 4,661,397 | \$ (3,484,907) |
| Charges for services | | | 730,383 | 730,383 |
| Interest earned | | | 250,429 | 250,429 |
| Miscellaneous revenue | | | 178,829 | 178,829 |
| Total revenues | <u>6,255,372</u> | <u>8,146,304</u> | <u>5,821,038</u> | <u>(2,325,266)</u> |
| EXPENDITURES: | | | | |
| Community development program and administration | 7,994,105 | 9,895,500 | 8,170,260 | 1,725,240 |
| Debt Service: | | | | |
| Principal | 100,000 | 100,000 | 100,000 | |
| Interest and fiscal charges | 4,500 | 4,500 | 4,500 | |
| Total expenditures | <u>8,098,605</u> | <u>10,000,000</u> | <u>8,274,760</u> | <u>1,725,240</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,843,233)</u> | <u>(1,853,696)</u> | <u>(2,453,722)</u> | <u>(600,026)</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | <u>1,843,233</u> | <u>1,853,696</u> | <u>2,453,722</u> | <u>600,026</u> |
| Total other financing sources (uses) | <u>1,843,233</u> | <u>1,853,696</u> | <u>2,453,722</u> | <u>600,026</u> |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | | <u>\$ -</u> |
| FUND BALANCE - JANUARY 1 | | | | |
| FUND BALANCE - DECEMBER 31 | | | <u>\$ -</u> | |

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH EMPLOYEES' RETIREMENT PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
LAST TEN FISCAL YEARS**

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Total pension liability | | | | | |
| Service cost | \$ 12,197,176 | \$ 12,277,259 | \$ 13,751,371 | \$ 12,832,463 | \$ 12,803,097 |
| Interest | 35,850,147 | 34,059,918 | 32,713,986 | 31,983,189 | 30,562,389 |
| Differences between expected and actual experience | 7,761,517 | (1,248,522) | 4,870,999 | (9,445,475) | |
| Change of assumptions | | | (4,829,920) | | |
| Benefit payments, including refunds of employee contributions | (30,396,491) | (27,404,258) | (26,130,536) | (25,750,547) | (24,314,601) |
| Net change in total pension liability | <u>25,412,349</u> | <u>17,684,397</u> | <u>20,375,900</u> | <u>9,619,630</u> | <u>19,050,885</u> |
| Total pension liability - beginning | <u>473,241,515</u> | <u>455,557,118</u> | <u>435,181,218</u> | <u>425,561,588</u> | <u>406,510,703</u> |
| Total pension liability - ending (a) | <u><u>\$ 498,653,864</u></u> | <u><u>\$ 473,241,515</u></u> | <u><u>\$ 455,557,118</u></u> | <u><u>\$ 435,181,218</u></u> | <u><u>\$ 425,561,588</u></u> |
| Plan fiduciary net position | | | | | |
| Contributions - employer | \$ 10,331,820 | \$ 10,361,785 | \$ 10,588,773 | \$ 11,378,991 | \$ 11,989,213 |
| Contributions - employee | 7,459,327 | 7,794,899 | 7,522,500 | 6,948,068 | 6,656,241 |
| Net investment income | (11,332,027) | 50,376,309 | 26,131,579 | 3,612,074 | 23,393,123 |
| Benefit payments, including refunds of employee contributions | (30,396,491) | (27,404,258) | (26,130,536) | (25,750,547) | (24,314,601) |
| Administrative expense | (122,121) | (75,177) | (60,680) | (157,329) | (99,358) |
| Net change in plan fiduciary net position | <u>(24,059,492)</u> | <u>41,053,558</u> | <u>18,051,636</u> | <u>(3,968,743)</u> | <u>17,624,618</u> |
| Plan fiduciary net position - beginning | <u>386,890,701</u> | <u>345,837,143</u> | <u>327,785,507</u> | <u>331,754,250</u> | <u>314,129,632</u> |
| Plan fiduciary net position - ending (b) | <u>362,831,209</u> | <u>386,890,701</u> | <u>345,837,143</u> | <u>327,785,507</u> | <u>331,754,250</u> |
| Employers' net pension liability - ending (a) - (b) | <u><u>\$ 135,822,655</u></u> | <u><u>\$ 86,350,814</u></u> | <u><u>\$ 109,719,975</u></u> | <u><u>\$ 107,395,711</u></u> | <u><u>\$ 93,807,338</u></u> |
| Plan fiduciary net position as a percentage of the total pension liability | 72.76% | 81.75% | 75.92% | 75.32% | 77.96% |
| Covered payroll | \$ 114,069,874 | \$ 115,437,152 | \$ 108,873,305 | \$ 99,962,326 | \$ 100,296,655 |
| Employers' net pension liability as a percentage of covered payroll | 119.07% | 74.80% | 100.78% | 107.44% | 93.53% |

Notes to Schedule:

Benefit changes: There have been no changes in benefit provisions since GASB 67 implementation.

Change of Assumptions: There have been no assumption changes since the prior valuation.

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH EMPLOYEES' RETIREMENT PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN FISCAL YEARS**

| | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency (Excess) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|--|---|---|------------------------|---|
| 2015 | \$10,292,739 | \$10,292,739 | \$0 | \$91,239,379 | 11.28% |
| 2016 | 9,454,605 | 9,454,605 | 0 | 90,288,005 | 10.47% |
| 2017 | 9,164,055 | 9,164,055 | 0 | 98,340,447 | 9.32% |
| 2018 | 9,226,064 | 9,226,064 | 0 | 104,200,270 | 8.85% |
| 2019 | 9,411,259 | 9,411,259 | 0 | 102,424,489 | 9.19% |

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH EMPLOYEES' RETIREMENT PLAN
SCHEDULE OF VALUATION DETAILS
DECEMBER 31, 2019**

| | |
|--------------------------------------|--|
| Valuation date | Actuarially determined contribution is calculated using a January valuation date as of the beginning of the fiscal year prior to the year in which contributions are reported |
| Actuarial cost method | Projected unit credit method for actuarially determined contributions; Entry age normal for total pension liability |
| Amortization method | Level percent of compensation using 3.00% increases |
| Remaining amortization period | Closed period, 25 years as of January 1, 2018 |
| Asset valuation method | Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a five-year period, further adjusted, if necessary, to be within 20% of the market value. |

Actuarial assumptions:

| | |
|----------------------------|---|
| Investment rate of return | 7.50% |
| Inflation rate | 3.00% |
| Projected salary increases | Varies by age |
| Cost of living adjustments | 5.00% at participant's adjustment date, 1.00% annually thereafter |
| Mortality: | |
| Pre-retirement | RP-2014 Employee Mortality Table, projected generationally using a modified version of the MP-2014 improvement scale. |
| Healthy | RP-2014 Healthy Annuitant Mortality Table, set forward six years for males and three years for females, projected generationally using a modified version of the MP-2014 improvement scale. |
| Disabled | RP-2014 Disabled Retiree Mortality Table, set back three years for males and females, projected generationally using a modified version of the MP-2014 improvement scale. |

| | |
|---------------------------|---|
| Other information: | Please see the January 1, 2018 actuarial valuation for a full listing of assumptions. |
|---------------------------|---|

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH EMPLOYEES' RETIREMENT PLAN
SCHEDULE OF INVESTMENT RETURNS**

| Year Ended December 31 | Annual Money- weighted Rate of Return |
|-----------------------------------|--|
| 2014 | 7.8 % |
| 2015 | 0.6 |
| 2016 | 8.6 |
| 2017 | 15.6 |
| 2018 | -3.1 |
| 2019 | 20.6 |

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN PROPORTIONAL SHARE OF
NET PENSION LIABILITY
PLANS WITHOUT A SPECIAL FUNDING SITUATION
LAST TEN FISCAL YEARS**

| | City's Proportion (Percentage) of the Collective Net Pension Liability | City's Proportion (Amount) of the Collective Net Pension Liability (A) | City's Covered Payroll | City's Proportionate Share (Amount) of the Collective Net Pension Liability (Asset) as a Percentage of the City's Covered Payroll | Pension Plan Fiduciary Net Position as a Percentage of the Total Pension Liability |
|--|---|--|------------------------|---|---|
| City of Savannah Employees' Retirement Plan | | | | | |
| 2016 | 90.45% | \$97,139,421 | \$90,288,005 | 107.59% | 75.32% |
| 2017 | 89.29% | 97,968,965 | 98,340,447 | 99.62% | 75.92% |
| 2018 | 89.85% | 77,586,206 | 104,200,270 | 74.58% | 81.75% |
| 2019 | 89.30% | 121,286,328 | 102,424,489 | 118.42% | 72.76% |

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN PROPORTIONAL SHARE OF
NET PENSION LIABILITY
PLANS WITH A SPECIAL FUNDING SITUATION
LAST TEN FISCAL YEARS**

| | City's Proportion (Percentage) of the Collective Net Pension Liability | City's Proportion (Amount) of the Collective Net Pension Liability (A) | State of Georgia's Portion of the Total Proportionate Share (Amount) of the Net Pension Liability (Asset) Associated with the City (B) | Total (A) + (B) | City's Covered Payroll | City's Proportionate Share (Amount) of the Collective Net Pension Liability (Asset) as a Percentage of the City's Covered Payroll | Pension Plan Fiduciary Net Position as a Percentage of the Total Pension Liability |
|--|---|--|---|--------------------|---------------------------|---|--|
| Peace Officers' Annuity and Benefit Fund of Georgia | | | | | | | |
| 2015 | 0.00% | \$0 | (\$844,334) | (\$844,334) | N/A | N/A | 103.75% |
| 2016 | 0.00% | 0 | 428,086 | 428,086 | N/A | N/A | 98.28% |
| 2017 | 0.00% | 0 | 2,035,480 | 2,035,480 | N/A | N/A | 92.18% |
| 2018 | 0.00% | 0 | 461,193 | 461,193 | N/A | N/A | 101.62% |
| 2019 | 0.00% | 0 | 596,001 | 596,001 | N/A | N/A | 101.79% |
| Georgia Firefighters' Pension Fund | | | | | | | |
| 2015 | 0.00% | \$0 | \$2,016,199 | \$2,016,199 | N/A | N/A | 89.72% |
| 2016 | 0.00% | 0 | 3,610,412 | 3,610,412 | N/A | N/A | 83.06% |
| 2017 | 0.00% | 0 | 5,072,023 | 5,072,023 | N/A | N/A | 79.03% |
| 2018 | 0.00% | 0 | 4,278,583 | 4,278,583 | N/A | N/A | 83.74% |
| 2019 | 0.00% | 0 | 4,072,405 | 4,072,405 | N/A | N/A | 83.95% |

Note: This information is not readily available for 10 years.

CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH OTHER POST EMPLOYMENT BENEFITS PLAN
SCHEDULE OF CHANGES IN NET OPEB LIABILITY
LAST TEN FISCAL YEARS

| | <u>2019</u> | <u>2018</u> |
|--|-----------------------------|-----------------------------|
| Total OPEB Liability | | |
| Service cost | \$ 3,908,039 | \$ 3,900,114 |
| Interest | 6,717,194 | 6,285,651 |
| Differences between expected and actual experience | (1,930,903) | |
| Change of assumptions | (12,280,003) | 153,173 |
| Benefit payments, including refunds of employee contributions | (4,293,905) | (3,638,344) |
| Net change in Total OPEB Liability | <u>(7,879,578)</u> | <u>6,700,594</u> |
| Total OPEB Liability - beginning | <u>99,821,688</u> | <u>93,121,094</u> |
| (a) Total OPEB Liability - ending | <u><u>\$ 91,942,110</u></u> | <u><u>\$ 99,821,688</u></u> |
| Plan fiduciary net position | | |
| Contributions - employer | \$ 4,259,109 | \$ 5,586,200 |
| Net investment income | (3,787,843) | 11,347,263 |
| Benefit payments, including refunds of employee contributions | (4,293,905) | (3,638,344) |
| Administrative expense | (308,339) | (266,941) |
| Net change in plan fiduciary net position | <u>(4,130,978)</u> | <u>13,028,178</u> |
| Plan fiduciary net position - beginning | <u>82,335,621</u> | <u>69,307,443</u> |
| (b) Plan Fiduciary Net Position - ending | <u>78,204,643</u> | <u>82,335,621</u> |
| (c) Net OPEB Liability - ending (a) - (b) | <u><u>\$ 13,737,467</u></u> | <u><u>\$ 17,486,067</u></u> |
| Plan fiduciary net position as a percentage of the Total OPEB Liability | 85.06% | 82.48% |
| Covered employee payroll | \$ 104,236,901 | \$ 106,198,860 |
| Plan Net OPEB Liability as percentage of covered employee payroll | 13.18% | 16.47% |

Notes to Schedule:

Benefit changes: Effective 1/1/2016:

- Emergency room copay increased from \$150 to \$200
- Rx OOP maximum increased from \$3,200 to \$3,450 for Basic plan and from \$4,400 to \$4,650 for Plus plan.

Changes of assumptions: Annually the discount rate for the unfunded plans will change, but the underlying basis stays the same. That is, the discount rate for the unfunded plans will be based on the 20-year, general obligation, municipal bond rate.

Based on past experience and future expectations, the following actuarial assumptions were changed as of December 31, 2016:

- Per capita health costs and trend rates have been updated to reflect recent experience.
- The healthcare administrative expense load is now valued for pre-65 claims only.
- The current and former employees of the Youth Futures Authority (YFA) are now being valued as members of the City of Savannah. The discount rate used to value these participants was raised from 3.25% to 7.00% to reflect the migration from the unfunded plan to the funded plan.

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH OTHER POST EMPLOYMENT BENEFITS PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN FISCAL YEARS**

| Year Ended December 31 | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Deficiency (Excess) | Covered Employee Payroll | Contributions as a Percentage of Covered Employee Payroll |
|-----------------------------------|--|---|---|-------------------------------------|--|
| 2010 | \$16,887,022 | \$3,791,480 | \$13,095,542 | \$101,788,736 | 3.72% |
| 2011 | 14,453,693 | 37,815,516 | (23,361,823) | 101,231,939 | 37.36% |
| 2012 | 10,897,270 | 11,425,392 | (528,122) | 97,898,141 | 11.67% |
| 2013 | 8,629,426 | 11,252,249 | (2,622,823) | 100,925,268 | 11.15% |
| 2014 | 7,751,003 | 11,318,014 | (3,567,011) | 93,188,755 | 12.15% |
| 2015 | 8,154,429 | 10,768,104 | (2,613,675) | 92,213,838 | 11.68% |
| 2016 | 5,960,277 | 10,089,939 | (4,129,662) | 100,272,452 | 10.06% |
| 2017 | 4,135,057 | 5,586,200 | (1,451,143) | 106,198,860 | 5.26% |
| 2018 | 4,259,109 | 4,259,109 | 0 | 106,198,860 | 4.01% |
| 2019 | 2,901,830 | 2,901,830 | 0 | 104,236,901 | 2.78% |

Notes to Schedule:

**Methods and assumptions used to establish
"actuarially determined contribution" rates:**

| | |
|--------------------------------------|---|
| Valuation date | Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported |
| Measurement date | December 31, 2017 |
| Actuarial cost method | Projected Unit Credit |
| Amortization method | 30-year closed, level percent of pay |
| Remaining amortization period | 19 years remain as of December 31, 2017 |
| Asset valuation method | The Market Value of Assets |
| Excise Tax | The ACA Excise Tax is not being reflected until it becomes effective. |

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH OTHER POST EMPLOYMENT BENEFITS PLAN
SCHEDULE OF INVESTMENT RETURNS**

| Year Ended December 31 | Annual Money-weighted Rate of Return |
|-----------------------------------|---|
| 2017 | 16.2 % |
| 2018 | -3.2 |
| 2019 | 22.0 |

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH OTHER POST EMPLOYMENT BENEFITS PLAN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
LAST TEN FISCAL YEARS**

| | <u>2019</u> | <u>2018</u> |
|--|--------------------|--------------------|
| City's proportion of the net OPEB liability | 79.83% | 79.94% |
| City's proportionate share of the net OPEB liability | \$ 10,966,141 | \$ 13,979,898 |
| City's covered employee payroll | \$ 102,424,489 | \$ 104,200,270 |
| City's proportionate share of the net OPEB liability as a percentage of its covered employee payroll | 10.71% | 13.42% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 87.70% | 85.49% |

Note: This information is not readily available for 10 years.

**CITY OF SAVANNAH, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CITY OF SAVANNAH OTHER POST EMPLOYMENT BENEFITS PLAN
SCHEDULE OF VALUATION DETAILS
DECEMBER 31, 2019**

| | |
|---|---|
| Valuation date | December 31, 2017 |
| Measurement date | December 31, 2018 |
| Actuarial cost method | Entry Age Normal |
| Amortization method | Level percent of pay, closed, 30 years |
| Remaining amortization period | 19 years as of January 1, 2017 |
| Asset valuation method | Market value |
| Actuarial assumptions: | |
| Investment rate of return | 7% for pre-funded plan, 4.10% for pay-as-you-go plans |
| Inflation rate | 3.00% |
| Projected salary increases | Varies by age |
| Medical cost trend rate (pre-65) | 6.25% graded to 4.50% over 7 years |
| Drug cost trend rate (pre-65) | 8.0% graded to 4.50% over 7 years |
| Medical and drug trend rate (post-65) | 5.25% graded to 4.50% over 3 years |
| Plan membership: | |
| Current retirees, beneficiaries, and dependents | 1,036 |
| Current active members | 2,359 |
| Total | <u><u>3,395</u></u> |

CITY OF SAVANNAH, GEORGIA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

NOTE A - BUDGET

The City adopted annual budgets for the 2019 fiscal year for the General Fund, all Special Revenue Funds and all Debt Service Funds. Budgets for all governmental fund types are adopted on a basis consistent with generally accepted accounting principles. Budgets for capital project funds are adopted as project length budgets.

Presentation of major fund budgets can be found in the Required Supplementary Information. Nonmajor fund budgets are detailed in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Nonmajor Special Revenue and Debt Service Funds.

The City is organized into major functional areas that are called service centers. The service center within each fund is the legal level of control. The legal level of control is the level at which expenditures may not legally exceed the budget without approval by the City Council. The City Manager may approve changes below the legal level of control. Appropriations lapse at year-end with two exceptions. First, in the Capital Projects Funds appropriations are carried forward until project completion. Second, encumbered appropriations do not lapse but are carried forward to the ensuing budget year as budgetary amendments.

Budgeted amounts shown in the required supplemental information are as adopted by the City Council. Budgetary activity for 2019 is presented below:

| Fund | Original Appropriation | Encumbered Appropriations Carried Forward From Prior Years | Budgetary Amendments | Final Appropriations |
|--------------------------------------|-----------------------------------|---|---------------------------------|---------------------------------|
| Major Funds: | | | | |
| General | \$ 202,043,286 | \$ 1,856,056 | \$ 9,646,130 | \$ 213,545,472 |
| Community Development | 8,098,605 | 29,868 | 1,871,527 | 10,000,000 |
| Nonmajor Funds: | | | | |
| Grant | 7,903,643 | 243,376 | 1,852,981 | 10,000,000 |
| Hurricane Matthew Recovery | 10,000,000 | 996,684 | (10,496,684) | 500,000 |
| Economic Development | 1,500,000 | | | 1,500,000 |
| Hazardous Materials Team | 474,575 | | 25,425 | 500,000 |
| Public Safety Communications | 3,400,000 | | (1,650,000) | 1,750,000 |
| Hotel/motel Tax | 23,301,700 | | 698,300 | 24,000,000 |
| Automobile Rental Tax | 2,080,000 | | 420,000 | 2,500,000 |
| Per Occupied Room Fee | | 12,850 | 1,987,150 | 2,000,000 |
| Recorders Court Technology Fee | 300,000 | 1,025 | (101,025) | 200,000 |
| Confiscated Assets | 200,000 | 53,235 | 146,765 | 400,000 |
| General Obligation Bond Debt Service | 20,000,000 | | | 20,000,000 |
| Special Assessment Debt Service | 100,000 | | | 100,000 |

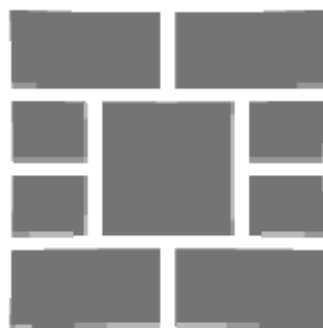
CITY OF SAVANNAH, GEORGIA

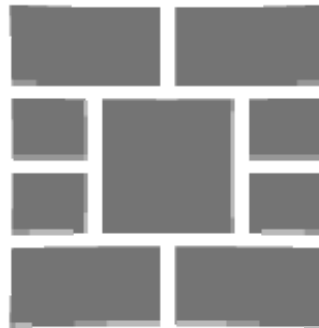
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

NOTE A – BUDGET (CONTINUED)

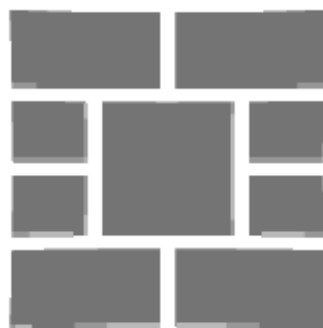
In accordance with State law, new appropriations for projects for the capital project funds were adopted by ordinance and totaled \$83,849,926 in 2019.

To prepare its budget for the next fiscal year, City Budget staff and departments work together to analyze funding needs beginning in the preceding June. The Budget Department prepares a draft budget for the City Manager in August. After reviewing the draft budget and meeting with the bureaus, the City Manager and Budget staff prepare a Recommended Service Program and Budget as well as a five year Capital Improvement Plan. Both are presented to City Council in October. Council conducts public hearings in November and December, and adopts budgeted revenues and appropriations for the upcoming fiscal year by ordinance in December. Subsequent budgetary amendments can be adopted upon majority vote of the City Council.





SUPPLEMENTAL SECTION
COMBINING STATEMENTS
OTHER SCHEDULES



COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NONMAJOR CITY FUNDS

In the Notes to the Financial Statements, the City has described its major funds and its internal service and fiduciary funds. Other non-major funds of the City include:

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources (other than special assessments, expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

The non-major Special Revenue Funds maintained by the City follow:

Grant Fund – The Grant Fund accounts for all grants not properly accounted for in another fund. This fund's major grant revenues are received from the State of Georgia for this service area under the Workforce Investment Act.

Hurricane Matthew Recovery Fund – The Hurricane Matthew Recovery Fund accounts for all activity related to the City's recovery efforts arising from damages suffered during 2016's Hurricane Matthew.

Economic Development Fund – The Economic Development Fund reports the proceeds and uses of a Section 108 Note guaranteed by the Secretary of HUD and secured by the City's future CDBG allocations. Note proceeds will be used to fund certain business loans and costs related to the development of an entrepreneurial center.

Hazardous Materials Team Fund - The Special Revenue Fund for the Hazardous Materials Team is used to account for the activities of a group of fire personnel who work to control and reduce risks related to industrial chemical events in Chatham County. Operating revenue for the Hazardous Materials Team Fund is supplied 25% by the City, 25% by Chatham County, and 50% by area facilities that manufacture, use or store hazardous materials.

Public Safety Communications Fund - The Public Safety Communications Fund reports the operation of the City's emergency communications (E-911) system and revenues generated from telephone subscriber surcharge fees.

Hotel/motel Tax Fund – The Hotel/Motel Tax Fund is used to account for the proceeds and uses of a six percent selective sales tax applied to occupied hotel and motel rooms throughout the City. This sales tax is applied to the taxable charges for the room and collected by merchants who then remit the taxes to the City Treasurer.

Automobile Rental Tax Fund – The Automobile Rental Tax Fund is used to account for the proceeds and uses of a three percent selective sales tax applied to automotive vehicle rentals from locations within the City of Savannah. This sales tax is applied to the rental charge of each motor vehicle and collected by merchants who then remit the taxes to the City Treasurer.

Per Occupied Room Fee Fund – The Per Occupied Room Fee Fund is used to account for the proceeds and uses of the per occupied room fee charged by the City on larger hotels located within the City's convention transportation special service district. The proceeds of this fee are used to provide transportation incentives to conventions held in Savannah and to also provide for downtown amenities.

Court Technology Fee Fund – The Records Court Technology Fee Fund is used to account for the proceeds and uses of the Records Court Technology Fee. This fee is levied as an additional fee to fines within the Chatham County Records Court and its

NONMAJOR CITY FUNDS (CONTINUED)

collection and allowable uses are legislated by state law. The amounts collected are available to the Court for expenditures related to improving and enhancing the technological capabilities within the Court.

Confiscated Assets Fund - Income generated from assets seized in drug-related cases as well as the use of the funds is accounted for in the Special Revenue Fund Confiscated Assets Fund.

Permanent Fund

The Permanent Fund accounts for assets held by the City that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs.

Cemetery Fund - The Cemetery Fund accounts for the revenues received for the upkeep of cemetery lots located in Greenwich, Bonaventure, and Laurel Grove perpetual care cemeteries. Interest earned on investments held by this fund is transferred to the General Fund to defray a portion of the cost of cemetery maintenance.

Debt Service Funds

Debt Service Funds account for funds accumulated and expended to pay principal, interest, and related costs of City debt, other than debt service payments made from the Enterprise Funds.

The Debt Service Funds maintained by the City are as follows:

Debt Service Fund for General Obligation Bonds - The Debt Service Fund for General Obligation Bonds accounts for the accumulation of resources for, and the payment of, general obligation principal, interest and related costs.

Debt Service Fund for Special Assessment Debt - The Debt Service Fund for Special Assessment Debt accounts for the accumulation of resources for, and the payment of, special assessment principal, interest and related costs.

Capital Projects Funds

The Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital projects.

Non-major Capital Projects Funds of the City are:

Sales Tax Road Funds – Two separate Sales Tax Road Funds account for the receipt and use of special sales tax proceeds for road improvement projects.

SPLOST 1998-2003 Fund – The SPLOST 1998-2003 Fund accounts for special purpose local option sales tax (SPLOST) revenues and expenditures of those revenues. SPLOST funds were previously collected over a five-year period beginning October 1998 and ending September 2003. In years prior to 2010, this fund was entitled the Drainage Improvement Fund.

NONMAJOR CITY FUNDS (CONTINUED)

SPLOST 2003-2008 Fund – The SPLOST 2003-2008 Fund accounts for special purpose local option sales tax (SPLOST) revenues and expenditures of those revenues. SPLOST funds were previously collected over a five-year period beginning October 2003 and ending September 2008.

SPLOST 2009 – 2014 Fund – This fund accounts for special purpose local option sales tax resources provided to the City of Savannah by Chatham County in accordance with a 2006 Special Purpose Local Option Sales Tax referendum, which was passed on a county-wide basis. This SPLOST commenced on October 11, 2008 and expired on September 30, 2014. These funds are used by the City to design and construct major capital improvements that will benefit the entire county. Projects include streets, drainage improvements, public buildings and other community development.

Tax Allocation District I Fund - The Tax Allocation District I Fund is used to account for resources devoted to construction of capital improvements in a redevelopment district located east of the City's downtown. Incremental property tax revenues derived from the increases in market values of properties located within the district will be devoted to infrastructure improvements.

Enterprise Funds

Enterprise Funds are used to account for operations (1) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charge; or, (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Non-major Enterprise Funds maintained by the City include:

Golf Course Fund - The Golf Course Fund accounts for the transactions related to the lease between the City and the golf course management company.

Resource Recovery Fund - The Resource Recovery Fund accounts for the transactions related to the Resource Recovery Development Authority (Authority) for the City of Savannah. The purpose of the Authority is to provide the recovery and utilization of resources contained in solid waste.

CITY OF SAVANNAH, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019

| | SPECIAL REVENUE FUNDS | | | | | | | | | | | PERMANENT FUND |
|--|-----------------------|----------------------------------|---------------------------------|-----------------------------|---------------------------------|---------------------|----------------------|-----------------------------|----------------------------|-----------------------|----------------------|---------------------|
| | GRANT FUND | HURRICANE MATTHEW RECOVERY | ECONOMIC DEVELOPMENT FUND | HAZARDOUS MATERIALS TEAM | PUBLIC SAFETY COMMUNICATIONS | HOTEL/MOTEL TAX | AUTOMOBILE RENTAL | PER OCCUPIED ROOM FEE | COURT TECHNOLOGY FEE | CONFISCATED ASSETS | TOTAL | CEMETERY |
| ASSETS | | | | | | | | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ 9,294 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 9,294 | \$ - |
| Receivables, net | | | | | | 1,657,236 | 157,077 | | | | 1,814,313 | |
| Due from other governments | 1,092,694 | 7,928,491 | | | | | | | | | 9,021,185 | |
| Restricted assets: | | | | | | | | | | | | |
| Cash and investments | | | 406,219 | | 85,600 | | | 518,861 | 409,380 | 119,666 | 1,539,726 | 7,199,561 |
| Receivables net | | | | | | | | 107,577 | | | 107,577 | 148,135 |
| Total assets | <u>\$ 1,092,694</u> | <u>\$ 7,928,491</u> | <u>\$ 406,219</u> | <u>\$ 9,294</u> | <u>\$ 85,600</u> | <u>\$ 1,657,236</u> | <u>\$ 157,077</u> | <u>\$ 626,438</u> | <u>\$ 409,380</u> | <u>\$ 119,666</u> | <u>\$ 12,492,095</u> | <u>\$ 7,347,696</u> |
| LIABILITIES | | | | | | | | | | | | |
| Accounts payable | \$ 86,083 | \$ 1,905 | \$ - | \$ 9,294 | \$ 85,600 | \$ 457,535 | \$ - | \$ 192,714 | \$ 120 | \$ - | \$ 833,251 | \$ - |
| Unexpended grant proceeds | 539,389 | 10,548 | | | | | | | | | 549,937 | |
| Due to other funds | 467,222 | 6,310,817 | | | | 1,199,701 | 157,077 | | | | 8,134,817 | |
| Total liabilities | <u>1,092,694</u> | <u>6,323,270</u> | | <u>9,294</u> | <u>85,600</u> | <u>1,657,236</u> | <u>157,077</u> | <u>192,714</u> | <u>120</u> | | <u>9,518,005</u> | |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | | | | | | |
| Unavailable program income | | | | | | | | | | | | 148,135 |
| Unavailable grant proceeds | | 7,928,491 | | | | | | | | | 7,928,491 | |
| Total deferred inflows of resources | | <u>7,928,491</u> | | | | | | | | | <u>7,928,491</u> | <u>148,135</u> |
| FUND BALANCES | | | | | | | | | | | | |
| Nonspendable | | | | | | | | | | | | 7,199,561 |
| Restricted | | | 406,219 | | | | | 433,724 | 409,260 | 119,666 | 1,368,869 | |
| Unassigned | | (6,323,270) | | | | | | | | | (6,323,270) | |
| Total fund balance | | <u>(6,323,270)</u> | <u>406,219</u> | | | | | <u>433,724</u> | <u>409,260</u> | <u>119,666</u> | <u>(4,954,401)</u> | <u>7,199,561</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 1,092,694</u> | <u>\$ 7,928,491</u> | <u>\$ 406,219</u> | <u>\$ 9,294</u> | <u>\$ 85,600</u> | <u>\$ 1,657,236</u> | <u>\$ 157,077</u> | <u>\$ 626,438</u> | <u>\$ 409,380</u> | <u>\$ 119,666</u> | <u>\$ 12,492,095</u> | <u>\$ 7,347,696</u> |

This statement is continued on the next page.

CITY OF SAVANNAH, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019

| | DEBT SERVICE FUNDS | | | CAPITAL PROJECTS FUNDS | | | | | | | TOTAL NONMAJOR GOVERNMENTAL FUNDS |
|--|--------------------------------|------------------------|---------------------|--------------------------|---------------------------|---------------------|----------------------|----------------------|------------------------------|----------------------|---|
| | GENERAL OBLIGATION BONDS | SPECIAL ASSESSMENTS | TOTAL | SALES TAX ROAD FUND I | SALES TAX ROAD FUND II | SPLOST 1998-2003 | SPLOST 2003-2008 | SPLOST 2009-2014 | TAX ALLOCATION DISTRICT I | TOTAL | |
| ASSETS | | | | | | | | | | | |
| Cash and investments | \$ 944,911 | \$ - | \$ 944,911 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 954,205 |
| Receivables, net | | | | | | | | | | | 1,814,313 |
| Due from other governments | | | | | | | 117,787 | | | 117,787 | 9,138,972 |
| Restricted assets: | | | | | | | | | | | |
| Cash and investments | | 32,301 | 32,301 | | 105,412 | 1,914,809 | 16,898,516 | 24,535,760 | 3,088,197 | 46,542,694 | 55,314,282 |
| Receivables, net | | | | | | | | | | | 255,712 |
| Special assessments receivable, net | | 121,679 | 121,679 | | | | | | | | 121,679 |
| Total assets | <u>\$ 944,911</u> | <u>\$ 153,980</u> | <u>\$ 1,098,891</u> | <u>\$ -</u> | <u>\$ 105,412</u> | <u>\$ 1,914,809</u> | <u>\$ 17,016,303</u> | <u>\$ 24,535,760</u> | <u>\$ 3,088,197</u> | <u>\$ 46,660,481</u> | <u>\$ 67,599,163</u> |
| LIABILITIES | | | | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 32,740 | 1,478,769 | 860,168 | 2,371,677 | 3,204,928 |
| Unexpended grant proceeds | | | | | | | | | | | 549,937 |
| Due to other funds | | | | | | | | | | | 8,134,817 |
| Total liabilities | | | | | | | 32,740 | 1,478,769 | 860,168 | 2,371,677 | 11,889,682 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | | | | | |
| Unavailable program income | | 121,679 | 121,679 | | | | | | | | 269,814 |
| Unavailable grant proceeds | | | | | | | | | | | 7,928,491 |
| Total deferred inflows of resources | | 121,679 | 121,679 | | | | | | | | 8,198,305 |
| FUND BALANCES | | | | | | | | | | | |
| Nonspendable | | | | | | | | | | | 7,199,561 |
| Restricted | 944,911 | 32,301 | 977,212 | | 105,412 | 1,914,809 | 16,983,563 | 23,056,991 | 2,228,029 | 44,288,804 | 46,634,885 |
| Unassigned | | | | | | | | | | | (6,323,270) |
| Total fund balance | <u>944,911</u> | <u>32,301</u> | <u>977,212</u> | | <u>105,412</u> | <u>1,914,809</u> | <u>16,983,563</u> | <u>23,056,991</u> | <u>2,228,029</u> | <u>44,288,804</u> | <u>47,511,176</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 944,911</u> | <u>\$ 153,980</u> | <u>\$ 1,098,891</u> | <u>\$ -</u> | <u>\$ 105,412</u> | <u>\$ 1,914,809</u> | <u>\$ 17,016,303</u> | <u>\$ 24,535,760</u> | <u>\$ 3,088,197</u> | <u>\$ 46,660,481</u> | <u>\$ 67,599,163</u> |

This statement is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2019

| | SPECIAL REVENUE FUNDS | | | | | | | | | | | PERMANENT FUND |
|---|-----------------------|----------------------------------|---------------------------------|-----------------------------|---------------------------------|--------------------|----------------------|-----------------------------|----------------------------|-----------------------|----------------|-------------------|
| | GRANT FUND | HURRICANE MATTHEW RECOVERY | ECONOMIC DEVELOPMENT FUND | HAZARDOUS MATERIALS TEAM | PUBLIC SAFETY COMMUNICATIONS | HOTEL/MOTEL TAX | AUTOMOBILE RENTAL | PER OCCUPIED ROOM FEE | COURT TECHNOLOGY FEE | CONFISCATED ASSETS | TOTAL | CEMETERY |
| REVENUES: | | | | | | | | | | | | |
| Selective sales tax | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 22,625,247 | \$ 2,122,854 | \$ - | \$ - | \$ - | \$ 24,748,101 | \$ - |
| Intergovernmental revenue | 7,403,063 | 85,485 | | 62,128 | 518,845 | | | | | 109,759 | 8,179,280 | |
| Charges for services | | | 10,962 | 279,325 | 113,576 | | | 1,547,952 | 105,988 | | 2,057,803 | 316,668 |
| Investment income | | | | | | | | | | 1,906 | 1,906 | |
| Miscellaneous revenue | 168,925 | | | | | | | | | | 168,925 | |
| | | | | | | | | | | | | |
| Total revenues | 7,571,988 | 85,485 | 10,962 | 341,453 | 632,421 | 22,625,247 | 2,122,854 | 1,547,952 | 105,988 | 111,665 | 35,156,015 | 316,668 |
| EXPENDITURES: | | | | | | | | | | | | |
| Police | | | | | 632,421 | | | | | | 752,548 | |
| Recorders court | | | | | | | | | 71,431 | 120,127 | 71,431 | |
| Fire | | | | 449,585 | | | | | | | 449,585 | |
| Tourism enhancement | | | | | | 10,565,668 | | 1,419,382 | | | 11,985,050 | |
| Grant program and administration | 8,181,958 | 157,925 | | | | | | | | | 8,339,883 | |
| | | | | | | | | | | | | |
| Total expenditures | 8,181,958 | 157,925 | | 449,585 | 632,421 | 10,565,668 | | 1,419,382 | 71,431 | 120,127 | 21,598,497 | |
| | | | | | | | | | | | | |
| Excess (deficiency) of revenues over (under) expenditures | (609,970) | (72,440) | 10,962 | (108,132) | | 12,059,579 | 2,122,854 | 128,570 | 34,557 | (8,462) | 13,557,518 | 316,668 |
| | | | | | | | | | | | | |
| Transfers in | 609,970 | 11,258 | | 108,132 | | | | | | | 729,360 | |
| Transfers out | | | | | | (12,059,579) | (2,122,854) | | | | (14,182,433) | |
| | | | | | | | | | | | | |
| Total other financing sources (uses) | 609,970 | 11,258 | | 108,132 | | (12,059,579) | (2,122,854) | | | | (13,453,073) | |
| | | | | | | | | | | | | |
| Net change in fund balances | | (61,182) | 10,962 | | | | | 128,570 | 34,557 | (8,462) | 104,445 | 316,668 |
| FUND BALANCES (DEFICIT) - JANUARY 1 | | (6,262,088) | 395,257 | | | | | 305,154 | 374,703 | 128,128 | (5,058,846) | 6,882,893 |
| | | | | | | | | | | | | |
| FUND BALANCES (DEFICIT) - DECEMBER 31 | \$ - | \$ (6,323,270) | \$ 406,219 | \$ - | \$ - | \$ - | \$ - | \$ 433,724 | \$ 409,260 | \$ 119,666 | \$ (4,954,401) | \$ 7,199,561 |

This statement is continued on the next page.

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2019

| | DEBT SERVICE FUNDS | | | CAPITAL PROJECTS FUNDS | | | | | | | TOTAL NONMAJOR GOVERNMENTAL FUNDS |
|---|--------------------------|---------------------|-------------------|------------------------|------------------------|---------------------|----------------------|----------------------|---------------------------|----------------------|-----------------------------------|
| | GENERAL OBLIGATION BONDS | SPECIAL ASSESSMENTS | TOTAL | SALES TAX ROAD FUND I | SALES TAX ROAD FUND II | SPLOST 1998-2003 | SPLOST 2003-2008 | SPLOST 2009-2014 | TAX ALLOCATION DISTRICT I | TOTAL | |
| REVENUES: | | | | | | | | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 431,299 | \$ 431,299 | \$ 431,299 |
| Selective sales tax | | | | | | | | | | | 24,748,101 |
| Intergovernmental revenue | | | | | | | 117,787 | | 546,774 | 664,561 | 8,843,841 |
| Charges for services | | | | | | | | | | | 2,374,471 |
| Special assessments | | | | | | | | | | | |
| Investment income | 19,430 | 664 | 20,094 | 1 | 2,168 | 40,649 | 374,501 | 533,992 | 97,905 | 1,049,216 | 1,071,216 |
| Miscellaneous revenue | | | | | | | | | | | 168,925 |
| Total revenues | 19,430 | 664 | 20,094 | 1 | 2,168 | 40,649 | 492,288 | 533,992 | 1,075,978 | 2,145,076 | 37,637,853 |
| EXPENDITURES: | | | | | | | | | | | |
| Police | | | | | | | | | | | 752,548 |
| Recorders court | | | | | | | | | | | 71,431 |
| Fire | | | | | | | | | | | 449,585 |
| Tourism enhancement | | | | | | | | | | | 11,985,050 |
| Grant program and administration | | | | | | | | | | | 8,339,883 |
| Debt Service: | | | | | | | | | | | |
| Principal | 245,000 | | 245,000 | | | | | | 1,490,000 | 1,490,000 | 1,735,000 |
| Interest and fiscal charges | 1,195,202 | | 1,195,202 | | | | | | 1,090,250 | 1,090,250 | 2,285,452 |
| Debt issuance costs | | | | | | | | | 74,480 | 74,480 | 74,480 |
| Capital outlay | | | | | | | | | 3,749,291 | 3,749,291 | 3,749,291 |
| Capital outlay - SPLOST funded | | | | 96 | | 138,981 | 1,903,900 | 2,281,521 | | 4,324,498 | 4,324,498 |
| Total expenditures | 1,440,202 | | 1,440,202 | 96 | | 138,981 | 1,903,900 | 2,281,521 | 6,404,021 | 10,728,519 | 33,767,218 |
| Excess (deficiency) of revenues over (under) expenditures | (1,420,772) | 664 | (1,420,108) | (95) | 2,168 | (98,332) | (1,411,612) | (1,747,529) | (5,328,043) | (8,583,443) | 3,870,635 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | | | | |
| Transfers in | 1,440,202 | | 1,440,202 | | | | | | 1,830,691 | 1,830,691 | 4,000,253 |
| Transfers out | | | | | | | | | | | (14,182,433) |
| Debt issuance | | | | | | | | | 8,440,000 | 8,440,000 | 8,440,000 |
| Payment to fiscal agent | | | | | | | | | (8,270,000) | (8,270,000) | (8,270,000) |
| Total other financing sources (uses) | 1,440,202 | | 1,440,202 | | | | | | 2,000,691 | 2,000,691 | (10,012,180) |
| Net change in fund balances | 19,430 | 664 | 20,094 | (95) | 2,168 | (98,332) | (1,411,612) | (1,747,529) | (3,327,352) | (6,582,752) | (6,141,545) |
| FUND BALANCES - JANUARY 1 | 925,481 | 31,637 | 957,118 | 95 | 103,244 | 2,013,141 | 18,395,175 | 24,804,520 | 5,555,381 | 50,871,556 | 53,652,721 |
| FUND BALANCES - DECEMBER 31 | \$ 944,911 | \$ 32,301 | \$ 977,212 | \$ - | \$ 105,412 | \$ 1,914,809 | \$ 16,983,563 | \$ 23,056,991 | \$ 2,228,029 | \$ 44,288,804 | \$ 47,511,176 |

This statement is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | GRANT FUND | | | | HURRICANE MATTHEW RECOVERY | | | |
|---|--------------------|-----------------|--------------|-------------------------------|----------------------------|-----------------|----------------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Intergovernmental revenue | \$ 7,252,818 | \$ 9,326,430 | \$ 7,403,063 | \$ (1,923,367) | \$ 10,000,000 | \$ 500,000 | \$ 85,485 | \$ (414,515) |
| Miscellaneous revenue | | | 168,925 | 168,925 | | | | |
| Total revenues | 7,252,818 | 9,326,430 | 7,571,988 | (1,754,442) | 10,000,000 | 500,000 | 85,485 | (414,515) |
| EXPENDITURES: | | | | | | | | |
| Grant program and administration | 7,903,643 | 10,000,000 | 8,181,958 | 1,818,042 | 10,000,000 | 500,000 | 157,925 | 342,075 |
| Total expenditures | 7,903,643 | 10,000,000 | 8,181,958 | 1,818,042 | 10,000,000 | 500,000 | 157,925 | 342,075 |
| Excess (deficiency) of revenues over (under) expenditures | (650,825) | (673,570) | (609,970) | 63,600 | | | (72,440) | (72,440) |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Transfers in | 650,825 | 673,570 | 609,970 | (63,600) | | | 11,258 | 11,258 |
| Total other financing sources (uses) | 650,825 | 673,570 | 609,970 | (63,600) | | | 11,258 | 11,258 |
| Net change in fund balance | \$ - | \$ - | | \$ - | \$ - | \$ - | (61,182) | \$ (61,182) |
| FUND BALANCE (DEFICIT) - JANUARY 1 | | | | | | | (6,262,088) | |
| FUND BALANCE (DEFICIT) - DECEMBER 31 | | | \$ - | | | | \$ (6,323,270) | |

This schedule is continued on the next page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | ECONOMIC DEVELOPMENT FUND | | | | HAZARDOUS MATERIALS TEAM | | | |
|---|---------------------------|-----------------|------------|-------------------------------|--------------------------|-----------------|-----------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Intergovernmental revenue | \$ - | \$ - | \$ - | \$ - | \$ 342,000 | \$ 357,660 | \$ 62,128 | \$ (295,532) |
| Charges for services | 1,500,000 | 1,500,000 | 10,962 | (1,489,038) | | | 279,325 | 279,325 |
| Total revenues | 1,500,000 | 1,500,000 | 10,962 | (1,489,038) | 342,000 | 357,660 | 341,453 | (16,207) |
| EXPENDITURES: | | | | | | | | |
| Fire | | | | | 474,575 | 500,000 | 449,585 | 50,415 |
| Community development program and administration | 1,500,000 | 1,500,000 | | 1,500,000 | | | | |
| Total expenditures | 1,500,000 | 1,500,000 | | 1,500,000 | 474,575 | 500,000 | 449,585 | 50,415 |
| Excess (deficiency) of revenues over (under) expenditures | | | 10,962 | 10,962 | (132,575) | (142,340) | (108,132) | 34,208 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Transfers in | | | | | 132,575 | 142,340 | 108,132 | (34,208) |
| Total other financing sources (uses) | | | | | 132,575 | 142,340 | 108,132 | (34,208) |
| Net change in fund balance | \$ - | \$ - | 10,962 | \$ 10,962 | \$ - | \$ - | | \$ - |
| FUND BALANCE - JANUARY 1 | | | 395,257 | | | | | |
| FUND BALANCE - DECEMBER 31 | | | \$ 406,219 | | | | \$ - | |

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | PUBLIC SAFETY COMMUNICATIONS | | | | HOTEL/MOTEL TAX | | | |
|---|------------------------------|-----------------|---------|-------------------------------|--------------------|-----------------|---------------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Selective sales tax | \$ - | \$ - | \$ - | \$ - | \$ 23,301,700 | \$ 24,000,000 | \$ 22,625,247 | \$ (1,374,753) |
| Intergovernmental revenue | 3,400,000 | 1,750,000 | 518,845 | (1,231,155) | | | | |
| Charges for services | | | 113,576 | 113,576 | | | | |
| Investment income | | | | | | | | |
| Total revenues | 3,400,000 | 1,750,000 | 632,421 | (1,117,579) | 23,301,700 | 24,000,000 | 22,625,247 | (1,374,753) |
| EXPENDITURES: | | | | | | | | |
| Police | 3,400,000 | 1,750,000 | 632,421 | 1,117,579 | | | | |
| Tourism enhancement | | | | | 10,879,752 | 11,199,800 | 10,565,668 | 634,132 |
| Total expenditures | 3,400,000 | 1,750,000 | 632,421 | 1,117,579 | 10,879,752 | 11,199,800 | 10,565,668 | 634,132 |
| Excess (deficiency) of revenues over (under) expenditures | | | | | 12,421,948 | 12,800,200 | 12,059,579 | (740,621) |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Transfers in | | | | | | | | |
| Transfers out | | | | | (12,421,948) | (12,800,200) | (12,059,579) | 740,621 |
| Total other financing sources (uses) | | | | | (12,421,948) | (12,800,200) | (12,059,579) | 740,621 |
| Net change in fund balance | \$ - | \$ - | | \$ - | \$ - | \$ - | | \$ - |
| FUND BALANCE - JANUARY 1 | | | | | | | | |
| FUND BALANCE - DECEMBER 31 | | | \$ - | | | | \$ - | |

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | AUTOMOBILE RENTAL | | | | PER OCCUPIED ROOM FEE | | | |
|--|--------------------|-----------------|--------------|-------------------------------|-----------------------|-----------------|------------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Selective sales taxes | \$ 2,080,000 | \$ 2,500,000 | \$ 2,122,854 | \$ (377,146) | \$ - | \$ - | \$ - | \$ - |
| Charges for services | | | | | | 2,000,000 | 1,547,952 | (452,048) |
| Total revenues | 2,080,000 | 2,500,000 | 2,122,854 | (377,146) | | 2,000,000 | 1,547,952 | (452,048) |
| EXPENDITURES: | | | | | | | | |
| Tourism enhancement | | | | | | 2,000,000 | 1,419,382 | 580,618 |
| Total expenditures | | | | | | 2,000,000 | 1,419,382 | 580,618 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Transfers out | (2,080,000) | (2,500,000) | (2,122,854) | 377,146 | | | | |
| Total other financing sources (uses) | (2,080,000) | (2,500,000) | (2,122,854) | 377,146 | | | | |
| Net change in fund balance | \$ - | \$ - | | \$ - | \$ - | \$ - | 128,570 | \$ 128,570 |
| FUND BALANCE - JANUARY 1 | | | | | | | 305,154 | |
| FUND BALANCE - DECEMBER 31 | | | \$ - | | | | \$ 433,724 | |

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | RECORDERS COURT TECHNOLOGY FEE | | | | CONFISCATED ASSETS | | | |
|-----------------------------------|--------------------------------|-----------------|-------------------|-------------------------------|--------------------|-----------------|-------------------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Intergovernmental revenue | \$ - | \$ - | \$ - | \$ - | \$ 200,000 | \$ 400,000 | \$ 109,759 | \$ (290,241) |
| Charges for services | 300,000 | 200,000 | 105,988 | (94,012) | | | 1,906 | 1,906 |
| Investment income | | | | | | | | |
| Total revenues | 300,000 | 200,000 | 105,988 | (94,012) | 200,000 | 400,000 | 111,665 | (288,335) |
| EXPENDITURES: | | | | | | | | |
| Police | | | | | 200,000 | 400,000 | 120,127 | 279,873 |
| Recorders court | 300,000 | 200,000 | 71,431 | 128,569 | | | | |
| Total expenditures | 300,000 | 200,000 | 71,431 | 128,569 | 200,000 | 400,000 | 120,127 | 279,873 |
| Net change in fund balance | \$ - | \$ - | 34,557 | \$ 34,557 | \$ - | \$ - | (8,462) | \$ (8,462) |
| FUND BALANCE - JANUARY 1 | | | 374,703 | | | | 128,128 | |
| FUND BALANCE - DECEMBER 31 | | | <u>\$ 409,260</u> | | | | <u>\$ 119,666</u> | |

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS AND DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | GENERAL OBLIGATION BOND DEBT SERVICE | | | | SPECIAL ASSESSMENTS DEBT SERVICE | | | |
|---|--------------------------------------|-----------------|-------------------|-------------------------------|----------------------------------|-----------------|------------------|-------------------------------|
| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
| REVENUES: | | | | | | | | |
| Special assessments | \$ - | \$ - | \$ - | \$ - | \$ 100,000 | \$ 100,000 | \$ - | \$ (100,000) |
| Investment income | | | 19,430 | 19,430 | | | 664 | 664 |
| Total revenues | | | 19,430 | 19,430 | 100,000 | 100,000 | 664 | (99,336) |
| EXPENDITURES: | | | | | | | | |
| Debt Service: | | | | | | | | |
| Principal | 15,000,000 | 15,000,000 | 245,000 | 14,755,000 | 50,000 | 50,000 | | 50,000 |
| Interest and fiscal charges | 5,000,000 | 5,000,000 | 1,195,202 | 3,804,798 | 50,000 | 50,000 | | 50,000 |
| Total expenditures | 20,000,000 | 20,000,000 | 1,440,202 | 18,559,798 | 100,000 | 100,000 | | 100,000 |
| Excess (deficiency) of revenues over (under) expenditures | (20,000,000) | (20,000,000) | (1,420,772) | 18,579,228 | - | - | 664 | 664 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Transfers in | 20,000,000 | 20,000,000 | 1,440,202 | (18,559,798) | | | | |
| Total other financing sources (uses) | 20,000,000 | 20,000,000 | 1,440,202 | (18,559,798) | | | | |
| Net change in fund balance | \$ - | \$ - | 19,430 | \$ 19,430 | \$ - | \$ - | 664 | \$ 664 |
| FUND BALANCE - JANUARY 1 | | | 925,481 | | | | 31,637 | |
| FUND BALANCE - DECEMBER 31 | | | <u>\$ 944,911</u> | | | | <u>\$ 32,301</u> | |

This schedule is continued from the previous page.

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2019**

| <u>ASSETS</u> | <u>RESOURCE RECOVERY</u> | <u>GOLF COURSE</u> | <u>TOTAL</u> |
|---|-------------------------------------|-------------------------------|---------------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash and investments | \$ - | \$ 311,761 | \$ 311,761 |
| Total current assets | <u> </u> | <u>311,761</u> | <u>311,761</u> |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Land | 1,592,559 | | 1,592,559 |
| Plant, buildings, stations, reservoirs, etc | | 1,097,785 | 1,097,785 |
| Improvements, other than buildings | | 6,637,651 | 6,637,651 |
| Machinery and equipment | | 54,443 | 54,443 |
| Other capital assets | | 4,692 | 4,692 |
| Less accumulated depreciation | | (4,488,386) | (4,488,386) |
| Construction in progress | | 1,035,856 | 1,035,856 |
| Total noncurrent assets | <u>1,592,559</u> | <u>4,342,041</u> | <u>5,934,600</u> |
| Total assets | <u>\$ 1,592,559</u> | <u>\$ 4,653,802</u> | <u>\$ 6,246,361</u> |
| <u>NET POSITION</u> | | | |
| Investment in capital assets | \$ 1,592,559 | \$ 4,342,041 | \$ 5,934,600 |
| Unrestricted | <u> </u> | <u>311,761</u> | <u>311,761</u> |
| Total net position | <u>1,592,559</u> | <u>4,653,802</u> | <u>6,246,361</u> |
| Total liabilities, deferred inflows of resources and net position | <u>\$ 1,592,559</u> | <u>\$ 4,653,802</u> | <u>\$ 6,246,361</u> |

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | <u>RESOURCE RECOVERY</u> | <u>GOLF COURSE</u> | <u>TOTAL</u> |
|--|------------------------------|------------------------|---------------------|
| OPERATING EXPENSES: | | | |
| Depreciation | \$ - | \$ 233,686 | \$ 233,686 |
| Total operating expenses | <u> </u> | <u>233,686</u> | <u>233,686</u> |
| Operating (Loss) | <u> </u> | <u>(233,686)</u> | <u>(233,686)</u> |
| NONOPERATING REVENUES (EXPENSES): | | | |
| Interest earned | <u> </u> | <u>6,415</u> | <u>6,415</u> |
| Total nonoperating revenues | <u> </u> | <u>6,415</u> | <u>6,415</u> |
| Loss before contributions and transfers | | (227,271) | (227,271) |
| TRANSFERS OUT | <u> </u> | <u>(227)</u> | <u>(227)</u> |
| Change in net position | | (227,498) | (227,498) |
| Total net position - beginning | <u>1,592,559</u> | <u>4,881,300</u> | <u>6,473,859</u> |
| Total net position - ending | <u>\$ 1,592,559</u> | <u>\$ 4,653,802</u> | <u>\$ 6,246,361</u> |

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2019**

| | GOLF COURSE |
|--|--------------------------|
| CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES: | |
| Transfers out | \$ (227) |
| Net cash used in non capital financing activities | <u>(227)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | |
| Investment income | 6,415 |
| Net cash provided by investing activities | <u>6,415</u> |
| INCREASE IN CASH AND CASH EQUIVALENTS | 6,188 |
| CASH AND CASH EQUIVALENTS, JANUARY 1 | <u>305,573</u> |
| CASH AND CASH EQUIVALENTS, DECEMBER 31 | <u><u>\$ 311,761</u></u> |

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2019**

| | <u>REVOLVING</u> | <u>RISK MANAGEMENT</u> | <u>TOTAL</u> |
|---|-----------------------------|-----------------------------|-----------------------------|
| <u>ASSETS</u> | | | |
| ASSETS | | | |
| Current assets: | | | |
| Cash and investments | \$ 35,870,374 | \$ 16,911,416 | \$ 52,781,790 |
| Receivables, net | 7,272 | 847,000 | 854,272 |
| Inventories | 1,048,666 | | 1,048,666 |
| Total current assets | <u>36,926,312</u> | <u>17,758,416</u> | <u>54,684,728</u> |
| Capital assets: | | | |
| Plant, buildings, stations, reservoirs, etc | 2,479,758 | | 2,479,758 |
| Improvements, other than buildings | 610,615 | | 610,615 |
| Machinery and equipment | 98,782,974 | | 98,782,974 |
| Less accumulated depreciation | <u>(69,093,683)</u> | | <u>(69,093,683)</u> |
| Total noncurrent assets | <u>32,779,664</u> | | <u>32,779,664</u> |
| Total assets | <u><u>\$ 69,705,976</u></u> | <u><u>\$ 17,758,416</u></u> | <u><u>\$ 87,464,392</u></u> |
| <u>LIABILITIES AND NET POSITION</u> | | | |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 277,971 | \$ 397,813 | \$ 675,784 |
| Current portion of compensated absences | 230,187 | | 230,187 |
| Current portion of claims and judgments | | 5,184,178 | 5,184,178 |
| Total current liabilities | <u>508,158</u> | <u>5,581,991</u> | <u>6,090,149</u> |
| Noncurrent liabilities: | | | |
| Compensated absences | 173,500 | | 173,500 |
| Claims and judgments | | 4,513,451 | 4,513,451 |
| Total noncurrent liabilities | <u>173,500</u> | <u>4,513,451</u> | <u>4,686,951</u> |
| Total liabilities | <u>681,658</u> | <u>10,095,442</u> | <u>10,777,100</u> |
| NET POSITION | | | |
| Investment in capital assets | 32,779,664 | | 32,779,664 |
| Unrestricted | <u>36,244,654</u> | <u>7,662,974</u> | <u>43,907,628</u> |
| Total net position | <u>69,024,318</u> | <u>7,662,974</u> | <u>76,687,292</u> |
| Total liabilities and net position | <u><u>\$ 69,705,976</u></u> | <u><u>\$ 17,758,416</u></u> | <u><u>\$ 87,464,392</u></u> |

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019

| | REVOLVING | RISK MANAGEMENT | TOTAL |
|--|------------------|----------------------------|---------------|
| OPERATING REVENUES: | | | |
| Charges for services | \$ 25,867,749 | \$ - | \$ 25,867,749 |
| Risk management fees | | 41,556,778 | 41,556,778 |
| | | | |
| Total operating revenues | 25,867,749 | 41,556,778 | 67,424,527 |
| OPERATING EXPENSES: | | | |
| Depreciation | 7,921,089 | | 7,921,089 |
| Central garage | 5,174,869 | | 5,174,869 |
| Information services | 8,206,661 | | 8,206,661 |
| Risk management | | 43,480,405 | 43,480,405 |
| | | | |
| Total operating expenses | 21,302,619 | 43,480,405 | 64,783,024 |
| | | | |
| Operating Income (Loss) | 4,565,130 | (1,923,627) | 2,641,503 |
| NONOPERATING REVENUES (EXPENSES): | | | |
| Interest earned | 638,182 | 320,199 | 958,381 |
| Gain on disposal of assets | 407,605 | | 407,605 |
| | | | |
| Total nonoperating revenues | 1,045,787 | 320,199 | 1,365,986 |
| Income (loss) before contributions and transfers | 5,610,917 | (1,603,428) | 4,007,489 |
| | | | |
| CAPITAL CONTRIBUTIONS | 329,858 | | 329,858 |
| TRANSFERS IN | 12,413 | | 12,413 |
| | | | |
| Change in net position | 5,953,188 | (1,603,428) | 4,349,760 |
| Total net position - beginning | 63,071,130 | 9,266,402 | 72,337,532 |
| | | | |
| Total net position - ending | \$ 69,024,318 | \$ 7,662,974 | \$ 76,687,292 |

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2019**

| | <u>REVOLVING</u> | <u>RISK MANAGEMENT</u> | <u>TOTAL</u> |
|--|----------------------|----------------------------|----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Cash received from other funds for services | \$ 25,867,749 | \$ - | \$ 25,867,749 |
| Cash received from other funds for services and fees | | 41,556,778 | 41,556,778 |
| Cash paid to suppliers | (13,732,114) | | (13,732,114) |
| Cash paid for claims and insurance | | (41,941,359) | (41,941,359) |
| Net cash provided (used) by operating activities | <u>12,135,635</u> | <u>(384,581)</u> | <u>11,751,054</u> |
| CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES: | | | |
| Transfers In | <u>12,413</u> | | <u>12,413</u> |
| Net cash provided by non capital financing activities | <u>12,413</u> | | <u>12,413</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | |
| Proceeds from sale of equipment | 408,023 | | 408,023 |
| Acquisition and construction of capital assets | (6,005,131) | | (6,005,131) |
| Net cash used by capital and related financing activities | <u>(5,597,108)</u> | | <u>(5,597,108)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Investment income | <u>638,182</u> | <u>320,199</u> | <u>958,381</u> |
| Net cash provided by investing activities | <u>638,182</u> | <u>320,199</u> | <u>958,381</u> |
| INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 7,189,122 | (64,382) | 7,124,740 |
| CASH AND CASH EQUIVALENTS, JANUARY 1 | <u>28,681,252</u> | <u>16,975,798</u> | <u>45,657,050</u> |
| CASH AND CASH EQUIVALENTS, DECEMBER 31 | <u>\$ 35,870,374</u> | <u>\$ 16,911,416</u> | <u>\$ 52,781,790</u> |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES: | | | |
| Operating income (loss) | \$ 4,565,130 | \$ (1,923,627) | \$ 2,641,503 |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | |
| Depreciation | 7,921,089 | | 7,921,089 |
| Change in assets and liabilities: | | | |
| (Increase) decrease in receivables | (275) | 3,441 | 3,166 |
| Increase in inventories | (178,068) | | (178,068) |
| Decrease in accounts payables | (175,643) | (727,153) | (902,796) |
| Increase in compensated absences | 3,402 | | 3,402 |
| Increase in claims and judgments payable | | 2,262,758 | 2,262,758 |
| Net cash provided (used) by operating activities | <u>\$ 12,135,635</u> | <u>\$ (384,581)</u> | <u>\$ 11,751,054</u> |
| NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES: | | | |
| Capital contributions | \$ 329,858 | \$ - | \$ 329,858 |

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2019**

| | PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS | | | | CUSTODIAL FUNDS | | |
|--|---|------------------------------|-----------------------|----------------|----------------------------|------------------------------|--------------|
| | PENSION TRUST | OLD PENSION TRUST | OPEB TRUST | TOTAL | RECORDERS COURT | FLEXIBLE BENEFITS | TOTAL |
| <u>ASSETS</u> | | | | | | | |
| Cash and cash equivalents | \$ - | \$ 195,976 | \$ 4,355,435 | \$ 4,551,411 | \$ 133,298 | \$ 222,050 | \$ 355,348 |
| Accrued income | 505,501 | | | 505,501 | | | |
| Accounts receivable: | | | | | | | |
| From employers | 13,340 | | | 13,340 | | | |
| From participants | 57,285 | | | 57,285 | | | |
| Investments, at fair value: | | | | | | | |
| U.S. government obligations | 100,438,518 | | 8,536,344 | 108,974,862 | | | |
| Foreign corporate bonds | 1,872,765 | | | 1,872,765 | | | |
| Domestic corporate bonds | 16,709,300 | | 17,094,156 | 33,803,456 | | | |
| Domestic equities | 195,264,093 | | 45,661,210 | 240,925,303 | | | |
| International equities | 65,665,847 | | 9,340,653 | 75,006,500 | | | |
| Real estate fund | 40,476,200 | | 8,782,227 | 49,258,427 | | | |
| Total investments | 420,426,723 | | 89,414,590 | 509,841,313 | | | |
| Total assets | 421,002,849 | 195,976 | 93,770,025 | 514,968,850 | 133,298 | 222,050 | 355,348 |
| <u>LIABILITIES AND NET POSITION</u> | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts payable | 317,151 | | 254,293 | 571,444 | | 12,567 | 12,567 |
| Total liabilities | 317,151 | | 254,293 | 571,444 | | 12,567 | 12,567 |
| Net Position: | | | | | | | |
| Restricted for: | | | | | | | |
| Pensions | 420,685,698 | 195,976 | | 420,881,674 | | | |
| Post employment benefits other than pensions | | | 93,515,732 | 93,515,732 | | | |
| Individuals and other governments | | | | | 133,298 | 209,483 | 342,781 |
| Total net position | \$ 420,685,698 | \$ 195,976 | \$ 93,515,732 | \$ 514,397,406 | \$ 133,298 | \$ 209,483 | \$ 342,781 |

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2019

| | PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS | | | | CUSTODIAL FUNDS | | |
|--|---|--------------------------|-------------------|----------------|-------------------------|-------------------------------|--------------|
| | PENSION TRUST | OLD PENSION TRUST | OPEB TRUST | TOTAL | RECORDER'S COURT | FLEXIBLE BENEFITS PLAN | TOTAL |
| ADDITIONS | | | | | | | |
| Contributions: | | | | | | | |
| Employers | \$ 10,643,079 | \$ - | \$ 2,901,830 | \$ 13,544,909 | \$ - | \$ - | \$ - |
| Plan members | 7,222,808 | | 2,583,727 | 9,806,535 | | 600,388 | 600,388 |
| Fines and forfeitures collected for other governments | | | | | 6,522,463 | | 6,522,463 |
| Total contributions | 17,865,887 | | 5,485,557 | 23,351,444 | 6,522,463 | 600,388 | 7,122,851 |
| Investment income: | | | | | | | |
| Interest | 3,136,287 | 4,046 | 41,569 | 3,181,902 | | | |
| Dividends | | | 3,208,270 | 3,208,270 | | | |
| Real estate net income | 885,633 | | 1,919,800 | 2,805,433 | | | |
| Net appreciation (depreciation) in fair value of investments | 69,875,190 | | 11,868,671 | 81,743,861 | | | |
| Total investment income | 73,897,110 | 4,046 | 17,038,310 | 90,939,466 | | | |
| Less investment expense | 1,135,428 | | 455,206 | 1,590,634 | | | |
| Net investment income (loss) | 72,761,682 | 4,046 | 16,583,104 | 89,348,832 | | | |
| Total additions | 90,627,569 | 4,046 | 22,068,661 | 112,700,276 | 6,522,463 | 600,388 | 7,122,851 |
| DEDUCTIONS | | | | | | | |
| Benefits | 29,779,272 | 1,440 | 6,429,614 | 36,210,326 | | 581,284 | 581,284 |
| Refunds of contributions | 2,837,602 | | | 2,837,602 | | | |
| Payments of fines and forfeitures to other governments | | | | | 6,554,326 | | 6,554,326 |
| Administrative expense | 156,206 | | 327,958 | 484,164 | | 17,121 | 17,121 |
| Total deductions | 32,773,080 | 1,440 | 6,757,572 | 39,532,092 | 6,554,326 | 598,405 | 7,152,731 |
| Change in net position | 57,854,489 | 2,606 | 15,311,089 | 73,168,184 | (31,863) | 1,983 | (29,880) |
| Beginning of year - January 1 | 362,831,209 | 193,370 | 78,204,643 | 441,229,222 | 165,161 | 207,500 | 372,661 |
| End of year - December 31 | \$ 420,685,698 | \$ 195,976 | \$ 93,515,732 | \$ 514,397,406 | \$ 133,298 | \$ 209,483 | \$ 342,781 |

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| PROJECT NUMBER | | Total | Original | Current | Sales Tax Funded Expenditures | | | |
|-------------------------|---|---|--|---|-------------------------------|-----------------|--------------|----------------------|
| | | Estimated Cost to be Funded from All Sources | Sales Tax Funding per Referendum Resolution | Estimated Cost to be Funded by Sales Tax | PRIOR YEARS | CURRENT YEAR | TOTAL | Remaining Balance |
| SALES TAX FUND I: | | | | | | | | |
| | Local Road, Sidewalk and Drainage Projects | | \$ 10,875,470 | | | | | |
| DR0208 | Broughton Street Cave-In | \$ 593,522 | | \$ 27,953 | \$ 27,953 | \$ - | \$ 27,953 | \$ - |
| OP0204 | Forsyth & Daffin Sidewalk Replacement | 19,083 | | 10,000 | 10,000 | | 10,000 | |
| OP0301 | LARP Paving Project | 42,000 | | 42,000 | 42,000 | | 42,000 | |
| OP0305 | Liberty Parkway Sidewalk | 343,355 | | 295,033 | 295,033 | | 295,033 | |
| OP0306 | School Sidewalks-Phase 1 | 28,842 | | 28,842 | 28,842 | | 28,842 | |
| OP0307 | Windsor Forest School Sidewalks | 19,690 | | 19,690 | 19,690 | | 19,690 | |
| OP0308 | Juliette Lowe School Sidewalks | 23,690 | | 23,690 | 23,690 | | 23,690 | |
| OP0309 | Spencer, Bartow, Hodge School Sidewalks | 26,118 | | 26,118 | 26,118 | | 26,118 | |
| OP0310 | Heard, Smith School Sidewalks | 6,204 | | 6,204 | 6,204 | | 6,204 | |
| OP0311 | Haven, Pulaski School Sidewalks | 96 | | 96 | 96 | | 96 | |
| OP0312 | Largo-Tibet School Sidewalks | 31,948 | | 31,948 | 31,948 | | 31,948 | |
| OP0608 | Habersham Street Sidewalks | 69,209 | | 69,209 | 69,209 | | 69,209 | |
| OP0609 | Whitebluff Sidewalks | 69,306 | | 69,305 | 69,305 | | 69,305 | |
| OP0610 | Daffin Park Perimeter | 88,517 | | 88,517 | 88,517 | | 88,517 | |
| OP0611 | Eastside Sidewalks | 500,778 | | 483,510 | 483,510 | | 483,510 | |
| OP0612 | WB Elementary Sidewalks | 83,066 | | 82,864 | 82,864 | | 82,864 | |
| OP0614 | Thomas Square Sidewalks | 55,831 | | 907 | 907 | | 907 | |
| OP0615 | Richards Street Sidewalks | 111,534 | | 1,534 | 1,534 | | 1,534 | |
| OP0617 | Stillwood & Butler Sidewalks | 57,514 | | 57,514 | 57,514 | | 57,514 | |
| OP0621 | Forsyth Sidewalks-Phase II | 11,766 | | 11,766 | 11,766 | | 11,766 | |
| OP0903 | Gwinnett St. Underpass | 440,062 | | 94,887 | 94,887 | | 94,887 | |
| PD0801 | West 57th St. Blvd. | 2,105,369 | | 230,000 | 230,000 | | 230,000 | |
| RE0503 | Daffin Jogging Path | 24,826 | | 22,000 | 22,000 | | 22,000 | |
| SP0111 | Hazardous Sidewalk Repair | 1,164,506 | | 358 | 358 | | 358 | |
| SP0200 | Twickenham Area Paving | 845,561 | | 387,672 | 387,672 | | 387,672 | |
| SP0201 | Atlantic Paving | 1,551,020 | | 814,120 | 814,120 | | 814,120 | |
| SP0202 | Bon-Air, Riviera, Rogers & Lehard Paving | 384,240 | | 295,920 | 295,920 | | 295,920 | |
| SP0213 | Hamilton Court | 275,405 | | 81,235 | 81,235 | | 81,235 | |
| SP0300 | Alta, Halsey, Industry & Ware Paving | 596,002 | | 514,940 | 514,940 | | 514,940 | |
| SP0301 | Gordonston Area Paving | 1,144,800 | | 971,542 | 971,542 | | 971,542 | |
| SP0302 | Adirondack, Bacon Park & Bruce Paving | 336,908 | | 257,815 | 257,815 | | 257,815 | |
| SP0304 | Felt Drive Paving | 33,034 | | 21,034 | 21,034 | | 21,034 | |
| SP0305 | Ohio Avenue Paving | 396,255 | | 190,268 | 190,268 | | 190,268 | |
| SP0306 | Charlton, DeRenne, Pierpont & 34th Paving | 663,279 | | 472,922 | 472,922 | | 472,922 | |
| SP0307 | Robin & Rendant Paving | 767,889 | | 527,433 | 527,433 | | 527,433 | |
| SP0309 | Laurel Grove Paving | 247,813 | | 203,720 | 203,720 | | 203,720 | |
| SP0310 | Ripley, Sheffield, Scott & Whitman | 445,575 | | 336,768 | 336,768 | | 336,768 | |
| SP0311 | Avondale Area Paving | 560,805 | | 510,416 | 510,416 | | 510,416 | |
| SP0313 | Semken Plant, Battey, Nunez & Waters Paving | 555,238 | | 468,158 | 468,158 | | 468,158 | |
| SP0400 | Columbia, Heard, Lloyd & Fayette Paving | 293,279 | | 98,023 | 98,023 | | 98,023 | |
| SP0401 | 36th, Kinzie, Galway, Gunter, 50th, Gunnie, Corinth & Baudry Park Paving | 43,676 | | 14,100 | 14,100 | | 14,100 | |
| SP0402 | Central Avenue Paving | 41,788 | | 30,986 | 30,986 | | 30,986 | |
| SP0501 | Honeybee Area Paving | 388,572 | | 16,000 | 16,000 | | 16,000 | |
| SP0502 | Liberty City Paving | 466,954 | | 155,479 | 155,479 | | 155,479 | |
| SP0504 | Fulton Road Extension Paving | 118,222 | | 33,255 | 33,255 | | 33,255 | |
| SP0602 | 1994 Street Paving-Phase II | 343,090 | | 12,422 | 12,422 | | 12,422 | |
| SP0702 | 44th, 48th, Clifford, Barrington, Desoto, Etc. | 514,322 | | 166,702 | 166,702 | | 166,702 | |
| SP0703 | Archer, Bates, Blossum, Clivwald & Elmdale | 1,100,303 | | 8,000 | 8,000 | | 8,000 | |
| SP0704 | 49th, 56th, Latimer, Costa Rica, Cedar, Etc. | 1,511,511 | | 67,000 | 67,000 | | 67,000 | |
| SP0705 | Felt & Waubun Paving | 1,462,546 | | 936,508 | 936,508 | | 936,508 | |
| SP0903 | Deiter, Riverwalk & MLK Paving | 462,567 | | 27,000 | 27,000 | | 27,000 | |
| SP0905 | Stuart, Barry & 57th Paving | 206,285 | | 82,000 | 82,000 | | 82,000 | |
| SW0312 | Hoover Creek Sewer & Paving | 865,895 | | 400,000 | 400,000 | | 400,000 | |
| TE0310 | President St Improvements | 33,246,256 | | 20,096 | 20,000 | 96 | 20,096 | |
| TOTALS-SALES TAX FUND I | | \$ 55,785,922 | \$ 10,875,470 | \$ 9,845,479 | \$ 9,845,383 | \$ 96 | \$ 9,845,479 | \$ - |

- NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued on the next page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| | | Total | Original | Current | Sales Tax Funded Expenditures | | | | |
|--------------------------|--|---------------|--------------|--------------|-------------------------------|---------|--------------|------------|--|
| | | Estimated | Sales Tax | Estimated | | | | | |
| | | Cost to be | Funding per | Cost to be | | | | | |
| | | Funded from | Referendum | Funded by | Prior | Current | Total | Remaining | |
| Project | | All Sources | Resolution | Sales Tax | Years | Year | | Balance | |
| Number | | | | | | | | | |
| SALES TAX FUND II: | | | | | | | | | |
| | Savannah Roads, Sidewalks and Drainage | | \$ 5,691,151 | | | | | | |
| DR0129 | Local Match GEMA Grants | \$ 7,677,531 | | \$ 29,982 | \$ 29,982 | \$ - | \$ 29,982 | \$ - | |
| DR0208 | Broughton Street Cave-In | 593,522 | | 13,850 | 13,850 | | 13,850 | | |
| HA0601 | LMIG Grant Match Reserve | 982,024 | | 104,984 | | | | 104,984 | |
| OP0305 | Liberty Parkway Sidewalk | 343,355 | | 48,322 | 48,322 | | 48,322 | | |
| OP0810 | Beacon Light | 225,207 | | 36 | 36 | | 36 | | |
| PD0801 | West 57th Street Boulevard | 2,105,369 | | 470,000 | 470,000 | | 470,000 | | |
| SP0111 | Hazardous Sidewalk Repair | 1,164,506 | | 7,251 | 7,251 | | 7,251 | | |
| SP0213 | Hamilton Court | 275,405 | | 98,005 | 98,005 | | 98,005 | | |
| SP0303 | Cuyler-Brownsville Kline | 78,383 | | 1,211 | 1,211 | | 1,211 | | |
| SP0312 | Dennis, Eugene & Mosley Paving | 367,958 | | 207,845 | 207,845 | | 207,845 | | |
| SP0318 | Repair-Install Curbs | 172,211 | | 7,700 | 7,700 | | 7,700 | | |
| SP0415 | Kimball, McLaws, Desoto Paving | 575,119 | | 178,056 | 178,056 | | 178,056 | | |
| SP0501 | Honeybee Area Paving | 388,572 | | 29,579 | 29,579 | | 29,579 | | |
| SP0502 | Liberty City Paving | 466,954 | | 38,135 | 38,135 | | 38,135 | | |
| SP0504 | Fulton Road Extension Paving | 118,222 | | 84,967 | 84,967 | | 84,967 | | |
| SP0507 | Bridge Maintenance | 296,524 | | 7,760 | 7,760 | | 7,760 | | |
| SP0601 | 1994 Street Paving-Phase I | 310,174 | | 279,242 | 279,242 | | 279,242 | | |
| SP0602 | 1994 Street Paving-Phase II | 343,090 | | 198,595 | 198,595 | | 198,595 | | |
| SP0603 | 1994 Street Paving-Phase III | 1,176,089 | | 910,276 | 910,276 | | 910,276 | | |
| SP0605 | Adams, Kimbell & Mild Paving | 29,394 | | 29,394 | 29,394 | | 29,394 | | |
| SP0702 | 44th, 48th, Clifford, Barrington, Desoto, Etc. | 514,322 | | 258,345 | 258,345 | | 258,345 | | |
| SP0703 | Archer, Bates, Blossum, Cliwald & Elmdale | 1,100,303 | | 786,255 | 786,255 | | 786,255 | | |
| SP0704 | 49th, 56th, Latimer, Costa Rica, Cedar, Etc. | 1,511,511 | | 1,140,303 | 1,140,303 | | 1,140,303 | | |
| SP0705 | Felt & Waubun Paving | 1,462,546 | | 160,719 | 160,719 | | 160,719 | | |
| SP0706 | 41st, Gwinnett Lane, Dieter, Entleman, Etc. | 86,088 | | 47,804 | 47,804 | | 47,804 | | |
| SP0707 | Carver Village Street Improvements | 751,202 | | 751,202 | 751,202 | | 751,202 | | |
| SP0708 | Holland Drive Improvements | 185,929 | | 146,821 | 146,821 | | 146,821 | | |
| SP0808 | White Bluff/Coffee Bluff Road | 398,476 | | 398,476 | 398,476 | | 398,476 | | |
| SP0802 | Abercorn-62nd-65th Paving | 511,850 | | 122,545 | 122,545 | | 122,545 | | |
| SP0903 | Deiter, Riverwalk & MLK Paving | 462,567 | | 435,567 | 435,567 | | 435,567 | | |
| TE0310 | President St Improvements | 33,246,256 | | 101,000 | 101,000 | | 101,000 | | |
| TOTALS SALES TAX FUND II | | \$ 57,920,659 | \$ 5,691,151 | \$ 7,094,227 | \$ 6,989,243 | \$ - | \$ 6,989,243 | \$ 104,984 | |

- NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| Project Number | Total Estimated Cost to be Funded from All Sources | Original Sales Tax Funding per Referendum Resolution | Current Estimated Cost to be Funded by Sales Tax | Sales Tax Funded Expenditures | | | | | |
|----------------------------|--|--|--|-------------------------------|--------------|------------|-------------------|---------|---------|
| | | | | Prior Years | Current Year | Total | Remaining Balance | | |
| SPLOST 98-2003 | | | | | | | | | |
| | | \$ | 77,500,000 | | | | | | |
| DR0111 | Savannah Drainage Projects | | | | | | | | |
| DR0111 | Kayton Pump Station Phase 2 | \$ | 1,219,860 | \$ | 987,471 | \$ | 987,471 | | |
| DR0112 | Harman Canal Drainage Improvements | | 1,255,555 | | 1,219,555 | | 1,219,555 | | |
| DR0113 | Kayton Canal Equipment Purchase | | 948,947 | | 948,947 | | 948,947 | | |
| DR0114 | Kayton Railroad Bridge Replacement | | 513,231 | | 513,231 | | 513,231 | | |
| DR0115 | Montgomery Crossroads Bridge | | 75,829 | | 55,004 | | 55,004 | | |
| DR0116 | Montgomery Crossroads Equipment Purchase | | 1,413,719 | | 1,409,619 | | 1,409,619 | | |
| DR0117 | Springfield Canal Bridges | | 157,966 | | 156,166 | | 156,166 | | |
| DR0118 | Williams Ward Detention | | 370,094 | | 370,094 | | 370,094 | | |
| DR0119 | Springfield Canal 2-Year Storm | | 2,966,599 | | 2,966,555 | | 2,966,555 | | |
| DR0120 | Westside Equipment Purchase | | 2,226,160 | | 283,900 | | 283,900 | | |
| DR0121 | Westside Detention | | 895,997 | | 112 | | 112 | | |
| DR0122 | Westside Pump Station & Line | | 14,230,285 | | 12,728,054 | | 12,728,054 | | |
| DR0123 | Westside Interceptor | | 9,230,669 | | 3,171,712 | | 3,171,712 | | |
| DR0124 | Montgomery Crossroads Pump Station | | 10,287,983 | | 10,213,431 | | 10,213,431 | | |
| DR0125 | Wilshire Canal | | 2,848,286 | | 2,848,286 | | 2,848,286 | | |
| DR0126 | Holland Canal | | 3,139,533 | | 3,137,685 | | 3,137,685 | | |
| DR0127 | Windsor Canal | | 2,810,852 | | 1,659,473 | | 1,659,473 | | |
| DR0129 | Local Match GEMA Grants | | 7,677,531 | | 2,651,266 | | 2,651,266 | | |
| DR0130 | Kayton Spill Clean Up | | 1,093,173 | | 39,504 | | 39,504 | | |
| DR0201 | DeRenne Pump Station | | 15,848,251 | | 970,000 | | 970,000 | | |
| DR0204 | Casey South Drainage | | 24,607,402 | | 21,507,611 | | 21,507,611 | | |
| DR0205 | Demere Ward Detention | | 75,751 | | 75,751 | | 75,751 | | |
| DR0206 | Springfield Canal Roads | | 328,729 | | 285,014 | | 285,014 | | |
| DR0207 | Nicholson Woods-White Bluff | | 112,152 | | 48,657 | | 48,657 | | |
| DR0211 | Windsor Sub-Basin | | 50,926 | | 50,926 | | 50,926 | | |
| DR0212 | SCADA I | | 52,833 | | 17,330 | | 17,330 | | |
| DR0214 | Pump Station Metal Building Upgrade | | 245,993 | | 245,993 | | 245,993 | | |
| DR0215 | Bilbo-North Casey Drainage | | 1,490,913 | | 205,000 | | 205,000 | | |
| DR0301 | Springfield Canal | | 12,144,945 | | 7,652,969 | | 7,652,969 | | |
| DR0304 | SCADA II | | 94,817 | | 36,446 | | 36,446 | | |
| DR0305 | Bilbo Basin | | 15,766,216 | | 157,366 | | 157,366 | | |
| DR0501 | Cranman Drive Culvert Replacement | | 336,133 | | 336,133 | | 336,133 | | |
| DR0503 | Wilshire Basin Study | | 9,480,032 | | 1,746,691 | | 1,746,691 | | |
| DR0507 | Downtown Bilbo Drainage Basin | | 143,300 | | 143,300 | | 143,300 | | |
| DR0601 | City Lot Drainage Improvements | | 277,975 | | 23,475 | | 23,475 | | |
| DR0800 | Westside Flooding Remediation | | 1,740,616 | | 640,616 | | 640,616 | | |
| DR0802 | Placentia Phase I | | 1,203,715 | | 42,000 | | 42,000 | | |
| DR0803 | Jackson Woods Drainage-Phase 2 | | 2,084,696 | | 98,736 | | 98,736 | | |
| DR0805 | Nicholson Woods-Phase 2 | | 235,505 | | 75,142 | | 75,142 | | |
| DR0901 | Windsor-Wilshire Basin | | 525,668 | | 525,668 | | 525,668 | | |
| DR0910 | Storm Sewer Rehab | | 1,621,535 | | 115,919 | | 115,919 | | |
| DR0911 | Casey South Drainage-Phase II | | 18,224,526 | | 1,063,707 | 67,842 | 388,548 | | |
| WT0510 | Extension to Unserved Areas | | 115,854 | | 58,437 | | 58,437 | | |
| | Other Capital Outlay Projects | | | 16,292,341 | | | | | |
| HA0601 | LMIG Grant Match Reserve | | 982,024 | | 218,146 | | 218,146 | | |
| OP0120 | RR Roundhouse Battlefield Park | | 1,528,258 | | 190,000 | | 190,000 | | |
| OP0327 | Electric Street Cars | | 1,385,419 | | 170,000 | | 170,000 | | |
| OP0541 | Hwy 21/Snow Green Land | | 1,507,437 | | 1,507,437 | | 1,507,437 | | |
| OP0611 | Eastside Sidewalks | | 500,778 | | 17,268 | | 17,268 | | |
| OP0638 | Railroad Property Acquisition | | 6,398,268 | | 3,590,551 | | 3,590,551 | | |
| PB0310 | History Museum Bldg Repair | | 838,311 | | 15,000 | | 15,000 | | |
| PB0412 | Forsyth Park Fort | | 6,723,755 | | 1,003,550 | | 1,003,550 | | |
| PB0621 | Ellis Square Parking Garage | | 54,076,595 | | 1,691,000 | | 1,691,000 | | |
| PD0801 | West 57th Street Boulevard | | 2,105,369 | | 555,117 | | 555,117 | | |
| PD0901 | Meding Street Curve | | 206,059 | | 206,059 | | 206,059 | | |
| RE0412 | Boan Tract Open Space | | 22,812 | | 22,000 | | 22,000 | | |
| RE0604 | Band Shell | | 595,770 | 787,500 | 577,950 | | 577,950 | | |
| RE0805 | Daffin Park Master Plan | | 4,783,503 | | 3,495,000 | | 3,495,000 | | |
| SP0212 | 1% Sidewalk Construction | | 675,220 | | 674,423 | | 674,423 | | |
| SP0214 | Wheelchair Access Ramps | | 321,384 | | 735 | | 735 | | |
| SP0308 | Cuyler-Brownsville Sidewalk | | 28,665 | | 23,265 | | 23,265 | | |
| SP0910 | 1% Sidewalk Construction | | 1,068,137 | | 808,309 | | 808,309 | | |
| SQ0411 | MLK Median Landscaping | | 833,130 | | 322,000 | | 322,000 | | |
| SQ0502 | Elbert Square Acquisition | | 828,635 | | 828,635 | | 828,635 | | |
| SQ0603 | Historical Wall Preservation | | 1,096,139 | | 200,000 | | 200,000 | | |
| SQ0701 | Liberty Square Reconstruction | | 134,640 | | 80,000 | 71,139 | 80,000 | | |
| TE0602 | MLK Median Installation | | 330,616 | | 48,000 | | 48,000 | | |
| OP0515 | Fire Capital Outlay | | 229,535 | 250,000 | 172,566 | | 172,566 | | |
| | Open Space Acquisition | | | 3,339,424 | | | | | |
| OP0339 | Wilshire Complex | | 418,258 | | 12,258 | | 12,258 | | |
| OP0529 | Mohawk Lake Acquisition | | 348,443 | | 348,443 | | 348,443 | | |
| PB0820 | Crusader Neighborhood Center | | 422,698 | | 110,746 | | 110,746 | | |
| PD0400 | Savannah Gardens Phase I | | 13,745,795 | | 872 | | 872 | | |
| RE0123 | Master Plan-Mohawk Property | | 72,040 | | 1,557 | | 1,557 | | |
| RE0129 | Edgemon/Sackville Recreation | | 257,720 | | 82,470 | | 82,470 | | |
| RE0307 | Windsor Forest Pond | | 121,979 | | 121,979 | | 121,979 | | |
| RE0511 | Cuyler-Brownsville Park | | 1,141,463 | | 404,458 | | 404,458 | | |
| RE0512 | Vernon River Park | | 275,345 | | 113,043 | | 113,043 | | |
| RE0611 | Open Space Acquisition | | 409,426 | | 407,143 | | 407,143 | | |
| RE0612 | Habersham Woods Park | | 183,543 | | 183,543 | | 183,543 | | |
| RE0613 | Stark/Clinch Greenspace | | 122,107 | | 122,107 | | 122,107 | | |
| RE0615 | Southside Park-Mohawk | | 595,734 | | 595,734 | | 595,734 | | |
| RE0807 | Largo-Windsor Area Lake | | 1,161,430 | | 402,233 | | 402,233 | | |
| TOTALS SPLOST 98-2003 FUND | | \$ | 276,647,192 | \$ | 98,169,265 | \$ | 100,806,549 | | |
| | | | | | \$ | 99,774,263 | \$ | 138,981 | |
| | | | | | | \$ | 99,913,244 | \$ | 893,305 |

NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| PROJECT NUMBER | Total Estimated Cost to be Funded from All Sources | Original Sales Tax Funding per Referendum Resolution | Current Estimated Cost to be Funded by Sales Tax | Sales Tax Funded Expenditures | | | |
|------------------------------|--|--|--|-------------------------------|-----------------|--------------|----------------------|
| | | | | PRIOR YEARS | CURRENT YEAR | TOTAL | Remaining Balance |
| | | | | | | | |
| SPLOST 2003-2008 FUND: | | | | | | | |
| | Savannah Roads, Sidewalks and Drainage | | \$ 64,770,000 | | | | |
| DR0115 | Montgomery Xrds Bridge | \$ 75,829 | | \$ 19,329 | \$ 19,329 | \$ - | \$ 19,329 |
| DR0122 | Westside Pump Station & Line | 14,230,285 | | 1,500,575 | 1,500,575 | | 1,500,575 |
| DR0127 | Windsor Canal | 2,810,852 | | 1,143,379 | 1,143,379 | | 1,143,379 |
| DR0204 | Casey South Drainage | 24,607,402 | | 3,091,390 | 3,091,390 | | 3,091,390 |
| DR0215 | Bilbo-North Casey Drainage | 1,490,913 | | 425,000 | 425,000 | | 425,000 |
| DR0305 | Bilbo Drainage Improvements | 15,766,216 | | 15,508,841 | 15,508,841 | | 15,508,841 |
| DR0503 | Wilshire North Branch | 9,480,032 | | 7,733,341 | 7,733,341 | | 7,733,341 |
| DR0505 | Brick Line Replacement | 406,870 | | 192,941 | 166,394 | 26,547 | 192,941 |
| DR0802 | Placentia Phase I | 1,203,715 | | 1,160,868 | 1,160,868 | | 1,160,868 |
| DR0803 | Jackson Woods Drainage-Phase 2 | 2,084,696 | | 1,977,224 | 1,977,224 | | 1,977,224 |
| DR0804 | Brick Line Replacement | 753,723 | | 753,723 | 753,723 | | 753,723 |
| DR0809 | Bilbo Drainage Improvements | 2,000 | | 2,000 | 2,000 | | 2,000 |
| DR0904 | Paradise Park Drainage Improvements | 280,424 | | 224,382 | 224,382 | | 224,382 |
| DR0905 | Springfield Drainage Improvements | 1,077,150 | | 1,000,000 | 358,557 | 128,472 | 487,029 |
| DR0906 | Sylvan Terrace Sub-basin | 17,553 | | 17,553 | 17,553 | | 17,553 |
| DR0911 | Casey South Drainage-Phase II | 18,224,526 | | 14,691,386 | 1,531,799 | | 1,531,799 |
| HA0601 | LMIG Grant Match Reserve | 982,024 | | 658,893 | | | 658,893 |
| PD0302 | Cann Park Sidewalks | 310,144 | | 179,002 | 161 | 178,841 | 179,002 |
| PD0303 | Gordonston Sidewalk Improvements | 84,597 | | 84,597 | | | 84,597 |
| PD0304 | Entrepreneurial Center Parking | 14,969 | | 14,969 | | | 14,969 |
| SP0115 | Fernwood-Parkwood Curb-Gutter | 1,744,215 | | 1,744,215 | | | 1,744,215 |
| SP0204 | Historic District-ADA Ramps | 713,491 | | 315,971 | 315,971 | | 315,971 |
| SP0205 | State Routes ADA Ramps | 135,757 | | 110,886 | 110,886 | | 110,886 |
| SP0207 | Edgemore-Sackville Curb | 1,904,931 | | 212,510 | 212,510 | | 212,510 |
| SP0413 | Riverstreet Ramps Reconstruction | 532,838 | | 315,000 | 315,000 | | 315,000 |
| SP0415 | Street Paving | 575,119 | | 3,634 | 3,634 | | 3,634 |
| SP0416 | Street Reconstruction | 12,008 | | 12,008 | 12,008 | | 12,008 |
| SP0717 | President Street-General McIntosh Sidewalk | 43,097 | | 43,097 | 43,097 | | 43,097 |
| SP0718 | Bay Street Reconstruction Crosswalk | 550,918 | | 550,918 | 550,918 | | 550,918 |
| SP0804 | 1% Sidewalk Construction-Phase 2 | 769,584 | | 674,584 | 674,584 | | 674,584 |
| SP0904 | Street Reconstruction | 1,929,584 | | 1,714,074 | 1,714,074 | | 1,714,074 |
| SP0910 | 1% Sidewalk Construction | 1,068,137 | | 259,828 | 259,828 | | 259,828 |
| TE0101 | East Anderson Curve Reconstruction | 706,227 | | 267,000 | 267,000 | | 267,000 |
| TE0305 | LaRoche-Deleeseps Widening | 33,259 | | 33,259 | 33,259 | | 33,259 |
| TE0310 | President Street-General McIntosh Improvements | 33,246,256 | | 1,924,864 | 1,924,864 | | 1,924,864 |
| TE0512 | Jimmy DeLoach Parkway Signal | 126,590 | | 29,069 | 29,069 | | 29,069 |
| TE0613 | Taterville Sound Barrier | 1,214,904 | | 1,214,904 | 1,214,904 | | 1,214,904 |
| TE0708 | LaRoche-Deleeseps Design | 3,053,185 | | 2,551,837 | 610,120 | 18,000 | 628,120 |
| TE0709 | Gwinnett St. Widening Design | 8,618,986 | | 1,988,000 | 787,674 | 1,106,854 | 1,894,528 |
| TE0813 | Traffic Signal-Chatham Parkway | 155,498 | | 135,931 | 135,931 | | 135,931 |
| TE0906 | Jimmy DeLoach/Crossroad Interchange | 909,297 | | 218,000 | 218,000 | | 218,000 |
| SQ0411 | MLK Median Landscaping | 833,130 | | 11,452 | 11,452 | | 11,452 |
| SQ0804 | MLK Streetscape | 3,939,453 | | 3,280,231 | 3,280,231 | | 3,280,231 |
| | Parks, Recreation and Squares | | 22,231,471 | | | | |
| PB0821 | Cultural Arts Center | 24,442,091 | | 3,000,000 | 3,000,000 | | 3,000,000 |
| PB0828 | Westside Land Assemblage | 3,619,002 | | 2,759,500 | 2,759,500 | | 2,759,500 |
| PB0831 | Battlefield Park Roundhouse Roof | 186,256 | | 21,335 | 21,335 | | 21,335 |
| OP0832 | Battlefield-RR Roundhouse SPLIT | 7,763,665 | | 7,763,665 | 7,763,665 | | 7,763,665 |
| PT0803 | Baker-Fell Street Park | 289,000 | | 175,000 | 175,000 | | 175,000 |
| PT0905 | Ellis Square Restoration | 3,284,045 | | 3,254,668 | 3,254,668 | | 3,254,668 |
| RE0220 | Bacon Park Athletic Field Rehab | 787,802 | | 576,896 | 576,896 | | 576,896 |
| | Other Capital Outlay | | 9,339,424 | | | | |
| OP0152 | WW Law Collection Archival | 507,000 | | 507,000 | 287,944 | 85,982 | 373,926 |
| OP0641 | Hope 6 Infrastructure | 3,441,211 | | 1,930,814 | 1,930,814 | | 1,930,814 |
| OP0834 | West Savannah & Corridors | 28,890 | | 15,000 | 15,000 | | 15,000 |
| OP0923 | Gate Precast Property Acquisition | 2,181,641 | | 240,500 | 240,500 | | 240,500 |
| PB0530 | Paulsen Building Purchase/Renovation | 2,554,017 | | 2,400,000 | 2,400,000 | | 2,400,000 |
| PB0136 | Roof Replacement Community Planning | 73,525 | | 73,520 | 73,520 | | 73,520 |
| PB0621 | Ellis Square Parking Garage | 54,076,595 | | 7,114,296 | 7,114,296 | | 7,114,296 |
| PB0634 | Moses Jackson Center Roof | 943,543 | | 14,644 | 14,644 | | 14,644 |
| PB0730 | Bacon Park Tennis Courts Reconstr. | 731,868 | | 376,104 | 376,104 | | 376,104 |
| PB0624 | Moses Jackson-Phase 2 | 2,051,473 | | 1,049,424 | 1,049,424 | | 1,049,424 |
| PB0627 | Bacon Park Clubhouse Renovations | 868,702 | | 380,000 | 380,000 | | 380,000 |
| PD0101 | MURP II | 1,181,119 | | 457,750 | 457,750 | | 457,750 |
| PD0102 | Midtown Street Improvements | 9,663 | | 9,663 | 9,663 | | 9,663 |
| PD0107 | Woodville Park Improvement | 1,563 | | 1,563 | 1,563 | | 1,563 |
| PD0108 | Dixon Park | 23,381 | | 23,381 | 23,381 | | 23,381 |
| PD0109 | Dixon Park Street Improvement | 77,561 | | 77,561 | 77,561 | | 77,561 |
| PD0110 | Feller Terrace Passive Park | 12,262 | | 12,262 | 12,262 | | 12,262 |
| PD0111 | East Savannah Lighting | 84,939 | | 84,939 | 84,939 | | 84,939 |
| PD0114 | Housing Construction Svc. Office | 153,691 | | 1,480 | 1,480 | | 1,480 |
| PD0202 | Hudson Hill Sidewalk Improvements | 93,612 | | 93,612 | 93,612 | | 93,612 |
| PD0203 | Sylvan Terrace Irrigation System | 98,465 | | 98,465 | 98,465 | | 98,465 |
| PD0205 | Metro Sidewalk West 41st Street | 49,430 | | 49,430 | 49,430 | | 49,430 |
| PD0309 | Waters Avenue Corridor | 5,281,031 | | 367,831 | 367,831 | | 367,831 |
| PD0310 | Youth Advancement Center | 839,229 | | 416,000 | 416,000 | | 416,000 |
| PD0400 | Savannah Gardens Phase I | 13,745,795 | | 242,766 | 242,766 | | 242,766 |
| PD0801 | West 57th Street Blvd. | 2,105,369 | | 484,599 | 484,599 | | 484,599 |
| PD0805 | WS-Acquisition Moses Jackson Property | 114,224 | | 114,224 | 114,224 | | 114,224 |
| PD0806 | Augusta Avenue Revitalization | 1,251,822 | | 1,132,581 | 811,683 | 7,559 | 819,242 |
| PD0808 | WS-Tree Lawn & Buffering | 10,012 | | 10,012 | 10,012 | | 10,012 |
| PD0902 | Montgomery-Medding-56th | 152,870 | | 152,870 | 152,870 | | 152,870 |
| PD0903 | Eastside Sidewalk Access | 100,158 | | 100,158 | 100,158 | | 100,158 |
| PD0904 | West 56th Street Rerickring | 378,314 | | 378,314 | 378,314 | | 378,314 |
| PD0906 | Midtown Acquisition | 433,352 | | 433,352 | 433,352 | | 433,352 |
| PD0907 | Kline Street Play Area | 125,984 | | 125,984 | 125,984 | | 125,984 |
| PD0908 | 37th & Bulloch Greenspace | 48,592 | | 48,591 | 48,591 | | 48,591 |
| PD0909 | Historic Street Lighting CB | 5,335 | | 5,335 | 5,335 | | 5,335 |
| PD0910 | Rockwell Park | 76,970 | | 76,970 | 76,970 | | 76,970 |
| PD0911 | 40th Street Lane Paving | 27,665 | | 27,665 | 27,665 | | 27,665 |
| PD0912 | Municipal Parking Lot | 31,900 | | 31,900 | 31,900 | | 31,900 |
| PD0915 | Right-of-Way Improvements | 135,000 | | 135,000 | 135,000 | | 135,000 |
| PD0916 | Edgemore-Sackville Curbing | 97,490 | | 97,490 | 97,490 | | 97,490 |
| RE0224 | Cann Park Improvements | 300,560 | | 43,102 | 43,102 | | 43,102 |
| PD0313 | Savannah Shines | 1,890,180 | | 531,340 | 179,695 | 351,645 | 531,340 |
| | Public Safety Equipment | 1,241,500 | 1,300,000 | 1,241,500 | 1,241,500 | | 1,241,500 |
| TOTALS SPLOST 2003-2008 FUND | | \$ 294,729,748 | \$ 97,640,895 | \$ 106,750,721 | \$ 88,051,768 | \$ 1,903,900 | \$ 89,955,668 |
| | | | | | | | \$ 16,795,053 |

NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| PROJECT NUMBER | | Total | Original | Current | Sales Tax Funded Expenditures | | | Remaining Balance |
|------------------------------|---|---|--|---|-------------------------------|-----------------|---------------|----------------------|
| | | Estimated Cost to be Funded from All Sources | Sales Tax Funding per Intergovernmental Agreement | Estimated Cost to be Funded by Sales Tax | PRIOR YEARS | CURRENT YEAR | TOTAL | |
| SPLOST 2009-2014 FUND: | | | | | | | | |
| | City of Savannah Projects | | \$ 160,000,000 | | | | | |
| CC0206 | Civic Center Arena | \$ 150,252,559 | | \$ 19,462,178 | \$ 3,187,311 | \$ (3,187,311) | \$ - | \$ 19,462,178 |
| DR0215 | Bilbo-North Casey Drainage | 1,490,913 | | 860,913 | 860,913 | | 860,913 | |
| DR0308 | Bilbo Box Culver Improvements | 25,813,717 | | 10,210,000 | 10,210,000 | | 10,210,000 | |
| DR0602 | Baldwin Park Drainage | 3,740,363 | | 3,740,362 | 3,740,362 | | 3,740,362 | |
| DR0911 | Casey South Drg Phs II | 18,224,526 | | 2,465,721 | | | | 2,465,721 |
| OP0136 | Public Safety Video Surveillance | 1,246,456 | | 1,246,455 | 1,246,455 | | 1,246,455 | |
| OP0208 | Children's Museum - Battlefield Park | 6,535,504 | | 6,500,000 | 6,500,000 | | 6,500,000 | |
| OP0253 | Public Safety Camera Plan | 136,054 | | 3,550 | 3,550 | | 3,550 | |
| OP0651 | E911 System Upgrade | 356,571 | | 356,572 | 356,572 | | 356,572 | |
| PB0138 | Savannah Public Services Complex | 909,089 | | 495,803 | 495,803 | | 495,803 | |
| PB0149 | SCMPD Central Precinct | 9,020,120 | | 7,223,020 | 5,549,779 | 1,673,241 | 7,223,020 | |
| PB0220 | Bacon Park Tennis Building | 1,151,349 | | 1,151,280 | 1,151,280 | | 1,151,280 | |
| PB0227 | Grayson Stadium Renovations | 3,023,188 | | 3,000,000 | 3,000,000 | | 3,000,000 | |
| PB0240 | Bomb Squad Roof Replacement | 73,900 | | 40,919 | 40,919 | | 40,919 | |
| PB0423 | New Fire Stations | 3,217,102 | | 3,217,102 | 3,217,102 | | 3,217,102 | |
| PB0426 | Waters Ave Property Purchase | 1,949,014 | | 1,949,014 | 1,949,014 | | 1,949,014 | |
| PB0428 | Public Safety Headquarters | 1,058,872 | | 1,058,872 | 1,058,872 | | 1,058,872 | |
| PB0526 | Command Control Center | 993,248 | | 16,738 | 16,738 | | 16,738 | |
| PB0537 | Facilities at Interchange Ct | 40,000,000 | | 19,462,178 | | 2,807,248 | 2,807,248 | 16,654,930 |
| PB0539 | Acq 2155 W Gwinnett St Property | 1,585,444 | | 1,585,444 | | 99,358 | 99,358 | 1,486,086 |
| PB0637 | Fire Training Facility | 1,891,049 | | 1,282,899 | 1,282,899 | | 1,282,899 | |
| PB0821 | Cultural Arts Center | 24,442,091 | | 17,400,001 | 17,719,788 | (319,787) | 17,400,001 | |
| PB0828 | Westside Land Assemblage | 3,619,002 | | 837,860 | 837,860 | | 837,860 | |
| PB0836 | Savannah Public Safety Metroplex | 10,509,746 | | 9,961,772 | 9,525,045 | 6,799 | 9,531,844 | 429,928 |
| PD0308 | Fellwood Homes Site Infrastructure | 3,658,417 | | 3,658,417 | 3,658,417 | | 3,658,417 | |
| PD0309 | Water Avenue Streetscape | 5,281,031 | | 3,350,000 | 2,260,688 | 1,089,312 | 3,350,000 | |
| PD0400 | Savannah Gardens Phase I | 13,745,795 | | 11,055,577 | 10,867,379 | 87,661 | 10,955,040 | 100,537 |
| PD0601 | MLK Corridor-Savannah Pharmacy | 464,093 | | 464,093 | 464,093 | | 464,093 | |
| RE0309 | Coffee Bluff Fishing Pier | 5,521,719 | | 4,490,000 | 4,490,000 | | 4,490,000 | |
| RE0805 | Daffin Park Master Plan | 4,783,503 | | 1,000,000 | 1,000,000 | | 1,000,000 | |
| TE0422 | I-16 Flyover Conceptual Master | 25,000 | | 25,000 | | 25,000 | 25,000 | |
| TE0607 | Street Lighting Upgrade | 1,000,000 | | 1,000,000 | 105,035 | | 105,035 | 894,965 |
| TE0610 | 37th St Corridor Signal | 340,000 | | 340,000 | | | | 340,000 |
| TE0611 | Eisenhower Drive Signal Interconnection | 360,000 | | 360,000 | 22,209 | | 22,209 | 337,791 |
| TE0612 | Downtown Traffic Signal | 346,986 | | 300,000 | 300,000 | | 300,000 | |
| TOTALS SPLOST 2009-2014 FUND | | \$ 346,766,421 | \$ 160,000,000 | \$ 139,571,740 | \$ 95,118,083 | \$ 2,281,521 | \$ 97,399,604 | \$ 42,172,136 |

- NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued from the previous page.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2019

| PROJECT NUMBER | Total Estimated Cost to be Funded from All Sources | Original Sales Tax Funding per Intergovernmental Agreement | Current Estimated Cost to be Funded by Sales Tax | Sales Tax Funded Expenditures | | | Remaining Balance |
|------------------------------|--|--|--|-------------------------------|-----------------|---------------|----------------------|
| | | | | PRIOR YEARS | CURRENT YEAR | TOTAL | |
| SPLOST 2014-2020 FUND: | | | | | | | |
| | | \$ 190,000,000 | | | | | |
| CC0206 | City of Savannah Projects | \$ 150,252,559 | \$ 105,000,000 | \$ 485,197 | \$ 5,703,230 | \$ 6,188,427 | \$ 98,811,573 |
| DR0131 | Drainage Box Rehabilitations | 8,240,000 | 8,240,000 | 14,083 | 2,385,680 | 2,399,763 | 5,840,237 |
| DR0132 | Placentia Basin Drainage Impro | 7,000,000 | 7,000,000 | 96,173 | 30,719 | 126,892 | 6,883,108 |
| DR0308 | Bilbo Box Culvert Impro | 25,813,717 | 5,600,000 | 4,600,000 | 1,000,000 | 5,600,000 | |
| DR0309 | Colston Drive Drainage | 355,929 | 355,929 | 7,256 | 348,673 | 355,929 | |
| DR0508 | Bilbo Basin Study | 70,000 | 70,000 | | | | 70,000 |
| OP0144 | Savannah Children's Museum | 1,500,000 | 1,500,000 | | 79,003 | 79,003 | 1,420,997 |
| OP0145 | Pedestrian Wayfinding Signage | 700,000 | 500,000 | 62,203 | 22,704 | 84,907 | 415,093 |
| OP0146 | Wireless/Fiber Infrastructure | 899,081 | 883,500 | 210,403 | 13,449 | 223,852 | 659,648 |
| OP0255 | Delta Ctr move out of Civic Ctr | 1,076,181 | 116,500 | 116,500 | | 116,500 | |
| OP0414 | Traffic Calming Devices | 830,013 | 500,000 | 414,962 | 85,038 | 500,000 | |
| OP0429 | Caretaker's Cottage Restoration | 605,300 | 500,000 | | 500,000 | 500,000 | |
| OP0432 | Washington Ave Tree Lawn | 27,943 | 27,943 | 9,641 | 18,302 | 27,943 | |
| OP0434 | Leedsdale Community Improve | 34,581 | 34,581 | | 160 | 160 | 34,421 |
| OP0932 | Radio Network Infrastructure | 2,152,432 | 2,152,432 | 1,740,824 | 317,208 | 2,058,032 | 94,400 |
| PB0148 | Grant Center | 2,000,000 | 2,000,000 | 680 | 83,125 | 83,805 | 1,916,195 |
| PB0150 | Hutchinson Is Public Safety Facility | 235,960 | 235,960 | 235,960 | | 235,960 | |
| PB0153 | LaVida Property Acquisition | 463,857 | 463,857 | | | 463,857 | |
| PB0336 | Highlands Fire Station | 3,792,076 | 3,781,685 | 48,871 | 212,616 | 261,487 | 3,520,198 |
| PB0533 | Fire Station Sweetwater | 3,514,534 | 2,932,354 | 2,935,336 | (2,982) | 2,932,354 | |
| PB0537 | Facilities at Interchange Ct | 40,000,000 | 3,737,822 | | 1,286,390 | 1,286,390 | 2,451,432 |
| PB0821 | Cultural Arts Center | 24,442,091 | 600,000 | | 600,000 | 600,000 | |
| PB0840 | Fire Building Maint | 640,006 | 50,000 | 50,000 | | 50,000 | |
| PB0842 | Tomkins Ctr Renov & Expansion | 3,070,715 | 1,500,367 | 1,500,000 | 367 | 1,500,367 | |
| PB0929 | Family Resource Center Penn Ave | 7,254,537 | 7,250,000 | 4,582,675 | 2,526,852 | 7,109,527 | 140,473 |
| PD0117 | Hitch Village Redevelopment | 6,224,000 | 6,224,000 | 2,533,617 | | 2,533,617 | 3,690,383 |
| PD0208 | Ogeecheetown Sign | 10,115 | 10,115 | 10,115 | | 10,115 | |
| PD0209 | Fernwood Sign | 7,027 | 7,027 | 7,027 | | 7,027 | |
| PD0211 | Carver Village Neighbor Sign | 5,644 | 5,644 | 5,644 | | 5,644 | |
| PD0212 | Twickenham Sign | 9,382 | 9,382 | 9,382 | | 9,382 | |
| PD0213 | Summerside Sign | 11,897 | 11,897 | 11,897 | | 11,897 | |
| PD0214 | Feller Terrace Signs | 17,067 | 17,067 | 17,067 | | 17,067 | |
| PD0215 | Feiler Terrace Park Improvements | 3,000 | 3,000 | | 2,675 | 2,675 | 325 |
| PD0302 | Cann Park Sidewalks | 310,144 | 131,143 | | 131,143 | 131,143 | |
| PD0309 | Waters Ave Corridor Improvements | 5,281,031 | 900,000 | 455,446 | 444,554 | 900,000 | |
| PD0311 | Tremont Park Sign | 11,613 | 11,613 | 11,613 | | 11,613 | |
| PD0312 | Cann Park Sign | 7,497 | 7,497 | 7,497 | | 7,497 | |
| PD0314 | Twickenham/Pine Garden Park | 18,532 | 18,532 | 18,532 | | 18,532 | |
| PD0400 | Sav Gardens Phase 1 | 13,745,795 | 530,000 | | | | 530,000 |
| PD0403 | Woodville Neighborhood Sign | 4,423 | 4,423 | 4,341 | 82 | 4,423 | |
| PD0404 | Parkwood Sign | 6,093 | 6,093 | 5,895 | 198 | 6,093 | |
| PD0504 | Glynnwood Sign | 12,657 | 12,657 | | | | 12,657 |
| PD0506 | Poplar Place Sign | 17,237 | 17,237 | | 17,237 | 17,237 | |
| PD0806 | Augusta Ave Revitalization | 1,251,822 | 80,862 | | | | 80,862 |
| PT0401 | District 4 Irrigation Improvements | 40,000 | 40,000 | | | | 40,000 |
| RE0124 | Southside Park Development | 1,493,334 | 1,249,377 | 21,975 | 407,415 | 429,390 | 819,987 |
| RE0125 | Athletic Field Turf | 1,593,195 | 1,593,196 | 1,568,429 | 24,767 | 1,593,196 | |
| RE0128 | Bee Road Park | 66,235 | 66,235 | 66,235 | | 66,235 | |
| RE0129 | Edgemere/Sackville Recreation | 257,720 | 175,250 | 44,998 | 26,584 | 71,582 | 103,668 |
| RE0130 | Kensington Park Playground | 77,550 | 77,550 | 77,550 | | 77,550 | |
| RE0131 | Hudson Hill Ballpark Lighting | 13,253 | 13,253 | 13,253 | | 13,253 | |
| RE0133 | Sylvan Terrace Park | 305,276 | 305,276 | 204,690 | 100,586 | 305,276 | |
| RE0134 | Ogeecheetown Park Improvements | 2,100 | 2,100 | | | 2,100 | |
| RE0222 | Twickenham Holly Heights Green Space | 264,602 | 264,602 | | 53,376 | 53,376 | 211,226 |
| RE0223 | Summerside Playground | 315,000 | 315,000 | 27,769 | 185,466 | 213,235 | |
| RE0224 | Cann Park Improvements | 300,560 | 257,458 | 127,011 | 91,865 | 218,876 | 38,582 |
| RE0225 | Mayfair Playground Improvements | 124,611 | 100,000 | 100,000 | | 100,000 | |
| RE0226 | Ambush Park Improvements | 37,233 | 37,233 | 37,233 | | 37,233 | |
| RE0227 | Myers Park | 1,353 | 1,353 | | | 1,353 | |
| RE0228 | Liberty City Comm Ctr | 34,470 | 34,470 | 34,470 | | 34,470 | |
| RE0309 | Coffee Bluff Fishing Pier | 5,521,719 | 85,000 | 85,000 | | 85,000 | |
| RE0314 | Avondale Park Shelter | 39,750 | 39,750 | 39,750 | | 39,750 | |
| RE0316 | Attwood Street Park Improvements | 367,265 | 367,265 | 1,693 | 328,212 | 329,905 | 37,360 |
| RE0317 | Windsor Rd Property Acquisition | 272,009 | 271,809 | 271,809 | | 271,809 | |
| RE0414 | Joe Tribble Park | 195,710 | 195,710 | 186,129 | 9,581 | 195,710 | |
| RE0415 | Tremont Basketball Resurfacing | 86,771 | 86,771 | 87,874 | 18,897 | 86,771 | |
| RE0416 | Brinkman Park Improvements | 1,858 | 1,858 | | | 1,858 | |
| RE0417 | Windsor Neighborhood Park | 406,547 | 406,547 | 399,265 | 7,282 | 406,547 | |
| RE0418 | Treat Park Expansion | 66,202 | 66,202 | 64,811 | 1,391 | 66,202 | |
| RE0419 | Veterans Park | 175,000 | 175,000 | 102,898 | 27,188 | 130,086 | 44,914 |
| RE0421 | Holly Heights Improvements | 468,696 | 378,340 | 11,281 | 367,059 | 378,340 | |
| RE0422 | Cloverdale Park Playground Improvements | 56,799 | 56,799 | 55,474 | 1,325 | 56,799 | |
| RE0423 | Jan Street Park Improvementst | 128,196 | 128,196 | | 9,854 | 9,854 | 118,342 |
| RE0424 | Kensington Park Improvements | 4,792 | 4,792 | 624 | | 624 | 4,168 |
| RE0425 | Sheridan Circle Greenscape | 7,446 | 7,446 | 2,850 | 4,596 | 7,446 | |
| RE0426 | District 5 Basketball Court Improvements | 43,485 | 43,486 | 10,392 | 33,094 | 43,486 | |
| RE0427 | Highlands Park Developments | 538,753 | 538,753 | | 2,250 | 2,250 | 536,503 |
| RE0517 | Ogeecheetown Playground Improvements | 89,299 | 89,299 | | | | 89,299 |
| SP0118 | Sidewalk Repairs | 2,785,000 | 200,000 | 101,785 | 98,215 | 200,000 | |
| SP0219 | New Sidewalk Installs | 245,644 | 70,644 | | | 70,644 | |
| SP0421 | Atlantic Park Improvements | 159,950 | 159,950 | | 1,108 | 1,108 | 158,842 |
| SP0422 | Cedar Street Improvements | 50,000 | 50,000 | | 4,156 | 4,156 | 45,844 |
| SP0423 | Sylvan Terrace ROW Improvements | 103,514 | 103,514 | | 103,514 | 103,514 | |
| SP0516 | Mercy Blvd Sidewalk Install | 52,700 | 52,700 | | | | 52,700 |
| SP0517 | Latimore St Park Sidewalk Improvements | 60,000 | 60,000 | | 47,660 | 47,660 | 12,340 |
| SP0720 | Wheelchair Access Ramps | 409,144 | 9,144 | 9,144 | | 9,144 | |
| SQ0101 | Riverwalk Extension at Marriott | 1,536,000 | 1,536,000 | 186,660 | 58,258 | 244,918 | 1,291,082 |
| SQ0102 | Victory Drive Corridor Impr | 1,000,000 | 1,000,000 | 413,746 | 85,599 | 499,345 | 500,655 |
| SQ0103 | Factors Walk Wall Restoration | 600,000 | 600,000 | 367,663 | 206,660 | 574,323 | 25,677 |
| SQ0418 | Washington Ave Median Improve | 26,000 | 25,000 | | 25,000 | 25,000 | |
| TE0216 | Habersham & Kensington Speed | 208,782 | 200,000 | 200,000 | | 200,000 | |
| TE0309 | Dereenne Ave Traffic Art | 17,587,351 | 11,800,000 | 89,285 | 252,732 | 342,017 | 11,457,983 |
| TE0310 | President St Improvments | 33,246,256 | 5,000,000 | | | | |
| TOTALS SPLOST 2009-2014 FUND | | \$ 383,384,819 | \$ 190,000,000 | \$ 191,383,447 | \$ 30,738,537 | \$ 18,391,971 | \$ 48,130,508 |
| | | | | | | | \$ 142,252,939 |

NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
(2) The Total Estimated Cost to be Funded From All Sources reported on this schedule is different than the amounts reported on the prior year's schedule.
(3) The Current Estimated Cost to be Funded by Sales Tax reported on this schedule is different than the amounts reported on the prior year's schedule.

This schedule is continued from the previous page.

**CITY OF SAVANNAH, GEORGIA
SCHEDULE OF HOTEL/MOTEL TAX
FOR THE YEAR ENDED DECEMBER 31, 2019**

In accordance with O.C.G.A. 48-13-51(a) 3.2, the City of Savannah levies a 6% tax on hotel/motel lodging and disburses collected funds to the Convention and Visitors Bureau, Savannah Civic Center and to the Georgia International & Maritime Trade Center.

This schedule provides information on the amount of Hotel/Motel tax cash receipts and the amount of such receipts which were disbursed or contractually committed to be disbursed to the Convention and Visitors Bureau of the Savannah Chamber of Commerce, the Georgia International & Maritime Trade Center and the Savannah Civic Center.

| | <u>Amount</u> | <u>Amount as a Percentage of Revenue</u> |
|---|---------------|--|
| Hotel/Motel tax | \$ 22,625,247 | |
| Expenditures made to: | | |
| Convention and Visitors Bureau | \$ 7,540,995 | 33.33% |
| Georgia International & Maritime Trade Center | \$ 3,024,673 | 13.37% |
| Savannah Civic Center | \$ 746,956 | 3.30% |

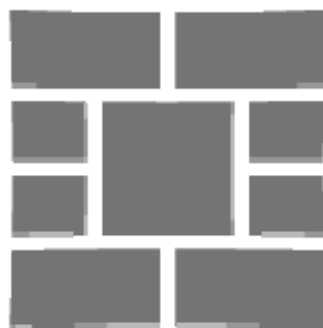
CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES AND EXPENDITURES/EXPENSES - RENTAL MOTOR VEHICLE TAX
FOR THE YEAR ENDED DECEMBER 31, 2019

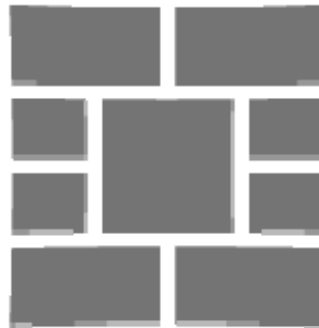
During 2019, the City collected rental motor vehicle excise tax as authorized in O.C.G.A. 48-13-93.

| | <u>Amount</u> | <u>Amount as a Percentage of Revenue</u> |
|--------------------------|---------------|--|
| Rental motor vehicle tax | \$ 2,122,854 | |
| Transfers made to: | | |
| General Fund | \$ 530,714 | 25.00% |
| Civic Center Fund | \$ 1,592,140 | 75.00% |

The General Fund uses this revenue for repair, restoration and maintenance of monuments, streets and structures in the historic district of the City of Savannah.

The Civic Center Fund uses this revenue for operating, capital and debt requirements of the Savannah Civic Center.





STATISTICAL SECTION

STATISTICAL SECTION

Statistical tables differ from financial statements since they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends and the fiscal capacity of the City. Due to the nature of the information contained therein, the tables are unaudited.

STATISTICAL SECTION

This part of the City of Savannah's comprehensive annual 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 government's overall financial health.

| Contents | Pages |
|---|---------|
| Financial Trends | 135-139 |
| <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i> | |
| Revenue Capacity | 140-143 |
| <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i> | |
| Debt Capacity | 144-148 |
| <i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i> | |
| Demographic and Economic Information | 149-150 |
| <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i> | |
| Operating Information | 151-158 |
| <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i> | |

City of Savannah, Georgia
Net Position By Component,
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | \$ 534,164 | \$ 557,007 | \$ 564,537 | \$ 564,426 | \$ 577,032 | \$ 582,292 | \$ 596,139 | \$ 615,738 | \$ 637,819 | \$ 646,366 |
| Restricted | 37,174 | 86,329 | 105,611 | 124,687 | 147,790 | 170,564 | 185,145 | 214,481 | 234,076 | 239,491 |
| Unrestricted | 83,795 | 44,063 | 47,384 | 50,174 | 51,512 | (11,427) | (11,818) | (14,335) | 2,416 | 35,885 |
| Total governmental activities net position | <u>\$ 655,133</u> | <u>\$ 687,399</u> | <u>\$ 717,532</u> | <u>\$ 739,287</u> | <u>\$ 776,334</u> | <u>\$ 741,429</u> | <u>\$ 769,466</u> | <u>\$ 815,884</u> | <u>\$ 874,311</u> | <u>\$ 921,742</u> |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | \$ 255,749 | \$ 267,671 | \$ 276,219 | \$ 282,641 | \$ 294,940 | \$ 316,149 | \$ 318,418 | \$ 329,224 | \$ 391,907 | \$ 414,570 |
| Restricted | 2,336 | 2,395 | 2,344 | 2,345 | 2,367 | 2,370 | 3,870 | 3,212 | 3,267 | 3,345 |
| Unrestricted | 91,229 | 99,157 | 106,927 | 118,497 | 131,454 | 110,391 | 120,280 | 139,613 | 162,564 | 177,143 |
| Total business-type activities net position | <u>\$ 349,314</u> | <u>\$ 369,223</u> | <u>\$ 385,490</u> | <u>\$ 403,483</u> | <u>\$ 428,761</u> | <u>\$ 428,910</u> | <u>\$ 442,568</u> | <u>\$ 472,049</u> | <u>\$ 557,738</u> | <u>\$ 595,058</u> |
| Primary government | | | | | | | | | | |
| Net investment in capital assets | \$ 789,913 | \$ 824,678 | \$ 840,756 | \$ 847,067 | \$ 871,972 | \$ 898,441 | \$ 914,557 | \$ 944,962 | \$ 1,029,726 | \$ 1,060,936 |
| Restricted | 39,510 | 88,724 | 107,955 | 127,032 | 150,157 | 172,934 | 189,015 | 217,693 | 237,343 | 242,836 |
| Unrestricted | 175,024 | 143,220 | 154,311 | 168,671 | 182,966 | 98,964 | 108,462 | 125,278 | 164,980 | 213,028 |
| Total primary government net position | <u>\$ 1,004,447</u> | <u>\$ 1,056,622</u> | <u>\$ 1,103,022</u> | <u>\$ 1,142,770</u> | <u>\$ 1,205,095</u> | <u>\$ 1,170,339</u> | <u>\$ 1,212,034</u> | <u>\$ 1,287,933</u> | <u>\$ 1,432,049</u> | <u>\$ 1,516,800</u> |

City of Savannah, Georgia
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

| Expenses | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|---------------------|--------------------|---------------------|--------------------|--------------------|---------------------|---------------------|---------------------|--------------------|---------------------|
| Governmental activities: | | | | | | | | | | |
| General administration | \$ 4,898 | \$ 29,825 | \$ 4,412 | \$ 4,497 | \$ 4,624 | \$ 14,722 | \$ 5,237 | \$ 5,440 | \$ 5,606 | \$ 6,576 |
| Management and financial services | 5,977 | 2,156 | 4,042 | 4,368 | 4,196 | 4,065 | 3,517 | 2,728 | 9,229 | 12,843 |
| Facilities maintenance | 32,327 | 33,226 | 36,409 | 39,905 | 41,996 | 42,305 | 44,175 | 42,861 | 50,553 | 53,307 |
| Police | 65,473 | 55,339 | 67,822 | 65,396 | 65,091 | 67,028 | 75,375 | 74,032 | 65,473 | 60,974 |
| Recorder's court | 2,225 | 1,856 | 2,284 | 2,159 | 2,234 | 2,082 | 2,154 | 2,092 | 2,216 | 2,488 |
| Fire | 25,479 | 21,009 | 26,319 | 25,579 | 26,316 | 30,331 | 30,442 | 30,214 | 32,685 | 34,933 |
| Leisure services | 22,508 | 17,459 | 21,688 | 21,692 | 22,197 | 22,202 | 24,130 | 24,334 | 10,816 | 13,975 |
| Tourism enhancement | 8,923 | 8,365 | 9,109 | 8,665 | 10,487 | 11,314 | 11,884 | 12,690 | 11,694 | 12,448 |
| Social and cultural | 1,794 | 1,643 | 1,718 | 1,954 | 1,457 | 1,704 | 1,589 | 1,370 | 1,277 | |
| Public development | 12,229 | 8,317 | 9,165 | 6,281 | 6,256 | 6,200 | 7,238 | 5,538 | 7,520 | 16,498 |
| Grant program and administration | 8,533 | 5,925 | 5,646 | 5,426 | 4,201 | 5,764 | 19,423 | 17,536 | 9,722 | 8,279 |
| Community development program and administration | 10,064 | 11,566 | 10,644 | 9,464 | 8,906 | 8,572 | 8,959 | 9,832 | 9,281 | 14,204 |
| Interest on long-term debt | 1,185 | 1,083 | 998 | 959 | 763 | 1,036 | 1,332 | 1,415 | 1,906 | 1,679 |
| Interest on capital leases | 54 | 39 | 23 | 6 | | | | | | |
| Total governmental activities expenses | <u>201,669</u> | <u>197,808</u> | <u>200,279</u> | <u>196,351</u> | <u>198,724</u> | <u>217,325</u> | <u>235,455</u> | <u>230,082</u> | <u>217,978</u> | <u>238,204</u> |
| Business-type activities: | | | | | | | | | | |
| Water and sewer | 52,818 | 48,673 | 53,239 | 53,493 | 54,257 | 56,949 | 56,962 | 58,462 | 59,401 | 65,639 |
| Sanitation | 23,095 | 20,842 | 23,257 | 23,584 | 22,837 | 22,895 | 24,814 | 26,029 | 16,599 | 26,032 |
| Parking facilities | 10,569 | 9,487 | 10,264 | 10,209 | 10,702 | 11,218 | 11,752 | 12,992 | 14,533 | 16,583 |
| Civic center | 3,215 | 2,906 | 3,100 | 3,723 | 3,820 | 3,577 | 3,812 | 3,546 | 3,764 | 5,053 |
| Golf course | 58 | 42 | 39 | 33 | 68 | 165 | 218 | 212 | 224 | 234 |
| Resource recovery | | | | | | | | | | |
| Total business-type activities expenses | <u>89,755</u> | <u>81,950</u> | <u>89,899</u> | <u>91,042</u> | <u>91,684</u> | <u>94,804</u> | <u>97,558</u> | <u>101,241</u> | <u>94,521</u> | <u>113,541</u> |
| Total primary government expenses | <u>\$ 291,424</u> | <u>\$ 279,758</u> | <u>\$ 290,178</u> | <u>\$ 287,393</u> | <u>\$ 290,408</u> | <u>\$ 312,129</u> | <u>\$ 333,013</u> | <u>\$ 331,323</u> | <u>\$ 312,499</u> | <u>\$ 351,745</u> |
| Program Revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Management and financial services | \$ 2,871 | \$ 2,894 | \$ 2,950 | \$ 2,791 | \$ 2,760 | \$ 2,821 | \$ 2,325 | \$ 2,776 | \$ 3,798 | \$ 3,985 |
| Facilities maintenance | 4,826 | 666 | 563 | 853 | 655 | 1,034 | 1,327 | 1,358 | 817 | 1,607 |
| Police | 23,891 | 23,833 | 24,819 | 25,007 | 25,185 | 26,212 | 23,006 | 22,011 | 13,445 | 3,636 |
| Recorder's court | 2,845 | 2,783 | 2,805 | 2,690 | 3,201 | 1,901 | 1,940 | 2,387 | 3,407 | 3,495 |
| Fire | 305 | 243 | 364 | 386 | 677 | 409 | 425 | 504 | 426 | 547 |
| Leisure services | 824 | 807 | 859 | 874 | 783 | 1,170 | 1,004 | 1,267 | 1,283 | 1,189 |
| Tourism enhancement | 1,149 | 1,167 | 1,170 | 1,243 | 1,281 | 1,367 | 1,450 | 1,795 | 1,789 | 1,821 |
| Public development | 2,032 | 1,859 | 2,663 | 2,896 | 3,110 | 3,735 | 3,741 | 3,383 | 4,369 | 5,039 |
| Community development program and administration | 3,645 | 2,922 | 3,894 | 1,776 | 3,491 | 2,836 | 1,511 | 2,047 | 1,368 | 1,941 |
| Operating grants and contributions | 15,244 | 15,879 | 11,867 | 9,439 | 8,223 | 8,935 | 13,875 | 31,907 | 18,471 | 14,801 |
| Capital grants and contributions | 12,844 | 40,144 | 35,836 | 37,677 | 36,053 | 41,270 | 40,303 | 42,034 | 46,549 | 52,453 |
| Total governmental activities program revenues | <u>70,476</u> | <u>93,197</u> | <u>87,790</u> | <u>85,632</u> | <u>85,419</u> | <u>91,690</u> | <u>90,907</u> | <u>111,469</u> | <u>95,722</u> | <u>90,514</u> |
| Business-type activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Water and sewer | 58,397 | 59,683 | 61,648 | 64,146 | 67,754 | 66,508 | 68,474 | 71,165 | 72,187 | 81,994 |
| Sanitation | 19,844 | 21,574 | 24,982 | 25,424 | 26,901 | 26,674 | 28,896 | 29,338 | 28,272 | 30,169 |
| Parking facilities | 11,032 | 11,179 | 12,125 | 11,964 | 12,331 | 12,965 | 13,180 | 13,924 | 17,567 | 19,825 |
| Civic center | 1,404 | 1,654 | 1,483 | 1,651 | 1,509 | 1,946 | 1,530 | 1,844 | 1,371 | 1,539 |
| Golf course | 62 | | | | | | | | | |
| Resource recovery | | | | | | | | | | |
| Operating grants and contributions | 54 | 70 | 71 | 63 | 54 | 73 | 70 | 64 | 67 | 64 |
| Capital grants and contributions | 1,064 | 950 | 530 | 942 | 4,685 | 3,474 | 4,114 | 3,106 | 52,539 | 4,755 |
| Total business-type activities program revenues | <u>91,857</u> | <u>95,110</u> | <u>100,839</u> | <u>104,190</u> | <u>113,234</u> | <u>111,640</u> | <u>116,264</u> | <u>119,441</u> | <u>172,003</u> | <u>138,346</u> |
| Total primary government program revenues | <u>\$ 162,333</u> | <u>\$ 188,307</u> | <u>\$ 188,629</u> | <u>\$ 189,822</u> | <u>\$ 198,653</u> | <u>\$ 203,330</u> | <u>\$ 207,171</u> | <u>\$ 230,910</u> | <u>\$ 267,725</u> | <u>\$ 228,860</u> |
| Net (expense)/revenue | | | | | | | | | | |
| Governmental activities | \$ (131,193) | \$ (104,611) | \$ (112,489) | \$ (110,719) | \$ (113,305) | \$ (125,635) | \$ (144,548) | \$ (118,613) | \$ (122,256) | \$ (147,690) |
| Business-type activities | 2,102 | 13,160 | 10,940 | 13,148 | 21,550 | 16,836 | 18,706 | 18,200 | 77,482 | 24,805 |
| Total primary government net expense | <u>\$ (129,091)</u> | <u>\$ (91,451)</u> | <u>\$ (101,549)</u> | <u>\$ (97,571)</u> | <u>\$ (91,755)</u> | <u>\$ (108,799)</u> | <u>\$ (125,842)</u> | <u>\$ (100,413)</u> | <u>\$ (44,774)</u> | <u>\$ (122,885)</u> |

Continued on next page.

Continued from previous page.

City of Savannah, Georgia
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property taxes | \$ 62,386 | \$ 55,607 | \$ 55,627 | \$ 59,874 | \$ 62,590 | \$ 64,604 | \$ 67,569 | \$ 70,368 | \$ 78,573 | \$ 78,918 |
| Intangible, transfer and franchise taxes | 17,713 | 18,852 | 18,735 | 19,014 | 19,369 | 20,069 | 20,671 | 20,043 | 20,893 | 21,696 |
| General sales taxes | 38,860 | 39,962 | 42,623 | 36,115 | 37,198 | 37,841 | 37,787 | 40,547 | 43,801 | 46,835 |
| Selective sales taxes | 16,493 | 17,445 | 19,171 | 19,975 | 22,752 | 25,055 | 26,461 | 28,049 | 29,451 | 30,739 |
| Business taxes | 7,853 | 7,018 | 7,441 | 7,669 | 8,047 | 8,601 | 9,253 | 9,913 | 10,606 | 11,227 |
| Penalties and interest on delinquent taxes | 860 | 1,422 | 1,064 | 1,216 | 920 | 785 | 796 | 447 | 734 | 760 |
| Grants and contributions not restricted to specific programs | 1,093 | 1,076 | 1,131 | 1,393 | 1,075 | 1,675 | 1,352 | 1,736 | 2,018 | 1,815 |
| Investment earnings, unrestricted | 396 | 195 | 180 | 47 | 69 | 73 | 249 | 794 | 1,973 | 3,135 |
| Gain on sale of capital assets | 484 | 670 | 810 | 320 | 659 | 1,376 | 1,847 | 579 | 515 | 5,986 |
| Miscellaneous | 395 | 592 | 389 | 504 | 598 | 1,148 | 692 | 2,096 | 501 | 1,325 |
| Contributions to cemetery perpetual care | 154 | 180 | 212 | 240 | 288 | | | | | |
| Extraordinary items | | | | (9,530) | | | | | | |
| Transfers | (3,930) | (6,143) | (4,761) | (4,363) | (3,213) | (1,417) | 5,908 | (9,540) | (6,173) | (7,316) |
| Total governmental activities | <u>142,757</u> | <u>136,876</u> | <u>142,622</u> | <u>132,474</u> | <u>150,352</u> | <u>159,810</u> | <u>172,585</u> | <u>165,032</u> | <u>182,892</u> | <u>195,120</u> |
| Business-type activities: | | | | | | | | | | |
| Grants and contributions not restricted to specific programs | | | | | | | | | | |
| Investment earnings, unrestricted | 223 | 150 | 51 | 102 | 148 | 360 | 1,198 | 1,198 | 2,801 | 4,191 |
| Gain on sale of capital assets | 19 | 3 | (1) | | (2) | | | | | |
| Miscellaneous | 365 | 412 | 433 | 413 | 416 | 500 | 543 | 543 | 756 | 1,008 |
| Transfers | 6,143 | 4,761 | 4,363 | 3,213 | 1,417 | (5,908) | 9,540 | 9,540 | 6,173 | 7,316 |
| Total business-type activities | <u>6,750</u> | <u>5,326</u> | <u>4,846</u> | <u>3,728</u> | <u>1,979</u> | <u>(5,048)</u> | <u>11,281</u> | <u>11,281</u> | <u>9,730</u> | <u>12,515</u> |
| Total primary government | <u>\$ 143,626</u> | <u>\$ 147,948</u> | <u>\$ 137,320</u> | <u>\$ 154,080</u> | <u>\$ 161,789</u> | <u>\$ 167,537</u> | <u>\$ 183,866</u> | <u>\$ 176,313</u> | <u>\$ 192,622</u> | <u>\$ 207,635</u> |
| Change in Net Position | | | | | | | | | | |
| Governmental activities | \$ 38,146 | \$ 24,387 | \$ 31,903 | \$ 21,755 | \$ 24,717 | \$ 15,262 | \$ 28,037 | \$ 46,419 | \$ 60,636 | \$ 47,430 |
| Business-type activities | 15,104 | 17,690 | 18,619 | 17,994 | 20,564 | 20,685 | 13,658 | 29,481 | 87,213 | 37,320 |
| Total primary government | <u>\$ 53,250</u> | <u>\$ 42,077</u> | <u>\$ 50,522</u> | <u>\$ 39,749</u> | <u>\$ 45,281</u> | <u>\$ 35,947</u> | <u>\$ 41,695</u> | <u>\$ 75,900</u> | <u>\$ 147,849</u> | <u>\$ 84,750</u> |

City of Savannah, Georgia
Fund Balances of Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

| | <u>2010</u> | <u>2011*</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|------------------------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| General Fund | | | | | | | | | | |
| Reserved | \$ 1,551 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unreserved | 21,837 | | | | | | | | | |
| Committed | | 2,063 | 2,217 | 2,119 | 2,275 | 2,904 | 2,613 | 3,908 | 3,758 | 4,566 |
| Unassigned | | 31,116 | 31,285 | 31,766 | 32,510 | 32,566 | 34,096 | 35,508 | 37,945 | 40,928 |
| Total general fund | <u>\$ 23,388</u> | <u>\$ 33,179</u> | <u>\$ 33,502</u> | <u>\$ 33,885</u> | <u>\$ 34,785</u> | <u>\$ 35,470</u> | <u>\$ 36,709</u> | <u>\$ 39,416</u> | <u>\$ 41,703</u> | <u>\$ 45,494</u> |
| All other governmental funds | | | | | | | | | | |
| Reserved | \$ 66,016 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue funds | 27,783 | | | | | | | | | |
| Debt service funds | 896 | | | | | | | | | |
| Capital projects funds | 18,773 | | | | | | | | | |
| Nonspendable, reported in | | | | | | | | | | |
| Special revenue funds | | 5,122 | 5,344 | 5,571 | 5,829 | 6,073 | 6,308 | 6,615 | 6,883 | 7,200 |
| Restricted, reported in | | | | | | | | | | |
| Special revenue funds | | 3,575 | 3,578 | 3,874 | 4,303 | 3,423 | 2,745 | 2,471 | 2,160 | 2,180 |
| Capital projects funds | | 55,199 | 72,633 | 90,960 | 112,837 | 136,102 | 161,398 | 181,015 | 198,726 | 208,736 |
| Committed, reported in | | | | | | | | | | |
| Capital projects funds | | 29,938 | 30,519 | 35,533 | 36,981 | 43,032 | 32,348 | 35,728 | 48,236 | 67,730 |
| Unassigned | | | | | | | | | | |
| Special revenue funds | | | | | | | | (4,640) | (6,262) | (6,323) |
| Total all other governmental funds | <u>\$ 113,468</u> | <u>\$ 93,834</u> | <u>\$ 112,074</u> | <u>\$ 135,938</u> | <u>\$ 159,950</u> | <u>\$ 188,630</u> | <u>\$ 202,799</u> | <u>\$ 221,189</u> | <u>\$ 249,743</u> | <u>\$ 279,523</u> |

* Fiscal year 2011 reflects implementation of GASB 54

City of Savannah, Georgia
Changes in Fund Balances of Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

| Revenues | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|-------------------|-------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Taxes | \$ 142,136 | \$ 143,588 | \$ 146,313 | \$ 144,964 | \$ 151,103 | \$ 158,682 | \$ 162,167 | \$ 168,453 | \$ 184,247 | \$ 190,828 |
| Licenses and permits | 1,693 | 3,185 | 3,914 | 4,239 | 4,598 | 5,245 | 5,283 | 4,956 | 6,401 | 7,209 |
| Intergovernmental | 23,036 | 51,218 | 47,812 | 47,172 | 43,333 | 49,105 | 49,803 | 64,234 | 62,488 | 58,007 |
| Charges for services | 28,109 | 29,585 | 30,396 | 30,890 | 31,938 | 30,849 | 26,556 | 26,431 | 14,233 | 7,950 |
| Fines | 3,090 | 3,136 | 2,984 | 2,752 | 2,753 | 2,496 | 2,666 | 3,040 | 3,860 | 3,999 |
| Investment earnings | 473 | 218 | 214 | 288 | 668 | 684 | 1,352 | 2,191 | 4,803 | 6,204 |
| Special assessments | 4 | 2 | 1 | 1 | | | | | | |
| Miscellaneous | 12,121 | 6,938 | 6,210 | 5,703 | 5,991 | 7,821 | 8,078 | 9,938 | 8,551 | 10,285 |
| Total revenues | <u>210,662</u> | <u>237,870</u> | <u>237,844</u> | <u>236,009</u> | <u>240,384</u> | <u>254,882</u> | <u>255,905</u> | <u>279,243</u> | <u>284,583</u> | <u>284,482</u> |
| Expenditures | | | | | | | | | | |
| General administration | 3,017 | 29,052 | 4,230 | 4,398 | 4,162 | 14,399 | 4,760 | 5,341 | 5,535 | 6,229 |
| Management and financial services | 8,779 | 7,712 | 7,526 | 7,695 | 7,847 | 8,011 | 7,963 | 7,429 | 15,100 | 18,074 |
| Facilities maintenance | 19,065 | 22,026 | 23,657 | 27,580 | 29,127 | 29,083 | 30,289 | 29,225 | 37,448 | 38,985 |
| Police | 62,155 | 63,880 | 66,909 | 66,633 | 66,883 | 69,395 | 74,037 | 74,080 | 70,100 | 57,545 |
| Recorder's court | 2,126 | 2,149 | 2,272 | 2,231 | 2,311 | 2,188 | 2,151 | 2,155 | 2,385 | 2,444 |
| Fire | 23,919 | 23,924 | 25,506 | 25,890 | 26,701 | 30,801 | 29,388 | 29,682 | 33,525 | 33,047 |
| Leisure services | 20,034 | 19,163 | 20,085 | 20,576 | 20,907 | 21,462 | 21,816 | 22,523 | 9,478 | 10,285 |
| Tourism enhancement | 8,903 | 8,421 | 9,109 | 8,670 | 10,494 | 11,333 | 11,886 | 12,695 | 11,715 | 12,453 |
| Social and cultural | 1,794 | 1,643 | 1,718 | 1,954 | 1,457 | 1,704 | 1,590 | 1,370 | 1,277 | |
| Public development | 12,974 | 10,209 | 10,113 | 7,564 | 7,474 | 7,683 | 8,260 | 6,709 | 9,007 | 17,312 |
| Grant program and administration | 8,706 | 6,140 | 5,388 | 5,835 | 4,244 | 5,827 | 19,392 | 17,611 | 9,867 | 8,340 |
| Community development program and administration | 8,576 | 10,522 | 9,331 | 8,113 | 7,678 | 7,229 | 7,525 | 6,304 | 7,808 | 8,437 |
| Capital outlay | 27,807 | 34,719 | 27,036 | 17,664 | 20,209 | 34,087 | 33,477 | 36,456 | 48,113 | 46,611 |
| Debt service | | | | | | | | | | |
| Principal | 2,377 | 2,462 | 2,625 | 2,680 | 13,180 | 2,740 | 3,565 | 3,780 | 3,870 | 1,835 |
| Interest | 1,040 | 1,120 | 1,025 | 991 | 933 | 849 | 1,449 | 1,491 | 1,571 | 2,290 |
| Bond issuance costs | | | | | 174 | 402 | 127 | 124 | 349 | 76 |
| Total expenditures | <u>210,787</u> | <u>242,547</u> | <u>216,530</u> | <u>208,474</u> | <u>223,781</u> | <u>247,193</u> | <u>257,675</u> | <u>256,975</u> | <u>267,148</u> | <u>263,963</u> |
| Excess of revenues over (under) expenditures | <u>(125)</u> | <u>(4,677)</u> | <u>21,314</u> | <u>27,535</u> | <u>16,603</u> | <u>7,689</u> | <u>(1,770)</u> | <u>22,268</u> | <u>17,435</u> | <u>20,519</u> |
| Other financing sources (uses) | | | | | | | | | | |
| Transfers in | 25,947 | 17,972 | 22,841 | 18,871 | 23,757 | 32,642 | 30,701 | 28,299 | 35,706 | 31,612 |
| Transfers out | (29,473) | (23,137) | (25,592) | (22,159) | (26,157) | (31,368) | (24,889) | (38,122) | (42,083) | (33,848) |
| Debt issuance proceeds | 485 | 595 | | | 9,970 | 19,950 | 10,000 | 8,585 | 16,095 | 8,440 |
| Payment to fiscal agent | | | | | | | | | | (8,270) |
| Premium on bond debt | | | | | 738 | 452 | | | 716 | |
| Proceeds from the sale of capital assets | | | | | | | 1,367 | 67 | 2,972 | 15,118 |
| Total other financing sources (uses) | <u>(3,526)</u> | <u>(5,165)</u> | <u>(2,751)</u> | <u>(3,288)</u> | <u>8,308</u> | <u>21,676</u> | <u>17,179</u> | <u>(1,171)</u> | <u>13,406</u> | <u>13,052</u> |
| Net change in fund balances | <u>\$ (3,651)</u> | <u>\$ (9,842)</u> | <u>\$ 18,563</u> | <u>\$ 24,247</u> | <u>\$ 24,911</u> | <u>\$ 29,365</u> | <u>\$ 15,409</u> | <u>\$ 21,097</u> | <u>\$ 30,841</u> | <u>\$ 33,571</u> |
| Debt service as a percentage of noncapital expenditures | 1.9% | 1.7% | 1.9% | 1.4% | 6.9% | 1.7% | 2.2% | 2.4% | 2.5% | 1.9% |

City of Savannah, Georgia
Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
(amounts expressed in thousands)

| Fiscal Year Ended December 31 | Real Property | | Personal Property | | Utilities & Other Property | | Total | | Total Direct Tax Rate |
|--|---------------------------|---------------------------------|---------------------------|---------------------------------|---|---------------------------------|---------------------------|---------------------------------|--------------------------------------|
| | Assessed Value | Estimated True Value | Assessed Value | Estimated True Value | Assessed Value | Estimated True Value | Assessed Value | Estimated True Value | |
| 2010 | \$ 3,965,101 | \$ 9,912,753 | \$ 704,214 | \$ 1,760,535 | \$ 99,165 | \$ 247,913 | \$ 4,768,480 | \$ 11,921,200 | 13.00 |
| 2011 | 3,693,484 | 9,233,710 | 745,747 | 1,864,368 | 100,696 | 251,740 | 4,539,928 | 11,349,818 | 12.50 |
| 2012 | 3,642,541 | 9,106,353 | 793,908 | 1,984,770 | 99,178 | 247,945 | 4,535,627 | 11,339,068 | 12.50 |
| 2013 | 3,677,768 | 9,194,420 | 829,042 | 2,072,605 | 96,366 | 240,915 | 4,603,176 | 11,507,940 | 12.48 |
| 2014 | 3,828,096 | 9,570,239 | 827,087 | 2,067,718 | 96,290 | 240,725 | 4,751,473 | 11,878,683 | 12.48 |
| 2015 | 4,191,749 | 10,479,373 | 802,164 | 2,005,410 | 104,102 | 260,255 | 5,098,015 | 12,745,038 | 12.48 |
| 2016 | 4,239,601 | 10,599,003 | 771,703 | 1,929,258 | 110,151 | 275,378 | 5,121,455 | 12,803,638 | 12.48 |
| 2017 | 4,465,495 | 11,163,738 | 809,379 | 2,023,448 | 129,634 | 324,085 | 5,404,508 | 13,511,270 | 12.48 |
| 2018 | 4,736,526 | 11,841,315 | 761,653 | 1,904,133 | 142,749 | 356,873 | 5,640,928 | 14,102,320 | 13.40 |
| 2019 | 4,983,275 | 12,458,187 | 834,726 | 2,086,814 | 150,804 | 377,010 | 5,968,804 | 14,922,011 | 12.856 |

Source: Chatham County Tax Assessor's Office.

Note: Property in the county is reassessed annually. The county assesses property at 40% of estimated true value for all types of real and personal property. Estimated true value is calculated by dividing assessed value by 40%. Tax rates are per \$1,000 of assessed value.

City of Savannah, Georgia
Direct and Overlapping¹ Property Tax Rates,
Last Ten Fiscal Years

| Fiscal Year | City of Savannah | City of Savannah Special District² | Schools | County | Chatham Area Transit Authority | State | Total Direct & Overlapping Rates |
|------------------------|-----------------------------|--|----------------|---------------|---|--------------|---|
| 2010 | 13.000 | 0.200 | 14.131 | 10.537 | 0.820 | 0.250 | 38.938 |
| 2011 | 12.500 | 0.200 | 14.631 | 11.109 | 0.859 | 0.250 | 39.549 |
| 2012 | 12.500 | 0.200 | 14.631 | 11.109 | 0.859 | 0.200 | 39.499 |
| 2013 | 12.480 | 0.200 | 15.881 | 11.908 | 1.000 | 0.150 | 41.619 |
| 2014 | 12.480 | 0.200 | 15.881 | 11.543 | 1.000 | 0.100 | 41.204 |
| 2015 | 12.480 | 0.200 | 16.631 | 11.543 | 1.000 | 0.050 | 41.904 |
| 2016 | 12.480 | 0.200 | 16.631 | 11.543 | 1.000 | 0.000 | 41.854 |
| 2017 | 12.480 | 0.200 | 16.631 | 11.543 | 1.150 | 0.000 | 42.004 |
| 2018 | 13.400 | 0.200 | 18.881 | 11.543 | 1.150 | 0.000 | 45.174 |
| 2019 | 12.856 | 0.200 | 18.881 | 11.543 | 1.150 | 0.000 | 44.630 |

Source: Chatham County Tax Assessors Office.

¹ Overlapping rates are those of local and county governments that apply to property owners within the City of Savannah. Not all overlapping rates apply to all City of Savannah property owners (e.g., the rates for the special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

² In 2003, the City of Savannah created special district called the "Water Transportation District." Only properties located within this district are subject to this millage levy.

**City of Savannah, Georgia
Principal Property Taxpayers,
Current Year and Nine Years Ago**

| Taxpayer | Type of Business | 2019 | | | 2010 | | |
|----------------------------------|------------------------|------------------------|------|--|------------------------|------|--|
| | | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value |
| Georgia Power Company | Electric Utility | \$ 91,995,847 | 1 | 1.54% | \$ 35,521,586 | 1 | 0.74% |
| Gulfstream Aerospace Corporation | Airplane manufacturer | 52,392,027 | 2 | 0.88% | 24,325,925 | 4 | 0.51% |
| Savannah Health Services, LLC | Memorial Hospital | 46,230,120 | 3 | 0.77% | | | |
| Home Depot | Distribution Center | 39,853,681 | 4 | 0.67% | 23,459,706 | 5 | 0.49% |
| International Paper Company | Paper Manufacturer | 31,818,118 | 5 | 0.53% | 28,571,902 | 3 | 0.60% |
| Oglethorpe Mall, LLC | Regional Shopping Mall | 31,691,398 | 6 | 0.53% | 31,691,400 | 2 | 0.66% |
| HH Savannah LLC | Hyatt Hotel | 28,800,000 | 7 | 0.48% | 18,725,462 | 8 | 0.39% |
| Columbia Properties | Marriott Hotel | 28,000,000 | 8 | 0.47% | 21,854,920 | 7 | 0.46% |
| CWT Savannah Hotel LLC | Westin Hotel | 26,000,000 | 9 | 0.44% | 22,026,800 | 6 | 0.46% |
| Mariner Grove Apartments LP | Apartment Complex | 18,680,000 | 10 | 0.31% | | | |
| A T & T | Telephone Utility | | | | 18,457,836 | 9 | 0.39% |
| Intercat-Savannah Inc. | Chemical Refinery | | | | 9,308,475 | 10 | 0.20% |
| Totals | | <u>\$ 395,461,191</u> | | <u>6.63%</u> | <u>\$ 233,944,012</u> | | <u>4.90%</u> |

Source: Chatham County Tax Assessors Office

**City of Savannah, Georgia
Property Tax Levies and Collections,
Last Ten Fiscal Years**

| Fiscal Year Ended December 31 | Total Tax Levy for Fiscal Year¹ | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|--|---|---|---------------------------|--|----------------------------------|----------------------------|
| | | Amount | Percentage of Levy | | Amount | Percent of Levy |
| 2010 | \$ 58,460,598 | \$ 54,681,460 | 93.5% | \$ 3,526,495 | \$ 58,207,955 | 99.6% |
| 2011 | 53,277,035 | 51,491,991 | 96.6% | 1,543,302 | 53,035,293 | 99.5% |
| 2012 | 52,598,916 | 52,436,392 | 99.7% | (71,377) | 52,365,015 | 99.6% |
| 2013 | 54,011,615 | 52,608,040 | 97.4% | 1,234,350 | 53,842,390 | 99.7% |
| 2014 | 56,131,453 | 53,648,991 | 95.6% | 2,331,536 | 55,980,527 | 99.7% |
| 2015 | 59,540,241 | 60,100,835 | 100.9% | (734,852) | 59,365,983 | 99.7% |
| 2016 | 61,413,545 | 57,940,557 | 94.3% | 3,236,073 | 61,176,630 | 99.6% |
| 2017 | 64,776,365 | 60,448,963 | 93.3% | 3,944,948 | 64,393,911 | 99.4% |
| 2018 | 72,502,320 | 67,595,596 | 93.2% | 4,235,876 | 71,831,472 | 99.1% |
| 2019 | 74,868,092 | 70,472,660 | 94.1% | | 70,472,660 | 94.1% |

Source: City of Savannah.

¹ Includes:

- Real Property
- Industrial Area
- Personal Property
- Utility
- Vehicles
- Mobile Home Taxes

Note: The Levy Year is from January 1 to December 31. Real property is billed in two installments - April and September. Personal property is billed annually with payments due in November.

City of Savannah, Georgia
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

| Fiscal Year | Governmental Activities | | | | | Business -Type Activities | | | | | Total Primary Government | Percentage of Household Income | Per Capita |
|-------------|--------------------------|-------------------------|-----------------|--------------------------|----------------|---------------------------|---------------------|------------------------------------|---------------------------------|--------------------------------------|--------------------------|--------------------------------|------------|
| | General Obligation Bonds | Contractual Obligations | Long-term Notes | Special Assessment Bonds | Capital Leases | Water & Sewer Bonds | Water & Sewer Notes | Sanitation Contractual Obligations | Parking Contractual Obligations | Civic Center Contractual Obligations | | | |
| 2010 | \$ - | \$ 35,325,296 | \$ 1,120,000 | \$ 2,478 | \$ 1,137,714 | \$ 36,778,326 | \$ 33,464,007 | \$ 24,665,986 | \$ 33,829,956 | \$ 2,215,384 | \$ 168,539,147 | 3.3% | \$ 1,243 |
| 2011 | | 33,595,737 | 980,000 | | 774,397 | 30,695,816 | 31,170,949 | 22,311,478 | 32,914,868 | 1,807,285 | 154,250,530 | 2.8% | 1,138 |
| 2012 | | 31,106,180 | 840,000 | | 395,385 | 25,960,845 | 28,800,610 | 19,906,187 | 31,956,023 | 1,393,082 | 140,358,312 | 2.6% | 1,035 |
| 2013 | | 28,561,620 | 700,000 | | | 22,959,882 | 26,349,813 | 17,785,041 | 31,187,873 | 974,861 | 128,519,090 | 2.3% | 941 |
| 2014 | | 26,100,429 | 600,000 | | | 20,435,248 | 23,816,330 | 15,075,550 | 30,000,024 | 500,843 | 116,528,424 | 2.1% | 844 |
| 2015 | | 43,778,917 | 500,000 | | | 17,196,559 | 21,188,415 | 12,306,356 | 30,096,427 | | 125,066,674 | 2.2% | 900 |
| 2016 | 2,000,000 | 48,212,484 | 400,000 | | | 33,648,038 | | 9,275,620 | 61,774,476 | | 155,310,618 | 2.7% | 1,140 |
| 2017 | 4,000,000 | 51,017,031 | 300,000 | | | 29,994,518 | 3,358,710 | 6,217,191 | 60,483,228 | | 155,370,678 | 2.6% | 1,140 |
| 2018 | 6,000,000 | 61,958,984 | 200,000 | | | 27,379,141 | 16,867,540 | 14,211,741 | 89,764,478 | | 216,381,884 | 3.5% | 1,588 |
| 2019 | 6,000,000 | 60,062,094 | 100,000 | | | 24,633,695 | 18,749,335 | 11,085,000 | 98,024,726 | 45,740,797 | 264,395,647 | 4.0% | 1,940 |

City of Savannah, Georgia
Ratios of General Bonded Debt Outstanding,
Last Ten Fiscal Years

| Fiscal Year | General Obligation Bonds | Assessed Value (000) | Percentage of Actual Taxable Value of Property | Population | Per Capita |
|------------------------|---|-------------------------------------|---|-------------------|-----------------------|
| 2010 | \$ - | \$4,768,480 | 0.000000% | 136,286 | \$0.00 |
| 2011 | | 4,539,928 | 0.000000% | 136,286 | 0.00 |
| 2012 | | 4,535,627 | 0.000000% | 136,286 | 0.00 |
| 2013 | | 4,603,176 | 0.000000% | 136,286 | 0.00 |
| 2014 | | 4,751,473 | 0.000000% | 136,286 | 0.00 |
| 2015 | | 5,098,015 | 0.000000% | 136,286 | 0.00 |
| 2016 | 2,000,000 | 5,121,455 | 0.039051% | 136,286 | 14.68 |
| 2017 | 4,000,000 | 5,404,508 | 0.074012% | 136,286 | 29.35 |
| 2018 | 6,000,000 | 5,640,929 | 0.106365% | 136,286 | 44.03 |
| 2019 | 6,000,000 | 5,968,804 | 0.100523% | 136,286 | 44.03 |

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

City of Savannah, Georgia
Direct and Overlapping Governmental Activities Debt
As of December 31, 2019

| | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable</u> | <u>Estimated Share of Overlapping Debt*</u> |
|---|-----------------------------|--|---|
| City of Savannah | | | |
| General Obligation Bonded Debt | \$ 6,000,000 | 100.0% | \$ 6,000,000 |
| Section 108 Notes Payable | 100,000 | 100.0% | 100,000 |
| Contractual Obligations: | | | |
| Downtown Savannah Authority, Series 2014 | 5,578,739 | 100.0% | 5,578,739 |
| Downtown Savannah Authority, Series 2015 | 16,982,678 | 100.0% | 16,982,678 |
| Downtown Savannah Authority, Series 2016 | 8,000,000 | 100.0% | 8,000,000 |
| Downtown Savannah Authority, 2017 | 6,585,000 | 100.0% | 6,585,000 |
| Downtown Savannah Authority, 2018 | 14,475,677 | 100.0% | 14,475,677 |
| Downtown Savannah Authority, 2019 | <u>8,440,000</u> | 100.0% | <u>8,440,000</u> |
| Total Direct Debt | <u>66,162,094</u> | | <u>66,162,094</u> |
| Chatham County | | | |
| Capital Leases | 1,868,007 | 44.6% | 833,131 |
| Contractual Obligations: | | | |
| Downtown Savannah Authority (Chatham County Projects), Series 2005A | 737,875 | 44.6% | 329,092 |
| Downtown Savannah Authority (Union Mission), Series 2009 | 1,560,000 | 44.6% | 695,760 |
| Downtown Savannah Authority (Chatham County Projects), Series 2014 | 6,550,000 | 44.6% | 2,921,300 |
| CDW Cybersecurity | 367,037 | 44.6% | 163,699 |
| Savannah/Chatham County School Board | | | |
| General Obligation Bonded Debt | 7,350,000 | 44.6% | 3,278,100 |
| Capital Leases | 17,103,759 | 44.6% | 7,628,277 |
| Contractual Obligations: | | | |
| Downtown Savannah Authority (Energy Management) | 935,201 | 44.6% | 417,100 |
| Overlapping Debt | <u>36,471,879</u> | | <u>16,266,459</u> |
| Total Direct and Indirect General Obligation Supported Bonded Debt | <u><u>\$102,633,973</u></u> | | <u><u>\$ 82,428,553</u></u> |

* Note: Overlapping percentage calculated based on assessed property values.

**City of Savannah, Georgia
Legal Debt Margin Information,
Last Ten Fiscal Years**

Legal Debt Margin Calculation for Fiscal Year 2019

| | |
|--|-------------------------|
| Assessed value 2019 Tax Roll | <u>\$ 5,968,804,280</u> |
| General Bonded Debt Limit, 10% of Assessed Value | \$ 596,880,428 |
| Debt applicable to limit: | |
| Less: outstanding general obligation bonds | <u>6,000,000</u> |
| Total net debt applicable to limit | <u>6,000,000</u> |
| Legal debt margin | <u>\$ 590,880,428</u> |

| | Fiscal Year | | | | | | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
| Debt Limit | \$ 476,848,044 | \$ 453,992,798 | \$ 453,562,744 | \$ 460,317,459 | \$ 475,147,282 | \$ 509,801,454 | \$ 512,145,531 | \$ 540,450,752 | \$ 564,092,880 | \$ 596,880,428 |
| Total net debt applicable to limit | | | | | | | 2,000,000 | 4,000,000 | 6,000,000 | 6,000,000 |
| Legal debt margin | <u>\$ 476,848,044</u> | <u>\$ 453,992,798</u> | <u>\$ 453,562,744</u> | <u>\$ 460,317,459</u> | <u>\$ 475,147,282</u> | <u>\$ 509,801,454</u> | <u>\$ 510,145,531</u> | <u>\$ 536,450,752</u> | <u>\$ 558,092,880</u> | <u>\$ 590,880,428</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.39% | 0.74% | 1.06% | 1.01% |

Note: Under state law, the City of Savannah's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds. Excludes special assessment bonds that are not legally a part of the City's debt.

**City of Savannah, Georgia
Pledged-Revenue Coverage,
Last Ten Fiscal Years**

| Fiscal Year | Water and Sewer Revenue Bonds (000) | | | | | | Special Assessment Bonds | | | |
|----------------|-------------------------------------|---|--------------------------|--------------|----------|----------|---|--------------|----------|----------|
| | Gross Revenue ¹ | Less: Total Expenses & Transfers Out ² | Net Available Revenue | Debt Service | | Coverage | Special Assessment Collections ³ | Debt Service | | Coverage |
| | | | | Principal | Interest | | | Principal | Interest | |
| 2010 | \$ 60,396 | \$ 41,631 | \$ 18,765 | \$ 5,860 | \$ 1,344 | 2.69 | \$ 4,940 | \$ 2,479 | \$ 297 | 1.78 |
| 2011 | 62,161 | 37,395 | 24,766 | 6,045 | 1,147 | 3.44 | 2,823 | 2,478 | 149 | 1.07 |
| 2012 | 64,135 | 41,254 | 22,881 | 4,695 | 772 | 4.19 | 1,073 | | | |
| 2013 | 65,452 | 40,898 | 24,554 | 2,960 | 835 | 6.47 | 713 | | | |
| 2014 | 67,952 | 40,622 | 27,330 | 3,035 | 671 | 6.15 | 196 | | | |
| 2015 | 66,229 | 42,965 | 23,264 | 5,571 | 923 | 3.58 | 357 | | | |
| 2016 | 68,826 | 43,287 | 25,539 | 5,325 | 894 | 4.11 | 711 | | | |
| 2017 | 72,904 | 44,408 | 28,496 | 3,600 | 757 | 6.54 | 1,465 | | | |
| 2018 | 74,751 | 43,840 | 24,261 | 2,585 | 682 | 7.43 | 1,411 | | | |
| 2019 | 85,231 | 49,856 | 35,375 | 2,640 | 818 | 10.23 | 664 | | | |

¹ Includes transfers in and excludes interest earned on construction funds.

² Excludes depreciation expense.

³ Includes special assessment principal and interest collected.

**City of Savannah, Georgia
Demographic and Economic Statistics,
Last Ten Calendar Years**

| Year | Population (per 2010 census) | Personal Income (000) | Per Capita Personal Income | Chatham County Taxable Retail Sales (000,000) | Unemployment Rate (Savannah MSA) | School Enrollment |
|-------------|---|----------------------------------|---|--|---|------------------------------|
| 2010 | 136,286 | 5,218,664 | 38,292 | 5,780 | 10.0% | 33,850 |
| 2011 | 136,286 | 5,424,183 | 39,800 | 6,058 | 9.6% | 35,146 |
| 2012 | 136,286 | 5,310,384 | 38,965 | 6,328 | 8.6% | 35,808 |
| 2013 | 136,286 | 5,270,316 | 38,671 | 6,367 | 7.2% | 36,452 |
| 2014 | 136,286 | 5,488,510 | 40,272 | 6,526 | 6.1% | 37,235 |
| 2015 | 136,286 | 5,707,385 | 41,878 | 6,639 | 4.9% | 38,032 |
| 2016 | 136,286 | 5,901,048 | 43,299 | 6,629 | 5.0% | 38,112 |
| 2017 | 136,286 | 6,141,183 | 45,061 | 7,113 | 4.4% | 37,837 |
| 2018 | 136,286 | 6,482,171 | 47,563 | 7,684 | 3.6% | 37,339 |
| 2019 | 136,286 | 6,611,814 * | 48,514 * | 8,217 | 2.7% | 37,190 |

Sources: Population information provided by the U.S. Census Bureau. Personal income data provided by the Bureau of Economic Analysis. Chatham County retail sales estimated by the City of Savannah. Unemployment rates provided by the Bureau of Labor Statistics. School enrollment provided by the Savannah/Chatham School Board and includes public schools.

* Estimated. Data for 2019 not available at time of publishing.

**City of Savannah, Georgia
Principal Employers,
Current Year and Nine Years Ago**

| Employer | 2019 | | | 2010 | | |
|---|------------------|-------------|--|------------------|-------------|--|
| | Employees | Rank | Percentage of Total City Employment | Employees | Rank | Percentage of Total City Employment |
| Gulfstream Aerospace | 12,000 | 1 | 6.57% | 6,000 | 1 | 3.55% |
| Ft. Stewart/Hunter Army Airfield | 5,773 | 2 | 3.16% | 5,109 | 2 | 3.02% |
| Savannah-Chatham Board of Education | 5,654 | 3 | 3.10% | 4,093 | 4 | 2.42% |
| Memorial Health University Medical Center | 4,775 | 4 | 2.62% | 4,643 | 3 | 2.75% |
| St. Joseph's/Candler Health System | 3,400 | 5 | 1.86% | 3,304 | 5 | 1.95% |
| City of Savannah | 2,468 | 6 | 1.35% | 2,500 | 7 | 1.48% |
| Savannah College of Art and Design | 1,886 | 7 | 1.03% | 1,500 | 9 | 0.89% |
| Chatham County | 1,882 | 8 | 1.03% | 1,500 | 10 | 0.89% |
| Georgia Ports Authority | 1,080 | 9 | 0.59% | | | |
| Georgia Southern University | 886 | 10 | 0.49% | | | |
| Wal-Mart | | | | 2,935 | 6 | 1.74% |
| Momentum Resources II, Inc. | | | | 1,703 | 8 | 1.01% |
| Total | 39,804 | | 21.8% | 33,287 | | 19.68% |

Information provided by Chatham County.

City of Savannah, Georgia
Full-time Equivalent City Government Employees by Function/Program,
Last Ten Fiscal Years

| <u>Function/Program</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|--------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Governance | | | | | | | | | 20.00 | 20.00 |
| General Administration | 35.00 | 51.00 | 39.00 | 46.00 | 48.00 | 50.00 | 56.00 | 57.00 | | |
| Strategic Services | | | | | | | | | 32.00 | 31.00 |
| Public safety | | | | | | | | | | |
| Police | 748.64 | 791.00 | 738.00 | 737.00 | 730.00 | 729.00 | 745.00 | 727.13 | 603.38 | 630.62 |
| SAVComm | 90.00 | 106.00 | 106.00 | 105.00 | 105.00 | 104.00 | 104.00 | 104.00 | 103.00 | 6.00 |
| Savannah Fire Department | 324.00 | 362.00 | 329.00 | 329.00 | 329.00 | 343.00 | 360.00 | 370.00 | 351.00 | 336.00 |
| Municipal Operations | | | | | | | | | | |
| Chief Operating Officer | | | | | | | | | 14.00 | 17.00 |
| Human Resources | | | | | | | | | 22.00 | 27.00 |
| Financial Services | 105.60 | 71.23 | 87.60 | 81.60 | 67.60 | 69.60 | 69.60 | 68.60 | 79.00 | 80.00 |
| Fleet Services | 41.00 | 41.00 | 41.00 | 41.00 | 41.00 | 41.00 | 41.00 | 42.00 | 43.00 | 43.00 |
| Department of Information Technology | 34.00 | 37.25 | 36.00 | 36.00 | 36.00 | 35.00 | 36.00 | 36.00 | 36.60 | 36.60 |
| Real Estate Services | 5.00 | 5.00 | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 82.88 | 82.88 |
| Recorder's Court | 27.50 | 27.00 | 28.00 | 28.00 | 28.00 | 29.00 | 29.00 | 28.00 | 28.00 | 28.00 |
| Infrastructure and Development | | | | | | | | | | |
| Chief Infrastructure and Development | | | | | | | | | 13.00 | 14.00 |
| Parking Services | 78.75 | 77.15 | 70.20 | 69.20 | 74.20 | 74.20 | 74.45 | 90.45 | 62.70 | 64.70 |
| Mobility Services | | | | | | | | | 63.00 | 64.00 |
| Development Services | | | | | | | | | 49.00 | 48.00 |
| Public Works and Water Resources | 442.00 | 467.00 | 446.00 | 498.00 | 503.00 | 502.00 | 506.00 | 508.00 | 457.00 | 461.00 |
| Community Services | | | | | | | | | | |
| Chief Community Services Officer | | | | | | | | | 3.00 | 4.00 |
| Cultural Resources | | | | | | | | | 10.00 | 13.50 |
| Code Compliance | | | | | | | | | 48.75 | 45.00 |
| Human Services | 139.00 | 142.00 | 119.25 | 73.25 | 76.25 | 73.25 | 71.25 | 55.25 | 24.00 | 38.00 |
| Housing and Neighborhood Services | | | | | | | | | 15.00 | 21.00 |
| Parks and Recreation | 320.24 | 285.57 | 282.33 | 281.33 | 281.33 | 283.43 | 290.24 | 301.70 | 118.30 | 129.03 |
| Sanitation | 221.50 | 228.00 | 226.50 | 227.00 | 218.00 | 218.00 | 220.00 | 221.00 | 191.00 | 195.00 |
| Total | 2,612.23 | 2,691.20 | 2,554.88 | 2,558.38 | 2,543.38 | 2,557.48 | 2,608.54 | 2,615.13 | 2,469.61 | 2,435.33 |

Source: City Budget Office

City of Savannah, Georgia
Operating Indicators by Function/Program,
Last Ten Fiscal Years

| <u>Function/Program</u> | <u>Fiscal Year</u> | | | | | | | | | |
|---|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
| Police | | | | | | | | | | |
| Violent crimes | 766 | 782 | 806 | 813 | 859 | 1,065 | 1,063 | 992 | 982 | 1,205 |
| Property crimes | 7,646 | 7,924 | 6,995 | 7,173 | 7,088 | 7,639 | 7,224 | 6,588 | 5,918 | 6,728 |
| Fire | | | | | | | | | | |
| Fire calls | 996 | 1,050 | 1,041 | 1,074 | 1,937 | 831 | 1,273 | 927 | 905 | 941 |
| Dwelling fires | 432 | 361 | 387 | 389 | 372 | 331 | 208 | 181 | 222 | 212 |
| Rescues | 202 | 227 | 120 | 163 | 163 | 142 | 217 | 212 | 148 | 187 |
| Refuse Disposal | | | | | | | | | | |
| Total system City tons | 109,341 | 124,987 | 118,484 | 111,126 | 104,011 | 126,651 | 128,268 | 91,908 | 91,416 | 91,103 |
| Other public works | | | | | | | | | | |
| Traffic sign repairs | 7,778 | 6,992 | 7,266 | 7,578 | 6,729 | 7,226 | 6,579 | 6,758 | 7,107 | 6,416 |
| Pothole repairs | 732 | 701 | 616 | 579 | 578 | 853 | 1,739 | 4,003 | 6,677 | 1,079 |
| Storm drain inlets cleaned | 4,416 | 4,914 | 4,323 | 3,358 | 5,711 | 4,563 | 5,747 | 2,493 | 2,894 | 2,363 |
| Leisure services | | | | | | | | | | |
| Youth baseball participants | 1,171 | 1,185 | 1,190 | 1,070 | 1,200 | 1,354 | 803 | 626 | 410 | 476 |
| Youth football participants | 1,976 | 1,594 | 1,596 | 1,386 | 1,234 | 481 | 757 | 967 | 720 | 1,107 |
| Neighborhood center participants | 7,021 | 6,113 | 5,451 | 4,700 | 3,820 | 3,864 | 3,830 | 4,250 | 4,095 | 4,816 |
| Water | | | | | | | | | | |
| Average daily ground water production (MGD) | 23.36 | 22.86 | 21.88 | 21.59 | 21.71 | 20.42 | 22.44 | 21.06 | 21.27 | 21.51 |
| Average daily surface water production (MGD) | 32.53 | 30.00 | 29.11 | 28.70 | 29.89 | 30.71 | 34.18 | 31.93 | 37.91 | 33.63 |
| Sewer | | | | | | | | | | |
| Average flow (MGD) | 25.99 | 23.08 | 24.59 | 24.79 | 26.49 | 27.53 | 27.38 | 25.30 | 24.75 | 24.99 |
| Public Development | | | | | | | | | | |
| Valuation of new commercial building permits issued (millions) | \$66 | \$105 | \$122 | \$143 | \$112 | \$223 | \$317 | \$154 | \$357 | \$427 |
| Valuation of new residential building permits issued (millions) | \$44 | \$31 | \$48 | \$55 | \$74 | \$79 | \$71 | \$90 | \$84 | \$70 |

Sources: Crime data from Bureau of Justice Statistics

City of Savannah, Georgia
Capital Asset Statistics by Function/Program,
Last Ten Fiscal Years

| <u>Function/Program</u> | <u>Fiscal Year</u> | | | | | | | | | |
|---|---------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
| Police | | | | | | | | | | |
| Stations | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 4 | 5 |
| Fire | | | | | | | | | | |
| Stations | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 |
| Refuse Collection | | | | | | | | | | |
| Available landfill capacity (cubic yards) | 1,815,878 | 1,692,082 | 1,569,835 | 1,451,270 | 1,345,480 | 1,237,861 | 1,102,439 | 946,555 | 805,293 | 680,796 |
| Other public works | | | | | | | | | | |
| Streets (miles) | 682 | 687 | 687 | 687 | 690 | 690 | 690 | 689 | 684 | 680 |
| Signalized intersections | 248 | 248 | 250 | 251 | 258 | 260 | 264 | 265 | 269 | 269 |
| Cemeteries | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Leisure services | | | | | | | | | | |
| Parks (acreage) | 663 | 663 | 663 | 663 | 663 | 667 | 736 | 736 | 629 | 629 |
| Playgrounds | 57 | 57 | 60 | 60 | 68 | 68 | 68 | 68 | 71 | 71 |
| Water | | | | | | | | | | |
| Wells | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 47 |
| Sewer | | | | | | | | | | |
| Treatment capacity (MGD) | 36.95 | 36.95 | 36.95 | 36.95 | 36.95 | 36.95 | 36.95 | 36.95 | 37 | 37 |
| Parking facilities | | | | | | | | | | |
| Parking garages | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Civic Center | | | | | | | | | | |
| Arenas | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Meeting rooms | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Theaters | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

Sources: Various city departments.

**CITY OF SAVANNAH, GEORGIA
WATER SYSTEM PRODUCTION AND NUMBER OF SYSTEM CUSTOMERS
LAST TEN CALENDAR YEARS**

| Year | Ground Water Production | | Surface Water Production | | Number of Water Accounts¹ | Number of Sewer Accounts¹ |
|-------------|------------------------------------|-------------------------------|------------------------------------|-------------------------------|---|---|
| | Daily Average (MGD) | Peak Day (MGD) | Daily Average (MGD) | Peak Day (MGD) | | |
| 2010 | 23.36 | 32.97 | 32.53 | 43.67 | 91,931 | 89,388 |
| 2011 | 22.86 | 31.82 | 30.00 | 43.55 | 92,130 | 89,573 |
| 2012 | 21.88 | 29.92 | 29.11 | 43.03 | 92,438 | 89,882 |
| 2013 | 21.59 | 31.49 | 28.70 | 41.29 | 92,509 | 89,939 |
| 2014 | 21.71 | 31.21 | 29.89 | 39.65 | 93,713 | 91,141 |
| 2015 | 20.42 | 28.79 | 30.71 | 42.36 | 94,545 | 91,955 |
| 2016 | 22.44 | 30.75 | 34.18 | 51.11 | 95,228 | 93,302 |
| 2017 | 21.06 | 29.56 | 31.93 | 44.29 | 97,471 | 94,436 |
| 2018 | 21.27 | 31.53 | 37.91 | 47.41 | 98,200 | 95,947 |
| 2019 | 21.51 | 31.56 | 33.63 | 48.27 | 99,913 | 97,389 |

¹ Water and Sewer account counts based on the total dwelling units served.

**CITY OF SAVANNAH, GEORGIA
SEWAGE TREATMENT PLANT FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019**

| Sewage Treatment Facility | Capacity (MGD) | Average Flow (MGD) | Maximum Dry Weather Daily Flow (MGD) | Maximum Wet Weather Daily Flow (MGD) | Year of Last Upgrade | Treatment Process |
|----------------------------------|---------------------------|-----------------------------------|---|---|-------------------------------------|---|
| President Street Plant | 27.00 | 17.75 | 26.46 | 37.11 | 2019 | Primary treatment, activated sludge, clarifier, chlorinator, gravity thickener, belt press, clarifiers, chlorination, sludge disposed at landfill: 2MGD reclaim water by filtration. Dryer and pelletizer added in 2019 |
| Wilshire Plant | 4.50 | 2.42 | 3.11 | 3.02 | 1999 | Activated sludge, clarifier, gravity thickener, chlorinator, belt press, sludge disposed at landfill. |
| Georgetown Plant | 2.45 | 1.87 | 2.28 | 2.37 | 2005 | Activated sludge, clarifiers, effluent filtration, ultra-violet disinfection, belt press, sludge disposed at landfill. |
| Crossroads Plant | 3.00 | 2.96 | 3.09 | 5.67 | 2008 | Screening, grit removal, flow equalization, activated sludge clarifiers, filtration, ultra-violet disinfection, post aeration, belt press, sludge disposed at landfill. |
| Total | 36.95 | 24.99 | 34.94 | 48.17 | | |

**CITY OF SAVANNAH, GEORGIA
WATER AND SEWER RATES
LAST TEN CALENDAR YEARS**

| Year | Bi-Monthly Water Rates for Residential and Commercial Customers | | | | | | Bi-Monthly Sewage Rates for Residential and Commercial Customers | | | | | | Industrial Water Rate (\$ per MG) |
|------|---|-------------------------------------|------------------------------------|--------------|-------------------------------------|------------------------------------|--|-------------------------------------|------------------------------------|--------------|-------------------------------------|------------------------------------|-----------------------------------|
| | Inside City | | | Outside City | | | Inside City | | | Outside City | | | |
| | Base Charge | First 1,500 cu. ft. per 100 cu. ft. | Over 1,500 cu. ft. per 100 cu. ft. | Base Charge | First 1,500 cu. ft. per 100 cu. ft. | Over 1,500 cu. ft. per 100 cu. ft. | Base Charge | First 1,500 cu. ft. per 100 cu. ft. | Over 1,500 cu. ft. per 100 cu. ft. | Base Charge | First 1,500 cu. ft. per 100 cu. ft. | Over 1,500 cu. ft. per 100 cu. ft. | |
| 2010 | \$ 11.06 | \$ 0.74 | \$ 0.92 | \$ 16.59 | \$ 1.11 | \$ 1.38 | \$ 8.80 | \$ 2.34 | \$ 2.72 | \$ 13.20 | \$ 3.51 | \$ 4.08 | \$ 725.88 |
| 2011 | 11.06 | 0.82 | 1.00 | 16.59 | 1.23 | 1.50 | 8.80 | 2.56 | 2.94 | 13.20 | 3.84 | 4.41 | 700.72 |
| 2012 | 11.06 | 0.82 | 1.00 | 16.59 | 1.23 | 1.50 | 8.80 | 2.56 | 2.94 | 13.20 | 3.84 | 4.41 | 762.81 |
| 2013 | 11.06 | 0.86 | 1.04 | 16.59 | 1.29 | 1.56 | 8.80 | 2.75 | 3.10 | 13.20 | 4.08 | 4.65 | 797.09 |
| 2014 | 11.06 | 0.90 | 1.08 | 16.59 | 1.35 | 1.62 | 8.80 | 2.88 | 3.26 | 13.20 | 4.32 | 4.89 | 752.26 |
| 2015 | 11.06 | 0.94 | 1.12 | 16.59 | 1.41 | 1.68 | 8.80 | 3.04 | 3.42 | 13.20 | 4.56 | 5.13 | 735.15 |
| 2016 | 11.06 | 0.98 | 1.16 | 16.59 | 1.47 | 1.74 | 8.80 | 3.20 | 3.58 | 13.20 | 4.80 | 5.37 | 650.57 |
| 2017 | 11.06 | 1.03 | 1.21 | 16.59 | 1.54 | 1.81 | 8.80 | 3.37 | 3.75 | 13.20 | 5.05 | 5.62 | 635.24 |
| 2018 | 11.06 | 1.07 | 1.25 | 16.59 | 1.60 | 1.87 | 8.80 | 3.48 | 3.86 | 13.20 | 5.22 | 5.79 | 515.26 |
| 2019 | 11.06 | 1.13 | 1.31 | 16.59 | 1.69 | 1.96 | 8.80 | 3.68 | 4.06 | 13.20 | 5.52 | 6.09 | 536.12 |

**CITY OF SAVANNAH, GEORGIA
WATER AND SEWER CONNECTION FEES
EFFECTIVE FOR THE YEAR ENDED DECEMBER 31, 2019**

| Meter Size¹ | Meter Installation Fee (per meter) | |
|-------------------------------|---|------------------------------|
| | Installed by Plumber | Installed by City |
| 5/8 to 3/4 inch | \$450 | \$350 |
| 1 inch | 500 | 400 |
| 1 1/2 inch | 650 | 550 |

¹Larger meters are provided by the City to licensed plumbers at various fees sufficient to cover City costs.

| | Tap-in Fee per ERU² | |
|--------------|---------------------------------------|---------------------|
| | Inside City | Outside City |
| Water Tap-in | \$600 | \$900 |
| Sewer Tap-in | 400 | 500 |

²Equivalent Residential Unit which is generally equivalent to a water demand of 300 gallons per day.

Note: In addition to the above meter installation fees and tap-in fees, other surcharges are charged for new connections to the water and sewer system on a per ERU basis. The amount of the surcharge fee varies by geographic area and such fees are computed to recover the system's capital costs incurred to serve the specific area. Water impact fees vary by geographic area from zero to \$2,238 per ERU. Sewer impact fees vary by geographic area from \$345 to \$2,300 per ERU.

**CITY OF SAVANNAH, GEORGIA
MAJOR WATER AND SEWER CUSTOMERS
FOR THE YEAR ENDED DECEMBER 31, 2019**

Ten largest residential/commercial customers of the water and sewer system:

| Customer | Product/Business | 2019 Customer Revenue | Percent of 2019 Water and Sewer Fund Gross Revenue |
|----------------------------------|---------------------------|--------------------------------------|---|
| Chatham County Public Works | Wholesale sewer | \$ 1,286,455 | 1.51% |
| City of Pooler | Wholesale water | 1,163,745 | 1.37% |
| City of Port Wentworth | Wholesale water and sewer | 1,011,127 | 1.19% |
| Hospital Corp of America | Hospital | 992,883 | 1.16% |
| City of Thunderbolt | Wholesale water and sewer | 667,247 | 0.78% |
| Kerry Inc. | Food producer | 575,757 | 0.68% |
| St. Josephs/Candler | Hospital | 446,088 | 0.52% |
| Chatham County Detention Center | County prison | 406,517 | 0.48% |
| Gulfstream Aerospace Corporation | Airplane manufacturer | 256,106 | 0.30% |
| Savannah Hotel Associates LLC | Hotel operation | 243,197 | 0.29% |
| | | <u>\$ 7,049,122</u> | <u>8.27%</u> |

Major industrial customers of the water system:

| Customer | Product/Business | 2019 Customer Revenue | Percent of 2019 Water and Sewer Fund Gross Revenue | 2019 Consumption (MG) |
|---------------------|---------------------------|--------------------------------------|---|--------------------------------------|
| Weyerhaeuser | Bleached pulp | \$ 2,558,428 | 3.00% | 4,772 |
| International Paper | Unbleached kraft products | 1,544,038 | 1.81% | 2,880 |
| Savannah Foods | Sugar refinery | 481,623 | 0.57% | 898 |
| | | <u>\$ 4,584,089</u> | <u>5.38%</u> | <u>8,550</u> |