

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Year Ended December 31, 2021

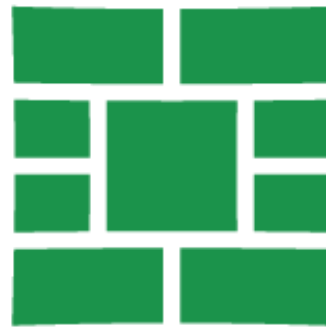
City of Savannah, Georgia



**ANNUAL COMPREHENSIVE FINANCIAL REPORT
CITY OF SAVANNAH, GEORGIA
YEAR ENDED DECEMBER 31, 2021**



**PREPARED BY:
FINANCE DEPARTMENT**



**CITY OF SAVANNAH, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2021**

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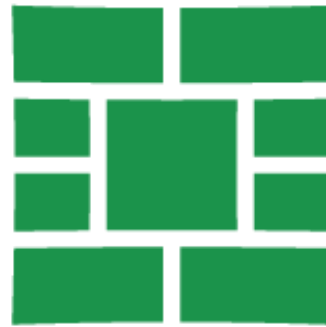
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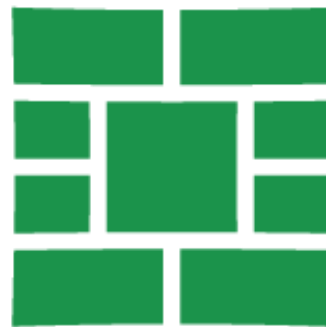
INTRODUCTORY SECTION

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

June 2, 2022

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 Annual Comprehensive Financial Report of the City of Savannah for the year ended December 31, 2021. 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, 2021. 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’s population as of

the 2020 census totals 147,780 and Savannah is the largest city and county seat of Chatham County, which had a population of 295,291 as of the 2020 census.

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 Chief Officers 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 2021, unemployment in the Savannah metropolitan area was 2.3% compared to 3.3% nationally and 3.9% 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.

Savannah continues to be a destination of choice among travelers and has received many accolades from travel industry publications. Savannah was ranked #3 on the *Travel and Leisure*, “Best U.S. City” list from September 2021. In addition, Savannah was ranked the second “Friendliest City” by *Trazee Travel*, August 2021. 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. Savannah is also becoming known nationally and internationally as a “foodie” town and a great place for weddings and romantic get-a-ways. Due to its mild climate and low cost of living, Savannah is also becoming increasingly popular as a retirement community.

Another major component of the local economy is logistics and transportation, which is led by the Georgia Ports Authority (GPA). The GPA operates the Port of Savannah, and for 2021 had another record-breaking year and became the country’s busiest port for container exports. During FY 2021, for the first time in its history, the Port of Savannah moved 5.6 million twenty-foot equivalent container units (TEUs) in a single year, growing container volumes by 20 percent in 2021, which is nearly one million more than in the previous year. New projects are on the horizon to expand port related infrastructure in Savannah. When completed, these projects will add 1.7 million TEUs of annual container yard capacity. By 2025, expansion efforts will bring the Port of Savannah’s annual capacity from 6 million TEUs to 9.5 million, a 60 percent increase. Another infrastructure milestone was accomplished recently with the completion of the Savannah harbor deepening project. Deepening of the outer harbor, which stretches for about 20 miles from the mouth of the Savannah River to the end of the shipping channel in the Atlantic Ocean, has been deepened to 49 feet at low tide. Deepening of the inner harbor just wrapped up and is the final portion of the deepening project. By deepening the inner harbor to 48 feet, vessels in the 16,000+ TEU range can navigate the harbor with few tidal restrictions. As such, Savannah will be positioned to better accommodate the larger vessels now calling on the port.

Long-term Financial Planning

As of December 31, 2021, unassigned fund balance in the general fund (18.8% 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 2022 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 2021, the sales tax stabilization reserves totaled \$5,501,000. No draw on the sales tax stabilization reserves was necessary in 2021 or planned in the 2022 budget.

The adopted 2022 budget conservatively assumed 2.4% growth in property tax revenues and tentatively set a 2022 property tax millage rate of 12.739, which was the same rate for 2021. The 2022 budget also includes a 100% freeport exemption on qualified personal property taxes within the City. This freeport exemption provides tax relief for manufacturers and should make the City more attractive for new manufacturing investment. This exemption saves taxpayers approximately \$2.4 million each year. Local option sales taxes are projected to be 3.0% higher in 2022 compared to 2021.

During 2021, President Joe Biden signed the American Rescue Plan Act of 2021 (ARPA) into law. This law established the Coronavirus Local Fiscal Recovery Fund, from which the City of Savannah was allocated \$55.6 million in COVID19 recovery funds. These funds are programmed in the 2022 budget as part of the City’s ongoing commitment to supporting Savannah residents, businesses, and other organizations impacted by the COVID19 pandemic.

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 2022 through 2026 identifies projects and funding that total \$295.7 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 \$23.3 million or 7.9% of the funding for the five-year plan. The water and sewer fund accounts for \$124.0 million or 41.9% of the funding for the five-year plan. SPLOST 7 proceeds allocated in the plan total \$102.4 million. This six-year special purpose local option sales tax was approved on a county-wide basis and collections started in late 2020. Year one of the five-year plan, which was adopted by the mayor and council in December 2021, totals \$83.9 million in project funding and includes allocations of \$11.9 million to support community development and recreation, \$7.2 million to support stormwater drainage, \$17.5 million to support public buildings and \$21.5 million to support water and sewer infrastructure.

Major Initiatives

The City has adopted a plan to invest unprecedented levels into housing affordability, solutions that reduce homelessness, and building more capacity within community-based organizations to serve our most vulnerable families and households. The Housing Savannah Action Plan details the burden that more than 21,000 Savannah citizens face when trying to afford, maintain, and sustain a quality housing situation. Savannah has allocated more than \$7 million in funding as a down payment on the investments needed to fund the Housing Savannah Action Plan, and to create and preserve the units of affordable housing needed to meet this crisis. Savannah has also committed \$19 million in funding to address homelessness and housing.

Construction of the new Enmarket arena began in earnest in 2019 and is expected to be completed in 2022. This new 9,000 seat arena 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. It is also anticipated that the new arena will encourage capital investment, increase the tax base, improve job opportunities and increase tourism within the City. The arena is just one part of the overall concept for the proposed arena district. In addition to the new arena, the district is envisioned as an extension of the City's downtown entertainment district that will include shopping, dining, hotels, walking trails, and outdoor recreational fields.

Reducing crime continues to be a major initiative as the City looks for new and innovative techniques to keep Savannah's citizens and visitors safe. Gun violence continues to impact the lives of too many people in Savannah, especially young people. In response, the City has announced an initiative to establish the Office of Neighborhood Safety and Engagement and has provided funding for \$1.0 million in grants and support to community-based organizations engaged in violence interruption, credible messengering, conflict resolution, and community building to stop gun violence before it starts. These efforts continue the City's focus on community-based policing, which allows law enforcement to build and develop positive, trust-based, and influential relationships with the neighborhood residents they serve.

Investing in neighborhoods continues to be a key initiative for the City of Savannah. Emphasis is being placed on improving neighborhoods through access to quality facilities and enriching programming and activities. Key long-term capital investments in this initiative include \$5.0 million to construct a new southside community center, \$4.25 million in investments to upgrade and develop new recreation facilities and programs across the entire city, \$4.0 million for the expansion of the City's trail network and a \$1.0 million contribution to support the construction of a joint early childhood learning center.

Other Information

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the year ended December 31, 2020. 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.

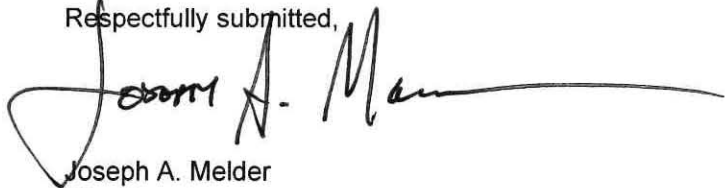
In addition, the City also received the GFOA's Distinguished Budget Presentation Award for the 2021 Service Program and Budget document. To qualify for the Distinguished Budget Presentation Award, the City's budget document must be proficient in several categories including policy documentation, financial 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,

A handwritten signature in black ink, appearing to read "Joseph A. Melder", with a long horizontal flourish extending to the right.

Joseph A. Melder
City Manager

A handwritten signature in blue ink, appearing to read "David F. Maxwell", with a long horizontal flourish extending to the right.

David F. Maxwell, CPA
Senior Director of Financial Services

**CITY OF SAVANNAH, GEORGIA
PRINCIPAL OFFICIALS
2021**

ELECTED OFFICIALS

MAYOR

Van R. Johnson, II

ALDERMEN

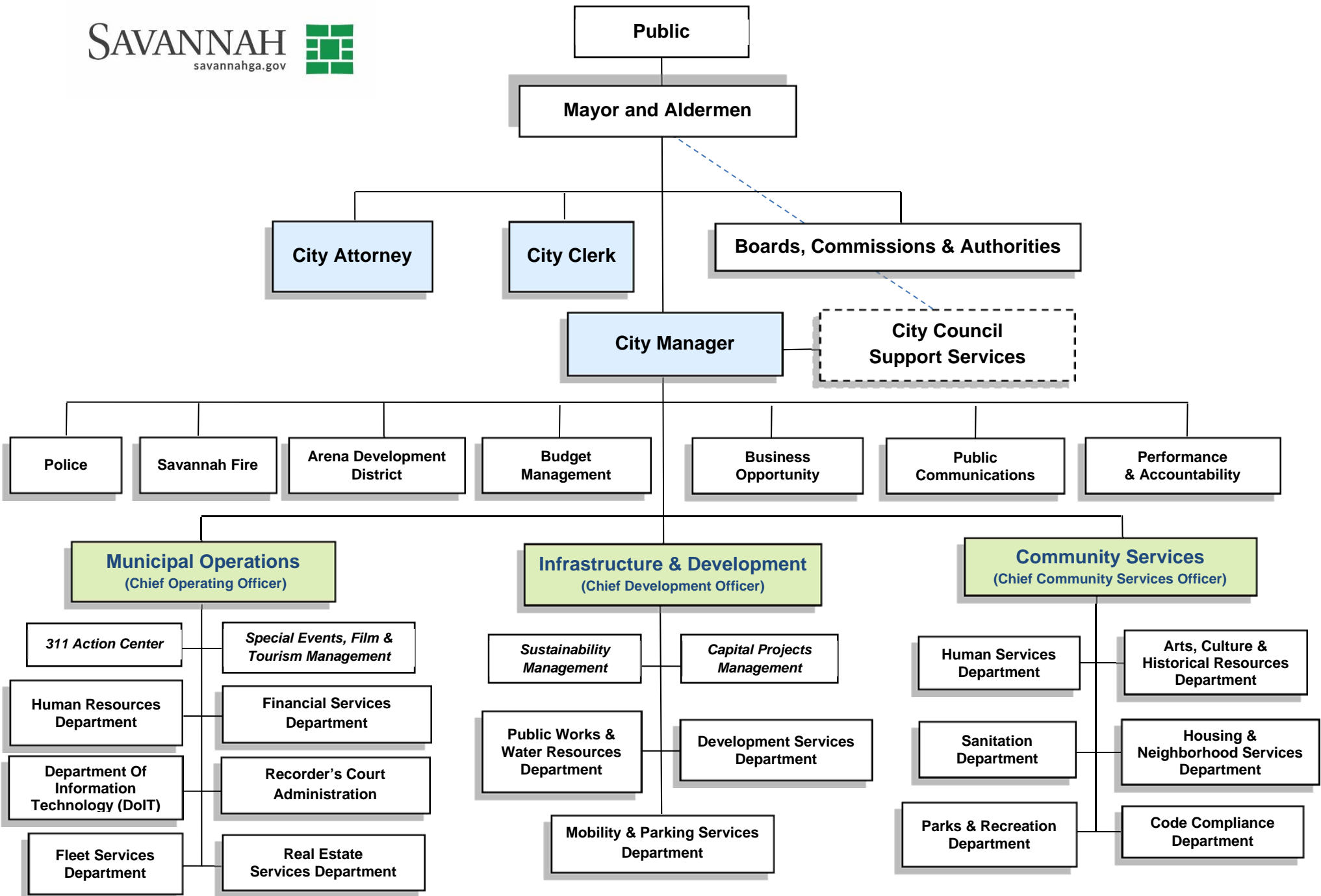
Kesha Gibson-Carter
Bernetta B. Lanier
Linda Wilder-Bryan
Dr. Estella Edwards Shabazz

Alicia Miller-Blakely
Detric Leggett
Nick Palumbo
Kurtis Purtee

OTHER OFFICIALS

Joseph A. Melder City Manager
Heath Lloyd Assistant City Manager
David F. Maxwell, CPA Senior Director of Financial Services
Melissa Carter Senior Director of Budget

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 Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Merrill

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
City of Savannah, Georgia
Savannah, Georgia

Report on the Audit of the Financial Statements

Opinions

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, 2021 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, 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, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis ("MD&A") on pages 3 through 13, 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 is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules, the schedule of hotel/motel tax, and the schedule of revenues and expenditures/expenses – rental motor vehicle tax 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 projects funded with special sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, the schedule of hotel/motel tax, the schedule of revenues and expenditures/expenses – rental motor vehicle tax, and the schedules of projects funded with special sales tax proceeds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2022 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.

Savannah, Georgia

June 2, 2022

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, 2021. 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 and deferred outflows of resources of the City exceeded its liabilities and deferred inflows at the close of 2021 by \$1,683,612,990 (net position). Of this amount, \$248,626,647 is unrestricted net position. The net investment in capital assets of \$1,276,552,297 is also a component of net assets at year end. Restricted net position totals \$158,434,046 and represents amounts that are subject to various restrictions. The deferred outflows of resources totaled \$25,502,777 at the close of 2021. Of this amount, \$22,964,022 was related to pensions and \$2,300,515 was related to post employment benefits other than pension (OPEB). Deferred inflows of resources totaled \$81,666,327 at the close of 2021 compared to \$57,982,303 at the close of 2020. Most of this amount was related to pensions (\$42,613,477) and OPEB (\$36,195,050).
- The government's total net position increased by \$99,938,977 during 2021. Approximately 80.1% of this increase is attributable to governmental activities. The remaining 19.9% is attributable to business-type activities, primarily the water and sewer utility.
- As of the close of 2021, the City's governmental funds reported combined ending fund balances of \$284,331,435, a decrease of \$40,236,060 from the year ended December 31, 2020. The decrease is mostly attributable to the expenditure of previously accumulated special purpose local option sales tax funds within the City's SPLOST 2014-2020 fund.
- The unassigned fund balance for the general fund at the end of 2021 was \$47,153,465 or 18.8% of total general fund expenditures and transfers-out for that year. For the year ended December 31, 2021, the total fund balance in the general fund increased \$2,481,431.
- The City's total long-term liabilities experienced a net decrease of \$1,702,720 during the 2021 fiscal year. Of this amount, \$10,215,551 was recognized as an increase in the governmental activities and \$11,918,271 was recognized as a decrease in the business-type activities. Changes in long term liability amounts resulted from a decrease in the City's net pension liability within both the governmental and business type activities. The overall net pension liability decreased by \$20,085,740 during 2021 compared to 2020. Of this total amount, a decrease of \$16,021,841 was recognized in the governmental activities and a decrease of \$4,063,899 was recognized in the business type activities. Also in 2021, the governmental-type activities recognized new long-term liabilities resulting from the issuance of the Downtown Savannah Authority, Series 2021 bonds. The proceeds (\$26,720,000) of this bond issue will be used to finance the construction and equipping of a road interchange and other improvements to support a proposed warehouse development located on the recently annexed Rockingham Farms tract.

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 15 - 16 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-two 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, SPLOST 2014-2020 and SPLOST 2020-2026 fund, which are considered to be major funds. Data from the other seventeen 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 17 -20 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 21 - 23 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 24 - 25 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 26 - 93 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 94 - 108 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 109 - 141 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 \$1,683,612,990 at the close of the most recent fiscal year.

The following table provides a comparative summary of the City's net position for 2021 and 2020:

	City of Savannah -- Net Position (\$000)					
	Governmental		Business-type		Total	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
Current and other assets	\$453,358	\$453,397	\$203,966	\$250,487	\$657,324	\$703,884
Capital assets	847,667	719,719	700,817	644,587	1,548,484	1,364,306
Total assets	<u>1,301,025</u>	<u>1,173,116</u>	<u>904,783</u>	<u>895,074</u>	<u>2,205,808</u>	<u>2,068,190</u>
Deferred outflows of resources	19,279	16,068	6,224	4,676	25,503	20,744
Total assets and deferred outflows of resources	<u>\$1,320,304</u>	<u>\$1,189,184</u>	<u>\$911,007</u>	<u>\$899,750</u>	<u>\$2,231,311</u>	<u>\$2,088,934</u>
Other liabilities	\$47,470	\$23,951	\$25,009	\$27,571	\$72,479	\$51,522
Long-term liabilities outstanding	168,272	158,057	225,780	237,698	394,052	395,755
Total liabilities	<u>215,742</u>	<u>182,008</u>	<u>250,789</u>	<u>265,269</u>	<u>466,531</u>	<u>447,277</u>
Deferred inflows of resources	62,475	45,114	18,692	12,868	81,167	57,982
Net position:						
Net investment in capital assets	776,053	674,725	500,499	440,312	1,276,552	1,115,037
Restricted	155,107	245,165	3,327	3,345	158,434	248,510
Unrestricted	110,927	42,172	137,700	177,956	248,627	220,128
Total net position	<u>1,042,087</u>	<u>962,062</u>	<u>641,526</u>	<u>621,613</u>	<u>1,683,613</u>	<u>1,583,675</u>
Total liabilities, deferred inflows of resources and net position	<u>\$1,320,304</u>	<u>\$1,189,184</u>	<u>\$911,007</u>	<u>\$899,750</u>	<u>\$2,231,311</u>	<u>\$2,088,934</u>

The largest portion of the City's net position (75.8% or \$1,276,552,297) 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 (9.4% or \$158,434,046) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (14.8% or \$248,626,647) 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 2021 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 \$99,938,977. About 80.1% of this increase is attributable to governmental activities mainly due to capital grants/contributions received in 2021. The remaining increase (19.9%) 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, 2021 and 2020:

City of Savannah - Changes in Net Position (\$000)						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 19,632	\$ 21,034	\$ 130,062	\$ 126,906	\$ 149,694	\$ 147,940
Operating grants and contributions	40,903	14,269		72	40,903	14,341
Capital grants and contributions	49,039	46,643	3,668	6,602	52,707	53,245
General revenues:						
Property taxes	84,431	79,722			84,431	79,722
General sales taxes	55,570	45,435			55,570	45,435
Other taxes	71,970	52,663			71,970	52,663
Grants and contributions not restricted as to use	2,958	2,367			2,958	2,367
Other	3,747	3,181	647	1,673	4,394	4,854
Total revenues	<u>328,250</u>	<u>265,314</u>	<u>134,377</u>	<u>135,253</u>	<u>462,627</u>	<u>400,567</u>
Expenses (net of indirect costs):						
Governance, strategic services and operations	19,455	22,540			19,455	22,540
Infrastructure and development	81,835	52,948			81,835	52,948
Public safety	86,712	101,258			86,712	101,258
Parks and recreation, tourism	25,192	19,777			25,192	19,777
Community services	13,380	13,232			13,380	13,232
Community development and workforce training	16,544	11,193			16,544	11,193
Interest on long-term debt	2,157	1,765			2,157	1,765
Water and sewer			71,622	64,537	71,622	64,537
Sanitation and solid waste disposal			24,863	25,822	24,863	25,822
Parking facilities			16,558	14,977	16,558	14,977
Civic center and golf course			4,371	5,643	4,371	5,643
Total expenses	<u>245,275</u>	<u>222,713</u>	<u>117,414</u>	<u>110,979</u>	<u>362,689</u>	<u>333,692</u>
Increase in net position before contributions and transfers	82,975	42,601	16,963	24,274	99,938	66,875
Transfers	(2,950)	(2,281)	2,950	2,281		
Change in net position	80,025	40,320	19,913	26,555	99,938	66,875
Net position - January 1	962,062	921,742	621,613	595,058	1,583,675	1,516,800
Net position - December 31	<u>\$ 1,042,087</u>	<u>\$ 962,062</u>	<u>\$ 641,526</u>	<u>\$ 621,613</u>	<u>\$ 1,683,613</u>	<u>\$ 1,583,675</u>

Governmental activities. Governmental activities increased the City's net position by \$80,025,487. Key elements of this increase are as follows:

- Capital grants and contributions were recognized in 2021 in the amount of \$49,038,778. Most of this revenue, \$36,365,565, was special purpose local option sales taxes received from Chatham County. An additional amount totaling \$4,641,213 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 received \$5,582,770 from the State of Georgia for road improvement projects during 2021.
- Property taxes increased by \$4,709,179 (5.9%) during the year as compared to 2020. This increase was mainly due to growth in the City's taxable digest, which increased by 6.6% in 2021 compared to the previous year. The City's 2021 millage rate of 12.739 mills was unchanged from the previous year's millage rate. Growth in the taxable digest has averaged 5.0% annual growth over the past 5 years. Much of the growth in the 2021 digest can be attributed to real estate development within the City, which increased by \$294,606,186 (5.5%) in taxable value compared to 2020. Personal property values increased in 2021 by a total taxable value of \$101,054,965 (15.9%) compared to 2020.
- General sales tax revenue collections totaled \$55,570,286 in 2021, an increase of 22.3% compared to 2020. This increase is reflective of increased taxable sales within the county driven by economic recovery as the COVID19 pandemic waned and tourism rebounded in the City. The City's percentage share of county-wide general sales tax revenues remained unchanged in 2021 with the City receiving 57.0% of sales tax collected within the county.
- Selective sales tax revenues increased in 2021 by \$17,969,370 (89.8%) compared to 2020. This increase is mostly attributable to increased tourist traffic for the City in 2021 compared to 2020, when the COVID19 pandemic curtailed much of the economic activity in the City for several months. Hotel/motel revenues increased by \$14,641,267 (110.1%). A year over year increase was also seen in excise taxes collected on liquor sold by the drink. The 2021 revenues from this source increased to \$2,689,244 up \$1,176,291 from 2020, which was a 77.7% increase.
- Unrestricted investment earnings in 2021 were \$73,739, which was \$862,883 (92.1%) lower than 2020. The average return on invested funds in 2021 was 0.01% compared to 0.05% in 2020.

For 2021, overall governmental activity expenses increased by \$22,562,547 (10.1%) as compared to 2020. In 2021, the public safety activity, which includes police, recorder's court and fire protection, experienced a net decrease in expenses of \$14,546,677 (14.4%). Within the public safety activity, expenses for police decreased by \$9,486,027 (15.2%), recorder's court decreased by \$448,565 (17.5%) and fire decreased by \$4,612,085 (12.7%) for 2021 as compared to 2020. Within the police activity, specific expense decreases occurred in patrol (\$1,228,019), training and recruitment (\$375,741) and criminal intelligence (\$456,501). Police activities with increased expenses in 2021 were the strategic investigative unit (\$393,178) and the police chief's office (\$233,694). Within the fire activity, expenses decreased by \$1,940,546 in management and logistics and increased by \$1,110,328 in fire operations.

The infrastructure and development activity, which includes the City's public works and building inspection functions, increased expenses by \$28,887,222 (54.6%) in 2021 compared to the previous year. Much of this increase (\$28,000,000) is attributable to a payment made to the Savannah Economic Development Authority (SEDA) for the construction of infrastructure improvements needed to support a new warehousing development at Rockingham Farms. Rockingham Farms was annexed into the City and is being developed with 10 million square feet of warehouse space. SEDA will use these funds to construct road improvements and extend water and sewer utilities to the property.

Tourism enhancement expenses were higher in 2021 by \$7,268,256 (92.4%) compared to the previous year. Most of this increase can be attributed to legal mandated payments made from the City's hotel/motel tax collections. State law requires that 33.3% of these collections be remitted to a destination marketing organization (DMO) for promoting Savannah as a tourism and convention destination. In 2021, payments to the DMO were \$9,314,097 compared to \$4,434,162 in

2020, an increase of \$4,879,935 (110.1%). State law requires that a portion of these collections be remitted to the Savannah International Trade and Convention Center (TCA). In 2021, payments to the TCA were \$3,737,818 compared to \$1,856,515 in 2020, an increase of \$1,881,303 (101.3%)

Expenses related to grant program and administration increased in 2021 by \$4,097,308 (173.4%) compared to 2020. During 2021, the City began serving as the fiscal agent for federal workforce investment act funds (WIOA) accounting for most of the increase. 2021 expenses related to WIOA grants were \$3,614,054.

Business-type activities. Business-type activities increased the City's net position by \$19,913,490. Key elements of this increase are as follows:

- Charges for services for business-type activities overall increased by \$3,155,321 or 2.5%. The water and sewer activity decreased charges for services by \$888,552 or 1.1% in 2021 as compared to 2020. This decrease is attributable to lower revenues received from new customers connecting to both the water and sewer systems. In 2021, total connection charges were \$3,478,269, which is lower than 2020 by \$2,466,055 or 41.5%. Charges for metered water and sewer sales were higher in 2021 by \$821,301 or 1.3%. The sanitation activity decreased charges for services by \$430,364 or 1.4%. The parking facilities activity increased charges for services by \$4,742,495 or 31.6%. Off-street parking charges increased in 2021 by \$2,643,747 or 35.0% compared to 2020. Off-street parking includes the City's parking garages and other surface parking lots. The City's Whitaker Street garage increased revenues by \$1,263,941 or 63.8% in 2021 compared to 2020. On-street parking meter revenues increased in 2021 by \$1,550,504 or 32.8% compared to 2020. These increases were the result of increased demand from both tourists and commuters as the effects of the COVID19 pandemic dissipated.
- Capital grants and contributions, associated with the water and sewer activity, in the amount of \$3,624,777 were recognized in 2021. 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 2021 by \$6,432,159, or 5.8%. The water and sewer activity increased expenses by \$7,083,025 (11.0%) in 2021, compared to 2020. The sanitation activity decreased expenses by \$959,132 (3.7%) in 2021, compared to 2020. The parking activity increased expenses by \$1,580,382 (10.6%) in 2021, compared to 2020. The civic center activity decreased expenses by \$1,290,084 (23.9%) in 2021, compared to 2020. Within the water and sewer activity for 2021, expense decreases were related to personal services in the amount of \$2,078,093 (10.9%). Expense increases were related to contractual services in the amount of \$7,853,186 (48.8%), commodities in the amount of \$177,793 (3.2%), internal services in the amount of \$408,350 (7.1%) and depreciation in the amount of \$703,714 (4.0%). Within the sanitation activity for 2021, expense increases were related to contractual services in the amount of \$5,294,598 (65.8%) and commodities in the amount of \$420,757 (34.4%). Expense decreases were related to personal services in the amount of \$1,395,778 (12.9%), landfill closure and post closure costs in the amount of \$1,826,023 (276.8%) and depreciation in the amount of \$3,425,088 (314.1%). Within the parking facilities activity for 2021, expense increases were related to contractual services in the amount of \$1,205,288 (35.1%) and depreciation in the amount of \$712,132 (28.7%). Expenses in the parking facilities activity were lower in 2021 for personal services by \$476,009 (14.6%). Overall expenses in the civic center activity were lower in 2021 compared to 2020 by \$1,254,922 (31.1%) due to decreases in personal services (\$651,215 or 70.7%), contractual services (\$408,611 or 26.8%) and commodities (\$133,150 or 55.4%).

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 2021 fiscal year, the City's governmental funds reported combined ending fund balances of \$284,331,435, a decrease of \$40,236,060 from the prior year end. Approximately 16.6% of the fund balance (\$47,117,938) is classified as unassigned. These funds are available for spending in future years without restrictions. The largest portion of fund balance, \$126,210,140 or 44.4% 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, \$113,244,245 is for SPLOST projects, \$3,702,026 is for tax allocation district projects, \$6,187,740 is for other capital projects, \$737,330 is for public safety purposes, \$1,599,052 is for debt service, \$333,528 is for downtown tourism and \$406,219 is for economic development purposes. The City's committed fund balance at year end was \$103,031,173. Committed fund balances represent amounts that have been constrained by the mayor and council for specific purposes. As of December 31, 2021, committed fund balance consisted of \$99,913,854 for other capital projects, \$1,378,046 for economic development projects and \$1,739,273 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 \$7,972,184.

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 \$47,153,465. 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 18.8% of total general fund expenditures plus transfers-out.

The fund balance of the City's general fund increased in 2021 by \$2,481,431. Key factors in this increase are as follows:

- Total general fund revenues increased by \$24,134,562 (13.0%) in 2021 compared to 2020 as the local economy recovered from the effects of the COVID19 pandemic.
- Property tax revenues increased by \$6,402,678 (8.2%) compared to the prior year.
- Revenues from general sales taxes increased by \$10,135,413 (22.3%) compared to the prior year.
- Investment income decreased by \$470,159 (92.8%) compared to the prior year. This reduction is reflective of lower yields on invested funds.
- Transfers in were higher by \$25,920,179 in 2021 compared to 2020. This increase is mainly attributable to transfers in from federal grant revenues recognized in other funds derived from the Coronavirus Local Fiscal Recovery Fund grant totaling \$27,795,624.

Overall total expenditures (and transfers out) of the general fund were \$251,331,031 in 2021, which is an increase of \$48,673,811 (24.0%) compared to 2020. Increases in expenditures for 2021 were experienced in municipal operations (\$560,653 or 2.7%), infrastructure and development (\$763,852 or 1.9%), parks and recreation (\$561,940 or 5.9%) and community services (\$1,386,055 or 10.7%). Decreases in expenditures for 2021 were experienced in governance and strategic services (\$1,900,301 or 24.8%) police (\$3,194,975 or 5.1%) and fire (\$839,791 or 2.4%).

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 2021, this fund expended \$7,800,793 on the City's community development program and its administration, which is an increase of \$599,534 or 8.3% from the prior year. During 2021, this fund received \$2,464,429 in transfers from the general fund to fund grant matches and other operational costs not funded by grants.

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 2021, the capital improvement fund received revenues which included \$5,632,136 from intergovernmental sources, investment income of \$15,401 and revenue from miscellaneous sources in the amount of \$23,885. During 2021, the capital improvement fund received transfers in from the general fund totaling \$53,158,200. The capital improvement fund expended \$24,010,810 for the construction of capital projects during 2021. As of the end of 2021, the capital improvement fund had a fund balance of \$106,101,594, 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. In 2021, the fund expended \$114,433,615 for the construction of capital projects. Of this amount, \$104,608,122 was expended on the construction of the City's new civic center arena, which is slated to open in early 2022. As of the end of 2021, the SPLOST 2014-2020 fund had a fund balance of \$56,009,008, 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 \$121,472,809, which is a decrease from the prior year of \$26,805,958. 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 negative \$502,948, a decrease of \$7,271,763 compared to 2020. Unrestricted parking services net position decreased by \$6,032,739 for 2021 and ended the year with a balance of \$17,769,432. Unrestricted net position for the civic center fund ended 2021 at a deficit balance of \$1,311,016, which was a decrease of \$145,363 from 2020. Unrestricted net position for the non-major enterprise funds at the end of 2021 was \$271,587 which is \$133 higher than the prior year end.

General Fund Budgetary Highlights

The difference between the 2021 original budget appropriations, including transfers out, and the 2021 final amended budget appropriation for expenditures and transfers out reflects an increase of \$36,244,499 which is 17.3%. Expenditure budgets were reduced in total by \$8,275,910 (4.1%). Significant expenditure budget amendments reflect reductions in the police budget of \$4,706,255 (7.4%), in the infrastructure and development budget of \$2,239,347 (4.9%) and in the parks and recreation budget of \$1,618,057 (13.1%). The community services expenditure budget was increased by \$1,723,968 (12.3%). Budgeted transfers out were increased in total by \$44,520,409. Budgeted transfers out to the capital improvement fund were increased by \$46,052,166 during 2021. Final budgeted revenues were \$12,611,853 (6.6%) higher than the adopted budget for 2021. Significant amendments to budgeted revenues include an increase of \$4,334,209 (5.5%) to property taxes and an increase of \$5,060,000 (10.6%) to general sales tax.

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, 2021, amounted to \$1,548,483,773 (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 \$184,178,254 (a \$127,947,700 net increase for governmental activities and a \$56,230,554 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 \$53,149,835 were completed or acquired during the year. The total value of governmental capital assets of all types still under construction at year end was \$302,890,980. A variety of street and drainage construction projects with a total value of \$11,415,032 were completed or acquired during the year. Machinery and other rolling stock valued at \$10,086,100 was placed into service during the year. Buildings and other improvements valued at \$30,761,115 were completed during the year.
- Various business-type plant capital asset projects, including land purchases, with a total value of \$74,044,162 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 \$252,287,161. Plants, buildings and other physical plant assets valued at \$25,573,733 were placed into service during the year. Improvements other than buildings valued at \$47,716,970 were completed during the year.

The following table summarizes the City's governmental activity and business-type activity capital assets by major category as of the end of 2021 and 2020:

City of Savannah - Capital Assets (\$000)						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 79,508	\$ 78,885	\$ 8,017	\$ 8,017	\$ 87,525	\$ 86,902
Plants and Buildings	125,581	97,841	783,050	757,495	908,631	855,336
Improvements other than buildings	106,989	103,968	88,433	40,716	195,422	144,684
Machinery, equipment and fixtures	146,452	140,694	44,214	43,683	190,666	184,377
Streets and drainage	558,197	546,782			558,197	546,782
Construction in progress	302,891	197,323	252,287	250,126	555,178	447,449
Less accumulated depreciation	(471,951)	(445,774)	(475,184)	(455,450)	(947,135)	(901,224)
Total	<u>\$847,667</u>	<u>\$719,719</u>	<u>\$700,817</u>	<u>\$644,587</u>	<u>\$1,548,484</u>	<u>\$1,364,306</u>

Additional information on the City's capital assets can be found in Notes to the Financial Statements Note 5 - Capital Assets on pages 60 - 63 of this report.

Long-term debt. At the end of year 2021, the City had total bonded debt outstanding of \$33,199,764 (net of unamortized premiums and discounts). In addition to bonded debt, the City also had outstanding notes of \$18,621,375, capital leases outstanding of \$1,297,564 and contractual obligations that secured bonds issued by certain public authorities (which are not part of the City entity) totaling \$231,873,532. All four types of debt obligations totaled \$284,992,235. Of this amount, \$90,184,123 comprises debt backed by the full faith and credit of the City and \$194,808,112 represents debt secured by specified revenue sources.

The following table summarizes outstanding debt of the City as of the end of 2021 and 2020:

City of Savannah - Outstanding Debt (\$000)						
(General obligation bonds, notes, revenue bonds and contractual obligations)						
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
General obligation bonds	\$ 4,975	\$ 5,685	\$ -	\$ -	\$ 4,975	\$ 5,685
Revenue bonds			19,105	21,891	19,105	21,891
Contractual obligations	83,912	56,911	157,082	160,243	240,994	217,154
Notes			18,621	19,351	18,621	19,351
Capital leases	1,298				1,298	
Total	<u>\$ 90,185</u>	<u>\$ 62,596</u>	<u>\$ 194,808</u>	<u>\$ 201,485</u>	<u>\$ 284,993</u>	<u>\$ 264,081</u>

As of the end of 2021, the City's total debt had increased by \$20,910,842 when compared to the amount outstanding at the end of 2020. During 2021, the City issued \$26,720,000 in new debt through the Savannah Economic Development Authority. Proceeds of the issue were used for construction of road and utility infrastructure at the Rockingham Farms warehouse development. The City entered into certain capital leases related to vehicles during 2021 that had a yearend value of \$1,297,564. In addition, certain debt amounts outstanding were reduced by the City meeting regularly scheduled debt service payments during 2021. 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 \$654,593,083. As of December 31, 2021, the City had outstanding general obligation bonded debt totaling \$4,975,000.

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 64 - 75 of this report.

Economic Factors and Next Year's Budgets and Rates

Economic conditions within Savannah have improved since the 2020 COVID19 pandemic. City revenues had a strong recovery in 2021 compared to 2020 and a continued strong economy is anticipated with the 2022 budget. In addition, federal grant infusions from the Coronavirus Local Fiscal Recovery Fund are included in the 2022 budget. Revenues such as sales tax and hotel/motel tax, which are driven by consumer spending, are being budgeted conservatively higher for 2022.

- The unemployment rate for the Savannah as of the end of 2021 was 2.3% compared to 6.0% as of the end of 2020. The unemployment rate for Savannah as of December 2021 was lower than that of the State of Georgia as a whole (3.3%). The national average as of December 2021 was 3.9%.
- The City's property tax digest value increased by 6.6% in 2021 compared to a 2.9% increase in 2020 and has increased on average 5.0% over the past five years.
- Hotel motel tax collections in 2021 were the highest on record and increased 110.1% in 2021 compared to 2020. This increase is indicative of the record number of visitors to Savannah post the COVID19 pandemic.

All of these factors were considered in preparing the City of Savannah's budget for the 2022 fiscal year. The 2022 adopted budget is balanced and includes a tentative property tax millage rate of 12.739 mills, which is unchanged from the final millage for 2021. In addition, no draw on the City's general fund reserves was necessary in order to balance the 2022 adopted budget.

2022 rates for city utilities are increased from 2021. Water and sewer rates increased 4.07% on a combined bill for the average inside city customer. Residential refuse rates, including curbside pickup and recycling services, increased by 2.0% going from \$35.88 per month in 2021 to \$36.60 per month in 2022.

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, 2021

	ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash and investments		\$ 217,491,341	\$ 153,435,799	\$ 370,927,140
Receivables (net)		36,823,546	27,525,154	64,348,700
Internal balances		(163,114)	163,114	
Inventories		1,815,260	5,892	1,821,152
Restricted assets:				
Cash and investments		152,457,520	14,413,907	166,871,427
Accounts receivable		519,862	1,511,720	2,031,582
Notes receivable, due within one year		1,794,974		1,794,974
Notes receivable, long term		21,653,317		21,653,317
Property held for resale		398,773		398,773
Net OPEB asset		20,566,897	6,909,972	27,476,869
Capital assets:				
Land and construction in progress		382,399,166	260,303,948	642,703,114
Other capital assets, net of depreciation		465,267,538	440,513,121	905,780,659
Total assets		1,301,025,080	904,782,627	2,205,807,707
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts from refunding of debt			238,240	238,240
Pension related deferred outflows		17,512,262	5,451,760	22,964,022
OPEB related deferred outflows		1,766,697	533,818	2,300,515
Total deferred outflows of resources		19,278,959	6,223,818	25,502,777
Total assets and deferred outflows of resources		\$ 1,320,304,039	\$ 911,006,445	\$ 2,231,310,484
LIABILITIES				
Accounts payable and accrued liabilities		\$ 37,790,104	\$ 10,057,658	\$ 47,847,762
Interest payable		808,699	2,178,316	2,987,015
Unearned lease revenue			2,500,000	2,500,000
Payable from restricted assets:				
Deposits		4,627,455	10,030,982	14,658,437
Interest payable			55,645	55,645
Unexpended grant proceeds		4,243,319		4,243,319
Current portion of debt payable			185,833	185,833
Long-term liabilities:				
Due within one year		17,548,566	9,428,984	26,977,550
Due in more than one year		102,747,367	202,382,072	305,129,439
Net pension liability due in more than one year		47,976,934	13,969,227	61,946,161
Total liabilities		215,742,444	250,788,717	466,531,161
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue from program income		2,317,709		2,317,709
Deferred amounts from refunding of debt		40,097		40,097
Pension related deferred inflows		32,821,170	9,792,307	42,613,477
OPEB related deferred inflows		27,295,508	8,899,542	36,195,050
Total deferred inflows of resources		62,474,484	18,691,849	81,166,333
NET POSITION				
Net investment in capital assets		776,053,041	500,499,256	1,276,552,297
Restricted for:				
Sales tax capital projects		113,193,367		113,193,367
Other capital projects		9,889,766		9,889,766
Community development		21,129,223		21,129,223
Economic development		406,219		406,219
Nonexpendable perpetual care		7,972,184		7,972,184
Debt service		841,231	3,326,759	4,167,990
Convention and tourism		333,528		333,528
Court technology fee		174,330		174,330
Other grants		1,167,439		1,167,439
Unrestricted		110,926,783	137,699,864	248,626,647
Total net position		1,042,087,111	641,525,879	1,683,612,990
Total liabilities, deferred inflows of resources and net position		\$ 1,320,304,039	\$ 911,006,445	\$ 2,231,310,484

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

**CITY OF SAVANNAH, GEORGIA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2021**

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	\$ 5,286,117	\$ -	\$ -	\$ -	\$ -	\$ (5,286,117)		\$ (5,286,117)
Municipal operations	20,884,918	(6,716,459)	4,087,215			(10,081,244)		(10,081,244)
Infrastructure and development	81,835,220		991,965	28,589,659	48,670,174	(3,583,422)		(3,583,422)
Police	53,006,901		2,286,640	1,691,957		(49,028,304)		(49,028,304)
Recorder's court	2,118,545		3,537,220			1,418,675		1,418,675
Fire	31,566,305	19,569	515,988	445,414		(30,624,472)		(30,624,472)
Parks and recreation	10,060,323		968,905	546,090		(8,545,328)		(8,545,328)
Tourism enhancement	15,131,446		1,695,155			(13,436,291)		(13,436,291)
Community services	13,379,793		5,207,591			(8,172,202)		(8,172,202)
Grant program and administration	6,460,911	200,852		5,350,761	363,604	(947,398)		(947,398)
Community development program and administration	9,462,969	419,090	341,688	4,279,206	5,000	(5,256,165)		(5,256,165)
Interest on long-term debt	2,157,196					(2,157,196)		(2,157,196)
Total governmental activities	<u>251,353,571</u>	<u>(6,076,948)</u>	<u>19,632,367</u>	<u>40,903,087</u>	<u>49,038,778</u>	<u>(135,702,391)</u>		<u>(135,702,391)</u>
Business-type activities:								
Water and sewer	68,485,878	3,135,419	79,242,373		3,624,777		\$ 11,245,853	11,245,853
Sanitation	23,959,609	903,043	30,284,981				5,422,329	5,422,329
Parking facilities	14,851,917	1,705,695	19,741,829				3,184,217	3,184,217
Civic center	3,771,283	332,791	792,498				(3,311,576)	(3,311,576)
Golf course	267,293				43,100		(224,193)	(224,193)
Total business-type activities	<u>111,335,980</u>	<u>6,076,948</u>	<u>130,061,681</u>		<u>3,667,877</u>		<u>16,316,630</u>	<u>16,316,630</u>
Total	<u>\$ 362,689,551</u>	<u>\$ -</u>	<u>\$ 149,694,048</u>	<u>\$ 40,903,087</u>	<u>\$ 52,706,655</u>	<u>(135,702,391)</u>	<u>16,316,630</u>	<u>(119,385,761)</u>
General Revenues:								
Taxes:								
Property taxes						84,431,340		84,431,340
Intangible, transfer and franchise taxes						22,625,704		22,625,704
General sales taxes						55,570,286		55,570,286
Selective sales taxes						37,987,420		37,987,420
Business taxes						11,357,397		11,357,397
Penalties and interest on delinquent taxes						933,522		933,522
Grants and contributions not restricted to specific programs						2,958,166		2,958,166
Investment earnings, unrestricted						73,739	72,871	146,610
Gain on sale of capital assets						923,336		923,336
Miscellaneous revenue						1,817,060		2,390,957
Transfers						(2,950,092)	2,950,092	
Total general revenues and transfers						<u>215,727,878</u>	<u>3,596,860</u>	<u>219,324,738</u>
Change in net position						<u>80,025,487</u>	<u>19,913,490</u>	<u>99,938,977</u>
Net position, beginning						<u>962,061,624</u>	<u>621,612,389</u>	<u>1,583,674,013</u>
Net position, ending						<u>\$ 1,042,087,111</u>	<u>\$ 641,525,879</u>	<u>\$ 1,683,612,990</u>

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

**CITY OF SAVANNAH, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

	GENERAL	COMMUNITY DEVELOPMENT	CAPITAL IMPROVEMENT	SPLOST 2014-2020	SPLOST 2020-2026	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>							
Cash and investments	\$ 97,309,692	\$ 1,515,461	\$ 45,644,423	\$ -	\$ -	\$ 3,736,249	\$ 148,205,825
Receivables, net	18,163,241	28,596				2,607,748	20,799,585
Due from other funds	2,505,787		57,825,799				60,331,586
Due from other governments	6,031,143	2,332,437			3,272,832	3,476,805	15,113,217
Restricted assets:							
Cash and investments		6,512	6,187,740	78,361,245	32,997,730	34,904,293	152,457,520
Receivables, net						398,183	398,183
Special assessment receivable, net						121,679	121,679
Notes receivable, long-term		23,448,291					23,448,291
Property held for resale						398,773	398,773
Total assets	<u>\$ 124,009,863</u>	<u>\$ 27,331,297</u>	<u>\$ 109,657,962</u>	<u>\$ 78,361,245</u>	<u>\$ 36,270,562</u>	<u>\$ 45,643,730</u>	<u>\$ 421,274,659</u>
<u>LIABILITIES</u>							
Accounts payable	\$ 4,857,088	\$ 238,979	\$ 3,556,368	\$ 22,352,237	\$ 6,375	\$ 3,219,952	\$ 34,230,999
Accrued liabilities	1,675,356						1,675,356
Due to other funds	57,825,799					2,668,901	60,494,700
Payable from restricted assets:							
Unexpended grant proceeds		3,638,880				604,439	4,243,319
Escrow deposits	4,620,943	6,512					4,627,455
Total liabilities	<u>68,979,186</u>	<u>3,884,371</u>	<u>3,556,368</u>	<u>22,352,237</u>	<u>6,375</u>	<u>6,493,292</u>	<u>105,271,829</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>							
Deferred revenue - other							
Unavailable property taxes	5,951,154						5,951,154
Unavailable program income	186,785	23,446,926				522,357	24,156,068
Unavailable grant proceeds						1,564,173	1,564,173
Total deferred inflows of resources	<u>6,137,939</u>	<u>23,446,926</u>				<u>2,086,530</u>	<u>31,671,395</u>
<u>FUND BALANCES</u>							
Nonspendable						7,972,184	7,972,184
Restricted			6,187,740	56,009,008	36,264,187	27,749,205	126,210,140
Committed	1,739,273		99,913,854			1,378,046	103,031,173
Unassigned	47,153,465					(35,527)	47,117,938
Total fund balance	<u>48,892,738</u>		<u>106,101,594</u>	<u>56,009,008</u>	<u>36,264,187</u>	<u>37,063,908</u>	<u>284,331,435</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 124,009,863</u>	<u>\$ 27,331,297</u>	<u>\$ 109,657,962</u>	<u>\$ 78,361,245</u>	<u>\$ 36,270,562</u>	<u>\$ 45,643,730</u>	<u>\$ 421,274,659</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, 2021**

Amounts reported for governmental activities on the Statement of Net Position (page 15) differs from the amount reported on the Balance Sheet for Governmental Funds because:

Total fund balances for Governmental Funds (page 17)	\$ 284,331,435
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	812,278,529
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.	(40,837,719)
Unavailable revenues are not available to pay for current-period expenditures and are not recognized as revenues at the fund level	29,353,686
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.	95,247,199
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	<u>(138,286,019)</u>
Net position of governmental activities (page 15)	<u><u>\$ 1,042,087,111</u></u>

CITY OF SAVANNAH, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	GENERAL	COMMUNITY DEVELOPMENT	CAPITAL IMPROVEMENT	SPLOST 2014-2020	SPLOST 2020-2026	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:							
Property taxes	\$ 84,535,038	\$ -	\$ -	\$ -	\$ -	\$ 700,154	\$ 85,235,192
Intangible, transfer and franchise taxes	22,625,711						22,625,711
General sales tax	55,570,286						55,570,286
Selective sales taxes	7,351,216					30,636,203	37,987,419
Business taxes	11,357,397						11,357,397
Penalties and interest on delinquent taxes	933,522						933,522
Licenses and permits	2,504,472						2,504,472
Inspection fees	4,644,406						4,644,406
Intergovernmental revenue	3,504,256	4,284,206	5,632,136		36,365,565	38,087,092	87,873,255
Charges for services	4,080,112	654,065				2,248,275	6,982,452
Indirect cost allocations	7,385,153						7,385,153
Fines and forfeitures	3,927,635						3,927,635
Investment income	36,447	170,270	15,401	66,788	7,377	13,434	309,717
Miscellaneous revenue	1,997,087	227,823	23,885			957,459	3,206,254
Total revenues	210,452,738	5,336,364	5,671,422	66,788	36,372,942	72,642,617	330,542,871
EXPENDITURES:							
Current:							
Governance and strategic services	5,765,701						5,765,701
Municipal operations	21,145,334						21,145,334
Infrastructure and development	40,750,302		28,000,000				68,750,302
Police	58,962,223					71,997	59,034,220
Recorder's court	2,345,006					73,236	2,418,242
Fire	33,638,743					529,517	34,168,260
Parks and recreation	10,085,924						10,085,924
Tourism enhancement	669,611					14,478,473	15,148,084
Social and cultural							
Community services	14,353,518						14,353,518
Grant program and administration						11,838,432	11,838,432
Community development program and administration		7,800,793				712,056	8,512,849
Debt Service:							
Principal					710,000	3,625,000	4,335,000
Interest and fiscal charges			750,385		135,595	1,751,083	2,637,063
Bond issuance costs			588,473				588,473
Capital outlay			24,010,810			1,747,949	25,758,759
Capital outlay - SPLOST funded				114,433,615	3,975,319	1,698,518	120,107,452
Total expenditures	187,716,362	7,800,793	53,349,668	114,433,615	4,820,914	36,526,261	404,647,613
Excess (deficiency) of revenues over (under) expenditures	22,736,376	(2,464,429)	(47,678,246)	(114,366,827)	31,552,028	36,116,356	(74,104,742)
OTHER FINANCING SOURCES (USES):							
Transfers in	42,545,380	2,464,429	53,158,200			12,758,558	110,926,567
Transfers out	(63,614,669)					(45,379,912)	(108,994,581)
Debt issuance			26,720,000				26,720,000
Premium on bond debt			4,402,352				4,402,352
Sale of capital assets	814,344						814,344
Total other financing sources (uses)	(20,254,945)	2,464,429	84,280,552			(32,621,354)	33,868,682
Net change in fund balances	2,481,431		36,602,306	(114,366,827)	31,552,028	3,495,002	(40,236,060)
Fund balances, beginning of year	46,411,307		69,499,288	170,375,835	4,712,159	33,568,906	324,567,495
Fund balances, end of year	\$ 48,892,738	\$ -	\$ 106,101,594	\$ 56,009,008	\$ 36,264,187	\$ 37,063,908	\$ 284,331,435

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, 2021**

Amounts reported for governmental activities in the Statement of Activities (page 16) are different because:

Net change in fund balances - total governmental funds (page 19)	\$ (40,236,060)
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.	122,148,686
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.	4,349,653
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(2,801,060)
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.	(26,283,973)
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.	12,362,330
Internal service funds are used by management to charge costs of fleet management, information services, and risk management to individual funds.	7,904,739
The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>2,581,172</u>
Change in net position of governmental activities (page 16)	<u><u>\$ 80,025,487</u></u>

CITY OF SAVANNAH, GEORGIA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2021

	ENTERPRISE FUNDS							INTERNAL
	WATER AND SEWER	SANITATION	PARKING SERVICES	CIVIC CENTER	NONMAJOR ENTERPRISE FUNDS	TOTALS	SERVICE FUNDS	
<u>ASSETS</u>								
ASSETS								
Current assets:								
Cash and investments	\$ 115,714,870	\$ 14,376,917	\$ 21,998,880	\$ 1,073,545	\$ 271,587	\$ 153,435,799	\$ 69,285,516	
Receivables, net	19,561,722	7,552,366	16,050	395,016		27,525,154	910,744	
Due from other funds				163,114		163,114		
Inventories				5,892		5,892	1,815,260	
Total current assets	135,276,592	21,929,283	22,014,930	1,637,567	271,587	181,129,959	72,011,520	
Noncurrent assets:								
Restricted assets:								
Cash and investments	6,240,713		1,092,395	7,080,799		14,413,907		
Accounts receivable				1,511,720		1,511,720		
Net OPEB asset	3,635,967	2,237,512	760,096	276,397		6,909,972		
Capital assets:								
Land	3,089,210	1,910,772	817,709	606,537	1,592,559	8,016,787		
Plant, buildings, stations, reservoirs, etc	675,659,077	1,455,453	84,032,153	20,388,267	1,514,735	783,049,685	2,479,758	
Improvements, other than buildings		30,234,195	48,815,269	2,084,288	7,299,657	88,433,409	610,615	
Machinery and equipment	9,996,388	22,661,392	7,676,235	2,389,190	54,443	42,777,648	107,310,576	
Machinery and equipment under capital lease							1,327,494	
Other capital assets				1,431,496	4,692	1,436,188		
Less accumulated depreciation	(361,302,837)	(45,104,429)	(42,200,067)	(21,571,472)	(5,005,004)	(475,183,809)	(76,340,268)	
Construction in progress	126,352,298	30,229,438	43,712,346	51,993,079		252,287,161		
Total noncurrent assets	463,670,816	43,624,333	144,706,136	66,190,301	5,461,082	723,652,668	35,388,175	
Total assets	598,947,408	65,553,616	166,721,066	67,827,868	5,732,669	904,782,627	107,399,695	
<u>DEFERRED OUTFLOWS OF RESOURCES</u>								
Deferred amounts from refunding of debt	124,775		113,465			238,240		
Pension related deferred outflows	3,518,781	1,399,887	438,615	94,477		5,451,760		
OPEB related deferred outflows	294,605	163,922	58,737	16,554		533,818		
Total deferred outflows of resources	3,938,161	1,563,809	610,817	111,031		6,223,818		
Total assets and deferred outflows of resources	\$ 602,885,569	\$ 67,117,425	\$ 167,331,883	\$ 67,938,899	\$ 5,732,669	\$ 911,006,445	\$ 107,399,695	
<u>LIABILITIES</u>								
Current liabilities:								
Accounts payable	\$ 7,798,933	\$ 937,390	\$ 1,008,090	\$ 313,245	\$ -	\$ 10,057,658	\$ 1,883,749	
Interest payable		112,480	1,502,947	562,889		2,178,316		
Unearned lease revenue				2,500,000		2,500,000		
Current portion of contractual obligations			3,590,000	585,000		4,175,000		
Current portion of notes and bonds payable	2,927,548	1,025,000				3,952,548		
Current portion of compensated absences	763,540	368,208	139,688	30,000		1,301,436	234,218	
Current portion of claims and judgments payable							4,250,531	
Current obligation under capital leases							265,499	
Total current liabilities	11,490,021	2,443,078	6,240,725	3,991,134		24,164,958	6,633,997	
Noncurrent liabilities:								
Payable from restricted assets:								
Customer deposits	2,688,460			7,342,522		10,030,982		
Interest payable	55,645					55,645		
Current portion of revenue bonds payable	185,833					185,833		
Contractual obligations			99,969,617	43,817,356		143,786,973		
Notes payable	17,737,994					17,737,994		
Revenue bonds payable, net of discount	16,874,764	8,095,000				24,969,764		
Compensated absences	784,851	710,568	70,973	13,022		1,579,414	212,707	
Accrued landfill closure costs		14,307,927				14,307,927		
Claims and judgments							4,273,727	
Obligations under capital leases							1,032,065	
Net pension liability due in more than one year	7,990,261	4,282,466	1,322,433	374,067		13,969,227		
Total noncurrent liabilities	46,317,808	27,395,961	101,363,023	51,546,967		226,623,759	5,518,499	
Total liabilities	57,807,829	29,839,039	107,603,748	55,538,101		250,788,717	12,152,496	
<u>DEFERRED INFLOWS OF RESOURCES</u>								
Pension related deferred inflows	5,095,683	2,977,688	1,113,226	605,710		9,792,307		
OPEB related deferred inflows	4,744,634	2,819,978	978,949	355,981		8,899,542		
Total deferred inflows of resources	9,840,317	5,797,666	2,092,175	961,691		18,691,849		
<u>NET POSITION</u>								
Net investment in capital assets	410,437,855	31,983,668	39,866,528	12,750,123	5,461,082	500,499,256	34,090,611	
Restricted for:								
Debt service	3,326,759					3,326,759		
Unrestricted	121,472,809	(502,948)	17,769,432	(1,311,016)	271,587	137,699,864	61,156,588	
Total net position	535,237,423	31,480,720	57,635,960	11,439,107	5,732,669	641,525,879	95,247,199	
Total liabilities, deferred inflows of resources and net position	\$ 602,885,569	\$ 67,117,425	\$ 167,331,883	\$ 67,938,899	\$ 5,732,669	\$ 911,006,445	\$ 107,399,695	

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, 2021

	ENTERPRISE FUNDS						INTERNAL
	WATER AND SEWER	SANITATION	PARKING SERVICES	CIVIC CENTER	NONMAJOR ENTERPRISE FUNDS	TOTALS	SERVICE FUNDS
OPERATING REVENUES:							
Metered sales	\$ 65,092,407	\$ -	\$ -	\$ -	\$ -	\$ 65,092,407	\$ -
Charges for services	13,864,879	30,284,981				44,149,860	25,033,993
Rental fees	285,087		19,741,829	474,384		20,501,300	
Recreation fees				318,114		318,114	
Risk management fees							41,885,085
Miscellaneous	133,771	257,807	182,319			573,897	
Total operating revenues	79,376,144	30,542,788	19,924,148	792,498		130,635,578	66,919,078
OPERATING EXPENSES:							
Personal services	16,980,639	9,450,633	2,773,555	269,993		29,474,820	
Contractual services	23,935,904	13,335,732	4,642,134	1,115,466		43,029,236	
Commodities	5,782,976	1,642,261	229,252	107,021		7,761,510	
Internal service	6,134,496	3,648,012	2,172,730	542,627		12,497,865	
Landfill closure and post closure care		(1,166,335)				(1,166,335)	
Depreciation	18,083,914	(2,334,783)	3,193,785	740,919	267,293	19,951,128	7,913,836
Central garage							6,266,004
Information services							10,391,518
Risk management							34,442,981
Total operating expenses	70,917,929	24,575,520	13,011,456	2,776,026	267,293	111,548,224	59,014,339
Operating Income (Loss)	8,458,215	5,967,268	6,912,692	(1,983,528)	(267,293)	19,087,354	7,904,739
NONOPERATING REVENUES (EXPENSES):							
Interest earned	58,249	9,350	4,463	676	133	72,871	31,115
Interest expense	(706,094)	(287,132)	(3,624,672)	(1,360,908)		(5,978,806)	(2,927)
Gain (loss) on disposal of assets			112,038			112,038	400,552
Debt issuance costs			(1,000)			(1,000)	
Amortization	2,726		79,516	32,860		115,102	
Total nonoperating revenues (expenses)	(645,119)	(277,782)	(3,429,655)	(1,327,372)	133	(5,679,795)	428,740
Income (loss) before contributions and transfers	7,813,096	5,689,486	3,483,037	(3,310,900)	(267,160)	13,407,559	8,333,479
CAPITAL CONTRIBUTIONS	8,394,817				43,100	8,437,917	2,152,432
TRANSFERS IN	403,101			3,757,510		4,160,611	
TRANSFERS OUT	(4,912,283)	(1,180,314)				(6,092,597)	
Change in net position	11,698,731	4,509,172	3,483,037	446,610	(224,060)	19,913,490	10,485,911
Total net position - beginning	523,538,692	26,971,548	54,152,923	10,992,497	5,956,729	621,612,389	84,761,288
Total net position - ending	\$ 535,237,423	\$ 31,480,720	\$ 57,635,960	\$ 11,439,107	\$ 5,732,669	\$ 641,525,879	\$ 95,247,199

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

CITY OF SAVANNAH, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	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	\$ 79,345,975	\$ 30,542,788	\$ 19,924,148	\$ 1,177,938	\$ -	\$ 130,990,849	\$ -
Cash received from other funds for services							25,033,993
Cash received for services and fees							41,885,085
Cash paid to suppliers	(32,461,875)	(17,963,849)	(6,684,003)	(3,461,491)		(60,571,218)	(16,477,446)
Cash paid to employees	(18,845,470)	(10,723,683)	(3,259,383)	(551,729)		(33,380,265)	
Cash paid for supplies and insurance							(36,759,706)
Net cash provided (used) by operating activities	28,038,630	1,855,256	9,980,762	(2,835,282)		37,039,366	13,681,926
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES:							
Transfers in	403,101			3,757,510		4,160,611	
Transfers out	(4,912,283)	(1,180,314)				(6,092,597)	
Net cash provided (used) by non capital financing activities	(4,509,182)	(1,180,314)		3,757,510		(1,931,986)	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Capital lease issuance							1,327,494
Issuance costs, premiums and discounts on issuance of bonds			(1,000)	(1,368,033)		(1,369,033)	
Principal paid on long-term debt	(3,479,235)	(995,000)	(1,465,000)	(570,000)		(6,509,235)	(29,930)
Interest paid	(711,771)	(299,405)	(3,572,017)			(4,583,193)	(2,927)
Sale of equipment	129,719		239,575	484,970		854,264	450,050
Acquisition and construction of capital assets	(43,953,705)	(5,865,845)	(18,666,440)			(68,485,990)	(7,260,258)
Net cash used by capital and related financing activities	(48,014,992)	(7,160,250)	(23,464,882)	(1,453,063)		(80,093,187)	(5,515,571)
CASH FLOWS FROM INVESTING ACTIVITIES:							
Investment income	58,249	9,350	4,463	676	133	72,871	31,115
Net cash provided by investing activities	58,249	9,350	4,463	676	133	72,871	31,115
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(24,427,295)	(6,475,958)	(13,479,657)	(530,159)	133	(44,912,936)	8,197,470
CASH AND CASH EQUIVALENTS, JANUARY 1 (INCLUDING RESTRICTED ACCOUNTS OF \$30,843,164 IN 2020)	146,382,878	20,852,875	36,570,932	8,684,503	271,454	212,762,642	61,088,046
CASH AND CASH EQUIVALENTS, DECEMBER 31 (INCLUDING RESTRICTED ACCOUNTS OF \$14,413,907 IN 2021)	\$ 121,955,583	\$ 14,376,917	\$ 23,091,275	\$ 8,154,344	\$ 271,587	\$ 167,849,706	\$ 69,285,516
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:							
Operating income (loss)	\$ 8,458,215	\$ 5,967,268	\$ 6,912,692	\$ (1,983,528)	\$ (267,293)	\$ 19,087,354	\$ 7,904,739
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	18,083,914	(2,334,783)	3,193,785	740,919	267,293	19,951,128	7,913,836
Change in assets and liabilities:							
(Increase) decrease in receivables	4,230,001	3,004,242	(14,212)	(1,695,068)		5,524,963	(58,867)
(Increase) in prepaid items and inventories				(1,309)		(1,309)	(270,559)
Increase (decrease) in accounts and other payables	(927,365)	(3,527,196)	366,623	321,510		(3,766,428)	595,016
(Decrease) in net pension liability and OPEB obligation	(1,806,135)	(1,254,275)	(478,126)	(217,806)		(3,756,342)	
(Decrease) in claims and judgments payable							(2,402,239)
Net cash provided (used) by operating activities	\$ 28,038,630	\$ 1,855,256	\$ 9,980,762	\$ (2,835,282)	\$ -	\$ 37,039,366	\$ 13,681,926
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:							
Contributions of capital assets from developers/other entities	\$ 8,394,817	\$ -	\$ -	\$ -	\$ 43,100	\$ 8,437,917	\$ 2,152,432

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, 2021**

	PENSION (AND OTHER EMPLOYEE BENEFITS) TRUST FUNDS	CUSTODIAL FUNDS
<u>ASSETS</u>		
Cash and cash equivalents	\$ 6,457,350	\$ 679,419
Accrued income	377,205	
Accounts receivable:		
From employer	16,043	
From participants	61,053	
Investments, at fair value:		
U.S. government obligations	94,582,477	
Foreign corporate bonds	2,967,318	
Domestic corporate bonds	49,700,223	
Domestic equities	323,829,921	
International equities	88,802,613	
Real estate fund	67,474,750	
Total investments	<u>627,357,302</u>	
 Total assets	 <u>634,268,953</u>	 <u>679,419</u>
<u>LIABILITIES AND NET POSITION</u>		
Liabilities:		
Accounts payable	<u>616,437</u>	<u>421,112</u>
Total liabilities	<u>616,437</u>	<u>421,112</u>
Net position:		
Restricted for:		
Pensions	514,103,521	
Post employment benefits other than pensions	119,548,995	
Individuals		258,307
Total net position	<u>\$ 633,652,516</u>	<u>\$ 258,307</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, 2021

	PENSION (AND OTHER EMPLOYEE BENEFITS) TRUST FUNDS	CUSTODIAL FUNDS
ADDITIONS		
Contributions		
Employer	\$ 12,917,917	\$ -
Plan members	9,971,958	562,723
Fines and forfeitures collected for other governments		6,878,300
Total contributions	<u>22,889,875</u>	<u>7,441,023</u>
Investment income		
Interest	1,924,892	
Dividends	2,824,500	
Real estate net income	15,558,213	
Net appreciation (depreciation) in fair value of investments	<u>59,521,376</u>	
Total investment income	79,828,981	
Less investment expense	<u>2,460,195</u>	
Net investment income (loss)	<u>77,368,786</u>	
Total additions	<u>100,258,661</u>	<u>7,441,023</u>
DEDUCTIONS		
Benefits	38,838,451	542,063
Refunds of contributions	2,731,534	
Payments of fines and forfeitures to other governments		6,878,300
Administrative expense	<u>569,562</u>	<u>14,010</u>
Total deductions	<u>42,139,547</u>	<u>7,434,373</u>
Change in net position	58,119,114	6,650
Net position:		
Beginning of year - January 1	<u>575,533,402</u>	<u>251,657</u>
End of year - December 31	<u><u>\$ 633,652,516</u></u>	<u><u>\$ 258,307</u></u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2021

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, 2021. 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 (CONTINUED)

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 (CONTINUED)

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, SPLOST 2014-2020 Fund and the SPLOST 2020-2026 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 SPLOST tax collections commenced on October 1, 2014 and expired 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.
- (e) SPLOST 2020 – 2026 Fund – This fund accounts for special purpose local option sales tax resources provided to the City by Chatham County in accordance with a 2019 Special Purpose Local Option Sales Tax referendum, which was passed on a county-wide basis. The current SPLOST commenced on October 1, 2020 and expires on September 30, 2026. 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 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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- (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.

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."

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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.

(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

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

(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 (CONTINUED)

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 \$812,278,529 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	\$ 3,892,012
- Net difference between projected and actual earnings on investments	(30,074,456)
- Changes of assumptions	1,919,317
- Net change in proportionate share	248,141
- Contributions subsequent to the measurement date	8,706,078

Related to OPEB:

- Net differences between expected and actual experience	\$ (423,019)
- Changes of assumptions	(17,433,870)
- Net difference between projected and actual earnings on investments	(8,237,478)
- Contributions subsequent to the measurement date	565,556
	<u>\$ (40,837,719)</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 \$6,137,939 related to taxes, \$1,564,173 related to grant reimbursement receivables, \$121,679 related to special assessment receivables, \$280,178 related to cemetery receivables, and \$21,249,717 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(assets) 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	\$ (83,911,559)
Deferred gain on bond refunding	(40,097)
General obligation bonds payable	(4,975,000)
Compensated absences payable	(21,140,627)
Net pension liability	(47,976,934)
Net OPEB asset	20,566,897
Accrued interest payable	(808,699)
	<u>\$ (138,286,019)</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 \$144,663,730.
- (2) Depreciation expense during the year recorded on the government-wide statements but not on the fund financial statements was \$22,515,044.
- (3) The net effect of various miscellaneous transactions involving capital assets during the year was \$4,349,653; this amount represents the value of assets donated to the City of \$4,641,213 and the book value of assets disposed of during the year of \$291,560.
- (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	\$ (803,852)
Federal grants	(1,447,116)
Other items	(550,092)
	<u>\$ (2,801,060)</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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	\$ 3,625,000
GO bonds	710,000
Amortization	503,379
Debt issuance	(31,122,352)
	<u>\$(26,283,973)</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 \$12,362,330 are as follows:

Net OPEB expense	\$ 5,199,243
Net pension expense	8,217,828
Compensated absences	(1,031,229)
Accrued interest	<u>(23,512)</u>
	<u>\$ 12,362,330</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 and the OPEB 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, 2021, all 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, 2021:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 Debt	\$ 22,688,384	\$ -	\$ 60,407,946	\$ -
Corporate Bonds		1,197,840	30,523,238	
Domestic Stocks	152,139,677	104,256,477		5,975,433
International Stocks	73,828,917	3,912,755		
Real Estate	51,241,650		2,584,995	
<i>OPEB Trust Fund:</i>				
US Government/Agency Debt	11,486,147			
Domestic Corporate Bonds	20,946,463			
Domestic Stocks	61,458,334			
International Stocks	11,060,941			
Real Estate	13,648,105			
Total Investments	<u>\$418,498,618</u>	<u>\$ 109,367,072</u>	<u>\$ 93,516,179</u>	<u>\$ 5,975,433</u>

Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets that the City could access. Level 2 inputs are based on quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are observable. Level 3 inputs are valued using valuation methodologies including pricing models and discounted cash flow models. Level 3 valuations incorporate subjective judgements and consider assumptions including capitalization rates, discount rates, cash flows and other factors that are not observable in the market.

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, 2021, the investments of the Primary Government, the City of Savannah Employees' Retirement Plan, and the City of Savannah Employees' OPEB 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	\$476,342,748	\$476,342,748	\$ -	\$ -	\$ -
Pension Trust Fund:						
US Government/Agency Securities	Aaa	60,407,947	4,986,317	34,937,389	4,380,249	16,103,992
Corporate Bonds						
Various	A	5,846,921	623,174	1,011,820	1,309,867	2,902,060
Various	Aa	2,250,782		1,605,690	309,348	335,744
Various	Aaa	3,759,264	736,676	2,555,366		467,222
Various	Ba	750,578		168,028		582,550
Various	Baa	17,285,834	288,942	1,143,826	1,540,521	14,312,545
Various	Private Placement/Not Rated	629,858	138,289			491,569
US Government/Agency Securities Funds	NR	22,688,384				
Corporate Bond Funds	NR	1,197,840				
Domestic Stock Funds	NR	262,371,587				
International Stock Funds	NR	77,741,672				
Real Estate Investment Trust	NR	53,826,645				
OPEB Trust Fund:						
US Government/Agency Securities Funds	NR	11,486,147				
Domestic Corporate Bond Funds	NR	20,946,463				
Domestic Stock Funds	NR	61,458,334				
International Stock Funds	NR	11,060,941				
Real Estate Investment Trust	NR	13,648,105				
Total Investments		\$1,103,700,050	\$483,116,146	\$41,422,119	\$7,539,985	\$35,195,682

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 (CONTINUED)

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, 2021, the City had investments of \$476,342,748 in Georgia Fund 1, which reported a weighted average maturity on its entire portfolio of 46 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, 2021, 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, 2021 the City's OPEB Trust Fund had less than one percent 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 \$77,741,672 and \$2,967,318 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 \$11,060,941 as of year end. 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	40%	30% to 55%
Non U.S. Equities	20%	5% to 25%
Fixed Income Debt Obligations	25%	17.5% to 42.5%
Real Estate	5%	0% to 10%
Private Equity	10%	0% to 15%

The City's 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 (CONTINUED)

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	\$ 370,927,140
Restricted cash	166,871,427
Trust and custodial funds	<u>634,494,071</u>
Total	<u>\$ 1,172,292,638</u>

Notes to financial statements:

Cash on Hand	\$ 66,300
Deposits	68,526,288
Investments	<u>1,103,700,050</u>
Total	<u>\$ 1,172,292,638</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	\$ 484,091,521	\$ 422,145,360	\$ 61,946,161	\$ 22,964,022	\$ 42,613,477	\$ 612,092
Peace Officers' Annuity and Benefit Fund of Georgia (POAB)						408,931
Georgia Firefighters' Pension Fund (GFFP)						1,222,761
	<u>\$ 484,091,521</u>	<u>\$ 422,145,360</u>	<u>\$ 61,946,161</u>	<u>\$ 22,964,022</u>	<u>\$ 42,613,477</u>	<u>\$ 2,243,784</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 (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

As of December 31, 2019, employee membership data related to the pension plan was as follows:

Retirees and beneficiaries currently receiving benefits	1,572
Terminated employees entitled to benefits but not yet receiving them	202
Active members	<u>2,370</u>
Total	<u>4,144</u>

The Plan's audited financial statements are included in the City's annual comprehensive 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 10.78%. In 2021, contributions to the COSERP by the City of Savannah were \$10,895,207. The contributions paid by City employees totaled \$6,898,633 in 2021. The total payroll for City employees covered under the COSERP for the year ended December 31, 2021 was \$97,364,151. The projected unit credit method is used to determine contributions.

Investments

Investment Policy. The Plan's policy regarding 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, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	40.00%
International equity	12.50
Fixed Income	20.00
Core Real Estate	5.00
Short-term	5.00
Private Equity (including non-Core Real Estate)	10.00
Emerging Markets	7.50
Total	<u>100.00%</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, 2021, the annual money weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.28 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 (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

Net Pension Liability

Net components of the net pension liability of the COSERP at December 31, 2020, were as follows:

Total pension liability	\$ 537,301,853
Plan fiduciary net position	468,546,699
Employers' net pension liability	<u>\$ 68,755,154</u>

Plan fiduciary net position as a percentage of the Total Pension Liability 87.20%

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	\$ 513,454,583	\$ 420,685,698	\$ 92,768,885
Changes for the Year:			
Service cost	11,805,608		11,805,608
Interest expense	38,145,085		38,145,085
Differences between expected and actual experience	1,762,039		1,762,039
Changes of assumptions	5,452,648		5,452,648
Contributions--employer		11,243,151	(11,243,151)
Contributions--employee		7,903,062	(7,903,062)
Net investment income		62,207,444	(62,207,444)
Benefits paid, including refunds of member contributions	(33,318,110)	(33,318,110)	
Plan administrative expenses		(174,546)	174,546
Net Changes	<u>23,847,270</u>	<u>47,861,001</u>	<u>(24,013,731)</u>
Balances - end of year	<u>\$ 537,301,853</u>	<u>\$ 468,546,699</u>	<u>\$ 68,755,154</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

The actuarial assumptions used in the January 1, 2020 valuation were based on the results of the last actuarial experience study which examined the period January 1, 2015 through December 31, 2019. The net pension liability is based on an actuarial valuation dated January 1, 2020, upon which update procedures were used to roll forward the total pension liability to the year end of December 31, 2020. The actuarial cost method used to calculate the total pension liability was entry age.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of January 1, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

- | | |
|------------------------------|-------------------------------------------------------------------|
| • Inflation | 2.75% |
| • Salary increases | Varies by age |
| • Investment rate of return | 7.25% |
| • 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 Pri-2012 Employee Amount-weighted Mortality Table; projected generationally with 60% of Scale SSA-2020. For healthy annuitants of the Plan, mortality rates were based on the Pri-2012 Healthy Retiree Amount-weighted Mortality Table, multiplied times 1.25; projected generationally with 60% of Scale SSA-2020. For disabled annuitants, mortality rates were based on the Pri-2012 Disabled Retiree Amount-weighted Mortality Table, multiplied times 1.25; projected generationally with 60% of Scale SSA-2020.

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 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:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

Asset Class	Long-Term Expected Real Rate of Return
Domestic equity	6.55%
International equity	7.30%
Fixed Income	0.40%
Core Real Estate	3.65%
Short-term	-0.20%
Private Equity (including non-Core Real Estate)	10.55%
Emerging Markets	9.20%
Total	5.53%

Discount Rate. The discount rate used to measure the total pension liability was 7.25% as of December 31, 2020. The projection of cash flows used to determine the discount rate assumed plan member 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 employer contributions that are intended to fund benefits for 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 Fiduciary Net Position (FNP) 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, 2020.

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, 2020, calculated using the discount rate of 7.25%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 132,185,720	\$ 68,755,154	\$ 16,042,270

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

At December 31, 2021, the City of Savannah reported a liability of \$61,946,161 for its proportionate share of the net pension liability of the COSERP. The net pension liability was measured as of December 31, 2020 and determined based on the total pension liability from the actuarial valuation as of

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

January 1, 2020. The City's proportion of the net pension liability was based on the fiscal 2020 employer contributions into the Plan. In 2020, the City of Savannah was allocated a proportional share of 90.10% of the net pension liability compared to a share of 88.43% for 2019.

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 reported as of December 31, 2021, calculated using the discount rate of 7.25%, 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 (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount (7.25%)	1% Increase (8.25%)
City of Savannah's proportional share of net pension liability	\$ 119,095,042	\$ 61,946,161	\$ 14,453,564

For the year ended December 31, 2021, the City recognized pension expense of \$612,092. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion and differences between employer's contributions and proportionate share of contributions	\$ 1,559,718	\$ 1,244,107
Net difference between projected and actual earnings on pension plan investments		38,251,703
Changes of assumptions or other inputs	3,684,494	1,243,315
Difference between expected and actual experience in the total pension liability	5,940,982	990,731
Employer contributions made subsequent to the measurement date	10,895,207	
Change in proportion	883,621	883,621
Total	\$ 22,964,022	\$ 42,613,477

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

\$10,895,207 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, 2022. 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, 2022	(\$8,812,042)
December 31, 2023	(4,345,383)
December 31, 2024	(11,262,884)
December 31, 2025	(6,124,353)
December 31, 2026 and Thereafter	-
Net balance of deferred outflows/(inflows) of resources	<u>(\$30,544,662)</u>

(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 of the POAB plan totals \$469,419 and the Georgia Firefighters' plan totals \$5,117,928. The State revenue and pension expense of the plans total \$408,931 for the POAB and \$1,222,761 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, 2020, was \$25.15 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

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

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 or 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.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019.

Actuarial Assumptions. The collective total pension liability was determined by an actuarial valuation as of June 30, 2019, 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 adjustments and generational mortality projection using the MP-2019 scale for healthy lives and the RP-2014 Disabled Retiree Mortality Table with generational mortality projection using the MP-2019 scale for disabled lives.

The actuarial assumptions used in the June 30, 2019 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 6.5% using a building block method 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

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

weighting the expected ten-year geometric real rates of return by the target asset allocation percentage, and then adding expected inflation and the impact of rebalancing and diversification by the Fund's investment consultant. 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 consultant.

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 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, 2020 is \$940 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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

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.

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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

Actuarial Assumptions. The total pension liability was determined based on an actuarial valuation as of June 30, 2020, 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, 2020 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. Finally, the arithmetic portfolio expected rate of return is converted into a geometric expected return using assumed asset class standard deviations and correlations.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 4 - PENSION PLANS (CONTINUED)

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

Asset Class	Target Allocation	Long-term expected real rate of return
Investment grade corporate credit	12.00 %	2.05 %
Mortgage backed securities	12.00	1.07
Core bonds	10.50	1.02
Large cap equities	15.50	5.23
Small/mid cap equities	15.50	6.18
International unhedged equities	13.00	6.07
Emerging international equities	6.50	9.63
Private equity	5.00	10.39
Real estate (core)	5.00	4.05
Real assets (liquid)	5.00	4.11
	<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 2020. 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 2021.

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, 2021

	EMPLOYEES' RETIREMENT		
	PENSION TRUST	OLD PENSION TRUST	TOTAL
<u>ASSETS</u>			
Cash and cash equivalents	\$ 5,114,739	\$ 194,308	\$ 5,309,047
Accrued income	377,205		377,205
Accounts receivable:			
From employers	16,043		16,043
From participants	61,053		61,053
Investments, at fair value:			
U.S. government obligations	83,096,330		83,096,330
Foreign corporate bonds	2,967,318		2,967,318
Domestic corporate bonds	28,753,760		28,753,760
Domestic equities	262,371,587		262,371,587
International equities	77,741,672		77,741,672
Real estate fund	53,826,645		53,826,645
Total investments	508,757,312		508,757,312
Total assets	514,326,352	194,308	514,520,660
<u>LIABILITIES</u>			
Payable from restricted assets:			
Accounts payable	417,139		417,139
Total liabilities	417,139		417,139
<u>NET POSITION</u>			
Restricted for:			
Pensions	\$ 513,909,213	\$ 194,308	\$ 514,103,521

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

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, 2021			
	<u>EMPLOYEES' RETIREMENT</u>		
	<u>PENSION TRUST</u>	<u>OLD PENSION TRUST</u>	<u>TOTAL</u>
<u>ADDITIONS</u>			
Contributions			
Employer	\$ 12,019,866	\$ -	\$ 12,019,866
Plan members	7,572,831		7,572,831
Total contributions	<u>19,592,697</u>		<u>19,592,697</u>
Investment income			
Interest and dividends	3,607,408	95	3,607,503
Real estate net income	11,074,678		11,074,678
Net appreciation (depreciation) in fair value of investments	48,814,301		48,814,301
Total investment income	<u>63,496,387</u>	95	<u>63,496,482</u>
Less investment expense	1,937,092		1,937,092
Net investment income (loss)	<u>61,559,295</u>	95	<u>61,559,390</u>
Total additions	<u>81,151,992</u>	95	<u>81,152,087</u>
<u>DEDUCTIONS</u>			
Benefits	32,891,471	1,440	32,892,911
Refunds of contributions	2,731,534		2,731,534
Administrative expense	166,473		166,473
Total deductions	<u>35,789,478</u>	1,440	<u>35,790,918</u>
Change in net position	45,362,514	(1,345)	45,361,169
Net position:			
Beginning of year - January 1	468,546,699	195,653	468,742,352
End of year - December 31	<u>\$ 513,909,213</u>	<u>\$ 194,308</u>	<u>\$ 514,103,521</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2021 was:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 78,884,598	\$ 887,588	\$ 264,000	\$ 79,508,186
Construction in progress	197,323,177	151,057,911	45,490,108	302,890,980
Total capital assets, not being depreciated	<u>276,207,775</u>	<u>151,945,499</u>	<u>45,754,108</u>	<u>382,399,166</u>
Capital assets, being depreciated				
Plants and buildings	97,840,805	27,740,480		125,581,285
Improvements other than buildings	103,968,352	3,020,635		106,988,987
Machinery, equipment and vehicles	140,694,528	10,086,100	4,328,338	146,452,290
Streets and drainage	546,781,632	11,415,032		558,196,664
Total capital assets, being depreciated	<u>889,285,317</u>	<u>52,262,247</u>	<u>4,328,338</u>	<u>937,219,226</u>
Less: Accumulated Depreciation				
Plants and buildings	30,831,793	3,769,118		34,600,911
Improvements other than buildings	40,725,019	3,005,700		43,730,719
Machinery, equipment and vehicles	99,524,469	9,461,636	4,251,280	104,734,825
Streets and drainage	274,692,807	14,192,426		288,885,233
Total accumulated depreciation	<u>445,774,088</u>	<u>30,428,880</u>	<u>4,251,280</u>	<u>471,951,688</u>
Total capital assets, being depreciated, net	<u>443,511,229</u>	<u>21,833,367</u>	<u>77,058</u>	<u>465,267,538</u>
Governmental activities capital assets, net	<u>\$ 719,719,004</u>	<u>\$ 173,778,866</u>	<u>\$ 45,831,166</u>	<u>\$ 847,666,704</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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	\$ 8,016,787	\$ -	\$ -	\$ 8,016,787
Construction in progress	250,125,904	71,799,499	69,638,242	252,287,161
Total capital assets, not being depreciated	<u>258,142,691</u>	<u>71,799,499</u>	<u>69,638,242</u>	<u>260,303,948</u>
Capital assets, being depreciated				
Plants, buildings, stations and reservoirs	757,495,326	25,573,733	19,374	783,049,685
Improvements other than buildings	40,716,439	47,716,970		88,433,409
Machinery and equipment	43,682,529	753,459	222,152	44,213,836
Total capital assets, being depreciated	<u>841,894,294</u>	<u>74,044,162</u>	<u>241,526</u>	<u>915,696,930</u>
Less: Accumulated Depreciation				
Plants, buildings, stations and reservoirs	389,554,407	20,038,907	3,877	409,589,437
Improvements other than buildings	31,202,841	(1,584,814)		29,618,027
Machinery and equipment	34,693,222	1,497,035	213,912	35,976,345
Total accumulated depreciation	<u>455,450,470</u>	<u>19,951,128</u>	<u>217,789</u>	<u>475,183,809</u>
Total capital assets, being depreciated, net	<u>386,443,824</u>	<u>54,093,034</u>	<u>23,737</u>	<u>440,513,121</u>
Business-type activities capital assets, net	<u>\$ 644,586,515</u>	<u>\$ 125,892,533</u>	<u>\$ 69,661,979</u>	<u>\$ 700,817,069</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, 2021 is \$19,917,760.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 – CAPITAL ASSETS (CONTINUED)

During 2021, depreciation expense was charged to functions/programs of the City as follows:

Governmental activities:

Governance and strategic services	\$ 139,747
Municipal operations	783,104
Infrastructure and development	14,586,938
Police	1,131,087
Fire	960,670
Parks and recreation	3,317,056
Community services	1,586,637
Grant program and administration	<u>9,805</u>
Total depreciation expense – governmental activities	22,515,044
Depreciation expense on Internal Service Fund Capital Assets	<u>7,913,836</u>
Total depreciation expense allocated to governmental activities	<u>\$30,428,880</u>

Business-type activities:

Water and sewer	\$ 18,083,914
Sanitation	(2,334,783)
Parking facilities	3,193,785
Civic Center	740,919
Golf course	<u>267,293</u>
Total depreciation expense allocated to business-type activities	<u>\$ 19,951,128</u>

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

NOTE 5 – CAPITAL ASSETS (CONTINUED)

As of December 31, 2021, the City had the following commitments with respect to unfinished capital projects:

Project by Type	Project Authorization	Expended at Year-end	Committed	Required Future Financing
Drainage	\$93,319,197	\$33,838,524	\$59,480,673	NONE
Industrial and Domestic Water Supply System	517,000	248,939	268,061	NONE
Public Buildings	290,623,594	251,228,918	39,394,676	NONE
Recreation	7,621,997	3,868,861	3,753,136	NONE
Sanitation	37,323,868	29,229,438	8,094,430	NONE
Sewerage	164,420,216	83,062,510	81,357,706	NONE
Squares	9,844,371	1,377,847	8,466,524	NONE
Street Paving	47,838,005	32,979,071	14,858,934	NONE
Traffic Engineering	87,576,045	59,290,780	28,285,265	NONE
Water	83,686,157	23,884,170	59,801,987	NONE
Other	89,771,751	36,169,083	53,602,668	NONE
Totals	<u>\$912,542,201</u>	<u>\$555,178,141</u>	<u>\$357,364,060</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, 2021 and the annual maturities of long-term liabilities:

	Lowest/ Highest Coupon Rate	Original Issue Amount	Unmatured Bond/Interest at 12/31/21	2022	2023	2024	2025	2026	2027-2031	2032-2036	2037-2041
GOVERNMENTAL ACTIVITIES PRINCIPAL PORTION											
Contractual Obligations Related to:											
2014 Downtown Savannah Authority Bonds	2.0/4.0	\$ 9,970,000	\$ 3,665,000	\$ 865,000	\$ 895,000	\$ 935,000	\$ 970,000	\$ -	\$ -	\$ -	\$ -
2015 Downtown Savannah Authority Bonds	2.0/4.0	19,950,000	14,835,000	905,000	935,000	965,000	1,000,000	1,025,000	5,100,000	4,905,000	
2016 Downtown Savannah Authority Bonds	2.03	8,000,000	6,525,000	760,000	775,000	790,000	805,000	825,000	2,570,000		
2017 Downtown Savannah Authority Bonds	2.39	6,585,000	5,995,000	605,000	620,000	635,000	650,000	665,000	2,820,000		
2018 Downtown Savannah Authority Bonds	3.00/5.00	14,095,000	12,855,000	535,000	560,000	590,000	620,000	650,000	3,690,000	4,295,000	1,915,000
2019 Downtown Savannah Authority Bonds	2.75	8,440,000	8,390,000	25,000	25,000	25,000	25,000	1,090,000	5,915,000	1,285,000	
2021 Savannah Economic Development Authority Bonds	2.00/5.00	26,720,000	26,720,000			1,105,000	1,160,000	1,220,000	7,075,000	8,580,000	7,580,000
Total Contractual Obligations		<u>93,760,000</u>	<u>78,985,000</u>	<u>3,695,000</u>	<u>3,810,000</u>	<u>5,045,000</u>	<u>5,230,000</u>	<u>5,475,000</u>	<u>27,170,000</u>	<u>19,065,000</u>	<u>9,495,000</u>
General Obligation Bonds:											
2016 General Obligation Bonds	1.97	2,000,000	1,360,000	330,000	335,000	345,000	350,000				
2017 General Obligation Bonds	1.84	2,000,000	1,615,000	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	415,000	425,000			
Total General Obligation Bonds		<u>6,000,000</u>	<u>4,975,000</u>	<u>1,100,000</u>	<u>1,120,000</u>	<u>1,150,000</u>	<u>1,180,000</u>	<u>425,000</u>	<u>-</u>		
Total Governmental Activities Principal Portion		<u>\$99,760,000</u>	<u>\$ 83,960,000</u>	<u>\$4,795,000</u>	<u>\$4,930,000</u>	<u>\$6,195,000</u>	<u>\$6,410,000</u>	<u>\$5,900,000</u>	<u>\$27,170,000</u>	<u>\$19,065,000</u>	<u>\$9,495,000</u>
GOVERNMENTAL ACTIVITIES INTEREST PORTION											
Contractual Obligations			\$ 20,761,137	\$2,527,331	\$2,399,208	\$2,266,769	\$2,074,117	\$1,873,754	\$ 6,540,298	\$ 2,603,036	\$ 476,624
General Obligation Bonds			343,621	122,108	96,039	69,451	42,083	13,940			
Total Governmental Activities Interest Portion			<u>21,104,758</u>	<u>2,649,439</u>	<u>2,495,247</u>	<u>2,336,220</u>	<u>2,116,200</u>	<u>1,887,694</u>	<u>6,540,298</u>	<u>2,603,036</u>	<u>476,624</u>
Total Governmental Activities Debt Service Requirements			<u>\$ 105,064,758</u>	<u>\$7,444,439</u>	<u>\$7,425,247</u>	<u>\$8,531,220</u>	<u>\$8,526,200</u>	<u>\$7,787,694</u>	<u>\$33,710,298</u>	<u>\$21,668,036</u>	<u>\$9,971,624</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

	Lowest/ Highest Coupon Rate	Original Issue Amount	Unmatured Bond/Interest at 12/31/21	2022	2023	2024	2025	2026	2027-2031	2032-2036	2037-2041	2042-2046	2047-2051
<u>BUSINESS-TYPE ACTIVITIES PRINCIPAL PORTION</u>													
WATER AND SEWER SYSTEM													
2014 Water and Sewer Revenue Bonds	2.0/3.0	\$ 17,690,000	\$ 8,060,000	\$ 910,000	\$ 940,000	\$ 965,000	\$ 990,000	\$ 1,020,000	\$ 3,235,000	\$ -	\$ -	\$ -	\$ -
2016 Water and Sewer Revenue Bonds	2.15	21,255,000	10,890,000	1,320,000	1,350,000	1,380,000	1,410,000	1,440,000	3,990,000				
Water SRF Loans	103	19,350,610	18,621,375	883,381	892,523	901,760	911,092	920,521	4,747,484	4,998,274	4,366,340		
Total Water and Sewer Bonds and Loans		<u>58,295,610</u>	<u>37,571,375</u>	<u>3,113,381</u>	<u>3,182,523</u>	<u>3,246,760</u>	<u>3,311,092</u>	<u>3,380,521</u>	<u>11,972,484</u>	<u>4,998,274</u>	<u>4,366,340</u>	<u>-</u>	<u>-</u>
SANITATION													
2018 Resource Recovery Bonds	2.96	11,085,000	9,120,000	1,025,000	1,055,000	1,090,000	1,120,000	1,155,000	3,675,000				
Total Sanitation Bonds		<u>11,085,000</u>	<u>9,120,000</u>	<u>1,025,000</u>	<u>1,055,000</u>	<u>1,090,000</u>	<u>1,120,000</u>	<u>1,155,000</u>	<u>3,675,000</u>				
PARKING SERVICES													
Contractual Obligations Related to:													
2015 Downtown Savannah Authority Bonds	2.0/4.0	25,055,000	21,245,000	1,530,000	1,595,000	1,665,000	1,740,000	1,820,000	10,495,000	2,400,000			
2016 Downtown Savannah Authority Bonds	2.6/4.05	33,060,000	33,060,000	870,000	890,000	915,000	940,000	965,000	5,305,000	6,295,000	7,610,000	9,270,000	
2018 Downtown Savannah Authority Bonds	3.6/4.00	30,205,000	30,205,000	1,190,000	1,235,000	1,285,000	1,335,000	1,390,000	7,810,000	9,395,000	6,565,000		
2019 Downtown Savannah Authority Bonds	2.5/4.00	9,685,000	9,685,000			260,000	270,000	270,000	1510,000	1,750,000	2,005,000	2,320,000	1,570,000
2020 Downtown Savannah Authority Bonds	2.12	8,605,000	8,605,000		580,000	595,000	605,000	620,000	3,305,000	2,900,000			
Total Parking Services Contractual Obligations		<u>106,610,000</u>	<u>102,800,000</u>	<u>3,590,000</u>	<u>4,300,000</u>	<u>4,460,000</u>	<u>4,880,000</u>	<u>5,065,000</u>	<u>28,425,000</u>	<u>22,740,000</u>	<u>16,180,000</u>	<u>11,590,000</u>	<u>1,570,000</u>
CIVIC CENTER													
Contractual Obligations Related to:													
2019 Downtown Savannah Authority Bonds	3.0/3.2	45,120,000	43,835,000	585,000	600,000	620,000	735,000	855,000	6,110,000	7,755,000	8,990,000	10,470,000	7,115,000
Total Civic Center Contractual Obligations		<u>45,120,000</u>	<u>43,835,000</u>	<u>585,000</u>	<u>600,000</u>	<u>620,000</u>	<u>735,000</u>	<u>855,000</u>	<u>6,110,000</u>	<u>7,755,000</u>	<u>8,990,000</u>	<u>10,470,000</u>	<u>7,115,000</u>
Total Business-type Activities Principal Portion		<u>\$ 221,110,610</u>	<u>\$ 193,326,375</u>	<u>\$ 8,313,381</u>	<u>\$ 9,137,523</u>	<u>\$ 9,416,760</u>	<u>\$ 10,046,092</u>	<u>\$ 10,455,521</u>	<u>\$ 50,182,484</u>	<u>\$ 35,493,274</u>	<u>\$ 29,536,340</u>	<u>\$ 22,060,000</u>	<u>\$ 8,685,000</u>
<u>BUSINESS-TYPE ACTIVITIES INTEREST PORTION</u>													
Water and Sewer Bonds and Loans			\$ 3,961,898	\$ 650,566	\$ 585,609	\$ 518,690	\$ 450,604	\$ 380,703	\$ 922,666	\$ 356,821	\$ 96,239	\$ -	\$ -
Sanitation Resource Recovery Bonds			1,256,668	269,952	239,612	208,384	176,120	142,968	219,632				
Parking Services Contractual Obligations			42,634,108	3,607,073	3,475,654	3,326,573	3,170,796	4,471,528	11,009,055	7,745,720	4,120,190	1610,682	96,837
Civic Center Contractual Obligations			23,620,573	1,350,933	1,333,383	1,315,383	1,296,783	1,274,733	5,913,615	4,877,411	3,640,160	2,158,172	460,000
Total Business-type Activities Interest Portion			<u>71,473,247</u>	<u>5,878,524</u>	<u>5,634,258</u>	<u>5,369,030</u>	<u>5,094,303</u>	<u>6,269,932</u>	<u>18,064,968</u>	<u>12,979,952</u>	<u>7,856,589</u>	<u>3,768,854</u>	<u>556,837</u>
Total Business-type Activities Debt Service Requirements			<u>\$ 264,799,622</u>	<u>\$ 14,191,905</u>	<u>\$ 14,771,781</u>	<u>\$ 14,785,790</u>	<u>\$ 15,140,395</u>	<u>\$ 16,725,453</u>	<u>\$ 68,247,452</u>	<u>\$ 48,473,226</u>	<u>\$ 37,392,929</u>	<u>\$ 25,828,854</u>	<u>\$ 9,241,837</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, 2021:

	Balance 12/31/20	2021 Issues	2021 Retirements	Balance 12/31/21	Unamortized (Discounts)/ Premiums	Balance 12/31/21	Amounts Due Within One Year	Accrued Interest at 12/31/21
Governmental Activities:								
Contractual Obligations relating to:								
2014 Downtown Savannah Authority Bonds	\$ 4,500,000	\$ -	\$ 835,000	\$ 3,665,000	\$ 133,184	\$ 3,798,184	\$ 865,000	\$ 61,083
2015 Downtown Savannah Authority Bonds	15,755,000		920,000	14,835,000	228,410	15,063,410	905,000	216,599
2016 Downtown Savannah Authority Bonds	7,270,000		745,000	6,525,000		6,525,000	760,000	55,191
2017 Downtown Savannah Authority Bonds	6,585,000		590,000	5,995,000		5,995,000	605,000	59,700
2018 Downtown Savannah Authority Bonds	13,365,000		510,000	12,855,000	504,563	13,359,563	535,000	195,305
2019 Downtown Savannah Authority Bonds	8,415,000		25,000	8,390,000		8,390,000	25,000	96,135
2021 Savannah Economic Development Authority Bonds		26,720,000		26,720,000	4,060,402	30,780,402		73,808
Bonds and notes payable:								
General Obligation Bond 2016	1,685,000		325,000	1,360,000		1,360,000	330,000	11,163
General Obligation Bond 2017	2,000,000		385,000	1,615,000		1,615,000	395,000	12,382
General Obligation Bond 2018	2,000,000			2,000,000		2,000,000	375,000	27,333
Total bonds and notes payable	61,575,000	26,720,000	4,335,000	83,960,000	4,926,559	88,886,559	4,795,000	808,699
Other liabilities:								
Capital leases		1,327,494	29,930	1,297,564		1,297,564	265,499	
Compensated absences	20,536,031	8,796,875	7,745,354	21,587,552		21,587,552	8,237,536	
Net pension liability	63,998,775	762,378	16,784,219	47,976,934		47,976,934		
Claims and judgments	10,926,497	32,040,742	34,442,981	8,524,258		8,524,258	4,250,531	
Total other liabilities	95,461,303	42,927,489	59,002,484	79,386,308		79,386,308	12,753,566	
Governmental Activities long-term liabilities	\$157,036,303	\$ 69,647,489	\$ 63,337,484	\$163,346,308	\$ 4,926,559	\$168,272,867	\$ 17,548,566	\$ 808,699

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

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

	Balance 12/31/20	2021 Issues	2021 Retirements	Balance 12/31/21	Unamortized (Discounts)/ Premiums	Balance 12/31/21	Amounts Due Within One Year	Accrued Interest at 12/31/21
Business-type Activities:								
Bonds and notes payable:								
Water and Sewer Revenue Bonds 2014	\$ 8,950,000	\$ -	\$ 890,000	\$ 8,060,000	\$ 154,764	\$ 8,214,764	\$ 910,000	\$ 20,150
Water and Sewer Revenue Bonds 2016	12,750,000		1,860,000	10,890,000		10,890,000	1,320,000	19,512
Sewer SRF Loans	19,350,610		729,235	18,621,375		18,621,375	883,381	15,983
Resource Recovery Bonds 2018	10,115,000		995,000	9,120,000		9,120,000	1,025,000	112,480
Contractual obligations relating to:								
Downtown Savannah Authority Bonds 2015	22,710,000		1,465,000	21,245,000	379,594	21,624,594	1,530,000	305,820
Downtown Savannah Authority Taxable Bonds 2016	33,060,000			33,060,000	(82,614)	32,977,386	870,000	507,398
Downtown Savannah Authority Taxable Bonds 2018	30,205,000			30,205,000	301,432	30,506,432	1,190,000	490,095
Downtown Savannah Authority Taxable Bonds 2019	9,685,000			9,685,000	161,205	9,846,205		123,623
Downtown Savannah Authority Taxable Bonds 2019	44,405,000		570,000	43,835,000	567,356	44,402,356	585,000	562,889
Downtown Savannah Authority Taxable Bonds 2020	8,605,000			8,605,000		8,605,000		76,011
Total bonds and notes payable	199,835,610	-	6,509,235	193,326,375	1,481,737	194,808,112	8,313,381	2,233,961
Other liabilities:								
Compensated absences	3,029,953	1,294,982	1,444,085	2,880,850		2,880,850	1,301,436	
Net pension liability	18,033,126	193,375	4,257,274	13,969,227		13,969,227		
Closure and Postclosure Liability	15,474,262		1,166,335	14,307,927		14,307,927		
Total other liabilities	36,537,341	1,488,357	6,867,694	31,158,004		31,158,004	1,301,436	
Business-type Activities long-term liabilities	\$236,372,951	\$ 1,488,357	\$ 13,376,929	\$224,484,379	\$ 1,481,737	\$225,966,116	\$ 9,614,817	\$ 2,233,961

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. Contractual obligations relating to the Savannah Economic Development Authority Bonds, Series 2021 are liquidated by the General Obligation Bonds Debt Service Fund, a non-major fund.
- 4) General obligation bonds are liquidated by the SPLOST 2020-2026 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 the SPLOST 2020-2026 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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

(2) Contractual Obligations

During 2014, the City exercised its optional redemption on certain maturities of the Downtown Savannah 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.

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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

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 Downtown Savannah 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 64.

During 2021, the City entered into a contractual obligation related to the Savannah Economic Development Authority Tax Exempt Revenue Bonds, Series 2021, issued in the principal amount of \$26,720,000. The proceeds of the bond sale were made available to the City to design and construct certain infrastructure improvements adjacent to Veterans Parkway to support a warehouse development and to pay issuance costs related to the bonds. The bonds bear interest at fixed rates ranging from 2.00% to 5.00% and mature serially beginning December 1, 2024.

The Savannah Economic Development Authority's Series 2021 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 64.

(3) Capital Leases

In 2021, the City entered into a capital lease agreement for the purpose of financing the acquisition of certain light-duty cars and trucks. This agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the lease inception date.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

The capital lease activity and outstanding liability as of December 31, 2021, are as follows:

<u>Internal Service Fund</u>	<u>Original Maturity Date</u>	<u>Interest Rate</u>	<u>Balance Outstanding at 12/31/2020</u>	<u>2021 Issues</u>	<u>2021 Retirements</u>	<u>Balance Outstanding at 12/31/2021</u>
Light Duty Vehicles	2026	3.86%	\$ -	\$ 1,327,494	\$ 29,930	\$ 1,297,564
				<u>\$ 1,327,494</u>	<u>\$ 29,930</u>	<u>\$ 1,297,564</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2021, were as follows:

<u>Year Ending Dec 31</u>	<u>Amount</u>
2022	\$ 291,431
2023	291,431
2024	291,431
2025	291,431
2026	258,575
Subtotal	1,424,299
Less amount representing interest	126,735
Present value of future minimum lease payment	<u>\$ 1,297,564</u>

The assets acquired through capital leases are as follows:

<u>Asset:</u>	<u>Amount</u>
Machinery and equipment	\$ 1,327,494
Less accumulated depreciation	31,165
Net assets recorded under capital leases	<u>\$ 1,296,329</u>

The leases are shown on the Statement of Net Assets in the governmental activities column. In the fund financial statements, the leases are shown in the revolving internal service fund.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

(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 65.

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 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, 2021 the debt service reserve requirement is calculated as 10% of the par value of bonds outstanding, which is \$2,170,000. 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.

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

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

At December 31, 2021, the sinking fund requirements and actual balances were as follows:

Sinking Fund Requirements:	
Interest requirements (for June 1, 2022)	\$ 39,661
Principal requirements (for December 1, 2022)	185,833
Debt Service Reserve	<u>2,170,000</u>
Total requirements at December 31, 2021	<u>2,395,494</u>
Sinking Fund Resources:	
Cash and investments in sinking fund at December 31, 2021	<u>3,552,253</u>
Surplus	\$ <u>1,156,759</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, 2021.

Year of Loan	Project Description	Total Loan Commitment	Interest Rate (%)	Amortization Period (Years)	Amount Drawn	-As of December 31, 2021-	
						Principal Retired	Loan Payable
2014	President Street Biosolids Handling Facility	\$ 28,470,000	1.03%	20	\$19,350,610	\$ 729,235	\$18,621,375
		<u>\$ 28,470,000</u>			<u>\$19,350,610</u>	<u>\$ 729,235</u>	<u>\$18,621,375</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

(3) Parking Services Contractual Obligations

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.

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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 6- LONG-TERM LIABILITIES (CONTINUED)

In 2020, the City entered into a contractual obligation related to the Downtown Savannah Authority Taxable Revenue Bonds, Series 2020 issued in the principal amount of \$8,605,000. The proceeds of the bond sale were made available to the City in order to provide funds necessary to develop, acquire, construct, and equip parking facilities near the new civic center arena site and pay issuance costs related to the bonds. The bonds bear interest at a fixed rate of 2.12% and mature serially beginning August 1, 2023.

The Authority's Series 2015, Taxable Series 2016, Taxable Series 2018, Taxable Series 2019 and Taxable Series 2020 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 65.

(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 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 65.

(5) Sanitation Fund Resource Recovery Bonds

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 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 65.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 2021, the City recognized a postclosure expense credit of \$1,166,335, which is based on 44.2815% usage (filled) of the landfill. It is estimated that an additional \$18,003,347 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 (\$32,311,274) 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, 2021. Based on landfill capacity, the estimated remaining useful life of the landfill is approximately 37.6 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, 2021, the City had accrued \$14,307,927 in landfill closure and postclosure costs. This amount was determined as follows:

Estimated total cost of closure and postclosure care	\$ 32,311,274
Percent utilized at 12/31/21	<u>44.2815</u>
Total postclosure and closure liability at 12/31/21	14,307,927
Less amount recognized in prior years	<u>15,474,262</u>
Current year closure/postclosure expense credit	<u><u>\$ (1,166,335)</u></u>

The City will fund the closure and postclosure care costs with user fees and subsidies from the General Fund. As of December 31, 2021, no amount of assets had been restricted for the payment of closure and postclosure care costs. The landfill postclosure and closure liability of \$14,307,927 is included in long-term liabilities on the Statement of Net Position.

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.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Plan membership. The Plan covers both general and uniform employees of the participating employers. As of December 31, 2019, the latest valuation date, employee membership data related to the OPEB plan was as follows:

Retirees and beneficiaries currently receiving benefits	1,355
Active plan participants	<u>2,192</u>
Total	<u>3,547</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 annual comprehensive 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 \$747,460 for the year ended December 31, 2021.

(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:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

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 2021 was 15.6%. The money-weighted rate of return expresses investment performance, net of OPEB plan investment expense, adjusted for the changing amounts actually invested.

(4) Net OPEB Asset

The components of the Net OPEB Asset are as follows:

Total OPEB Liability	\$ 81,323,349
Plan Fiduciary Net Position	106,791,050
Net OPEB Asset	-25,467,701
Plan Fiduciary Net Position as a percentage of the Total OPEB Asset	131.32%

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Changes in the Net OPEB Asset

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Asset
	(a)	(b)	(a) - (b)
Balances - beginning of year	\$ 84,573,979	\$ 93,515,732	\$ (8,941,753)
Changes for the Year:			
Service cost	2,958,375		2,958,375
Interest expense	5,901,521		5,901,521
Differences between expected and actual experience	(1,833,032)		(1,833,032)
Changes of assumptions	(6,941,130)		(6,941,130)
Contributions--employer		2,033,175	(2,033,175)
Contributions--employee		2,689,807	(2,689,807)
Net investment income		14,952,600	(14,952,600)
Benefits paid, including refunds of member contributions	(3,336,364)	(6,026,171)	2,689,807
Plan administrative expenses		(374,093)	374,093
Net Changes	(3,250,630)	13,275,318	(16,525,948)
Balances - end of year	<u>\$ 81,323,349</u>	<u>\$ 106,791,050</u>	<u>\$ (25,467,701)</u>

The Net OPEB Asset was measured as of December 31, 2020. 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, 2019.

At December 31, 2021, the City reported an amount of \$27,476,869 for its proportionate share of the net OPEB asset. The City's proportionate share was 107.89 percent.

(5) Actuarial Assumptions

The total OPEB liability was rolled forward from an actuarial valuation as of December 31, 2019 that used the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Inflation	2.75%
Salary Increases	Specific rates by age, varying from 5.50% to 3.50%, including inflation
Discount Rate	7.00% for City of Savannah and Youth Futures. 2.12% for Savannah Airport Commission and Metropolitan Planning Commission.
Healthcare costs trend rates	
Medical	Pre-65: Initial rate is 6.00%, trending down to 4.50% over 6 years. Post-65: Initial rate is -8.56%, then 5.25% trending down to 4.50% over 3 years.
Prescription drug	Initial rate is 8.00%, trending down to 4.50% over 14 years
Administrative costs	3.00%
Mortality Rates	<u>Pre-Retirement</u> : Pri-2012 Amount-weighted Employee Mortality Table, projected generationally using a modified version of the SSA2020 improvement scale. <u>Healthy Annuitants</u> : Pri-2012 Amount-weighted Healthy Retiree Mortality Table, set forward six years for males and three years for females, projected generationally using a modified version of the SSA2020 improvement scale.

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, 2020, dated July 30, 2020, completed by Segal Consulting. These assumptions were reviewed as part of the pension valuation process, and Segal had no reason to doubt their reasonableness for use in the valuation.

The following presents the Net OPEB liability(asset) 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 Asset	(\$33,410,313)	(\$25,467,701)	(\$16,014,282)

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

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Net OPEB Asset	(\$35,171,610)	(\$27,476,869)	(\$18,332,696)

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

(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, 2020. The other employers do not fund, thus GASB requires the discount rate to be based on a yield or index rate for 20 year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). To comply with this requirement, the discount rate is based on an index of 20-year, tax-exempt general obligation bonds. Specifically, the chose rate is 2.12%, the Bond Buyer 20-Bond GO Index rate published closest to, but not later than, the measurement date of December 31, 2020. 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 best estimate ranges of 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 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	6.55%
International equity	7.30%
Core fixed income	0.40%
High yield fixed income	3.10%
Real estate	3.65%
Cash and short term	0.00%

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

The following presents the Net OPEB Asset 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 Asset	(\$16,907,615)	(\$25,467,701)	(\$32,732,303)

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Sensitivity of the City's proportionate share of the net OPEB asset to changes in the discount rate. The following presents the City's proportionate share of the net OPEB asset, as well as what the City's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage pointer 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 Asset	(\$19,224,896)	(\$27,476,869)	(\$34,473,645)

(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, 2021 the Plan reported \$118,599,990 in investments.

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, 2021, the City recognized an OPEB expense credit of \$6,142,835.

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

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,553,055	\$ (2,114,640)
Changes of assumption		(23,144,614)
Net difference between projected and actual earnings on investments		(10,935,796)
Employer contributions made subsequent to the measurement date	747,460	
Totals	\$ 2,300,515	\$ (36,195,050)

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

\$747,460 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase to the net OPEB asset in the year ended December 31, 2022. 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:	
2022	(\$8,761,807)
2023	(\$7,474,425)
2024	(\$9,382,290)
2025	(\$7,151,630)
2026	(\$1,871,843)

(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, 2019, the actuarial cost method used in determining the actuarially determined contribution (ADC) was the projected unit cost method. In addition, the asset valuation method used was the market value. Other significant assumptions used to determine the ADC were as follows:

- The inflation rate was assumed to be 2.75 percent annually.
- The investment rate of return was assumed to be 7.00 percent for prefunded plan, 2.12 percent for pay-as-you-go plans.
- Projected salary increases were specific rates by age, varying from 5.50% to 3.50%, including inflation.
- The medical cost trend rate (pre 65) used was 6.00 percent graded to 4.50 percent over 6 years.
- The medical cost trend rate (post 65) used was -8.56 percent, then 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 14 years.
- The amortization method used was level percent of pay and the amortization period for the most recent actuarial valuation was 17 years and the period is closed.

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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, 2021**

ASSETS

Cash and cash equivalents	\$ 1,148,303
Investments, at fair value:	
U.S. government obligations	11,486,147
Domestic corporate bonds	20,946,463
Domestic equities	61,458,334
International equities	11,060,941
Real estate fund	13,648,105
Total investments	<u>118,599,990</u>
Total assets	<u>119,748,293</u>

LIABILITIES

Payable from restricted assets:	
Accounts payable	<u>199,298</u>
Total liabilities	<u>199,298</u>

NET POSITION

Restricted for:	
Post employment benefits other than pensions	<u><u>\$ 119,548,995</u></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, 2021

ADDITIONS

Contributions	
Employers	\$ 898,051
Plan members	2,399,127
Total contributions	<u>3,297,178</u>
Investment income	
Interest	1,798
Dividends	1,140,091
Real estate net income	4,483,535
Net appreciation(depreciation) in fair value of investments	10,707,075
Total investment income	<u>16,332,499</u>
Less investment expense	523,103
Net investment income(loss)	<u>15,809,396</u>
Total additions	<u>19,106,574</u>

DEDUCTIONS

Benefits	5,945,540
Administrative expense	<u>403,089</u>
Total deductions	<u>6,348,629</u>
Change in net position	12,757,945
Net position:	
Beginning of year - January 1	<u>106,791,050</u>
End of year - December 31	<u><u>\$ 119,548,995</u></u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 2021 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 2021, premiums paid into the fund by both the City and its employees exceeded the liabilities incurred for the various types of claims covered by \$7,452,954. The amount available for catastrophic losses at December 31, 2021 had a total net position balance of \$17,881,980.

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 \$8,524,258 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, 2021, \$4,273,727 of those covered liabilities is considered to be long-term and \$4,250,531 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
2019	\$ 7,434,871	\$ 45,743,163	\$ (43,480,405)	\$ 9,697,629
2020	9,697,629	34,937,106	(33,708,238)	10,926,497
2021	10,926,497	32,040,742	(34,442,981)	8,524,258

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, 2021, are as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Hazardous Materials Team Fund	\$ 207,034	Provide resources to fund operating expenditures.
General Fund	Capital Improvement Fund	53,158,200	Provide resources to fund planned capital project expenditures.
General Fund	Civic Center Fund	145,765	Provide resources to fund operating expenditures.
General Fund	Community Development Fund	2,464,429	Provide resources to fund operating expenditures and grant matches.
General Fund	Debt Service Fund	2,644,203	Provide resources to fund debt service expenditures.
General Fund	Disaster Recovery Fund	25,639	Provide resources to fund operating expenditures and grant matches.
General Fund	Grant Fund	392,109	Provide resources to fund operating expenditures and grant matches.
General Fund	Tax Allocation District Fund I	2,729,651	Provide resources to fund debt service expenditures.
General Fund	Economic Development Fund	1,847,639	Provide resources to fund economic development projects
Water and Sewer Fund	Disaster Recovery Fund	4,839,357	Provide resources to fund operating expenditures and grant matches.
Water and Sewer Fund	Grant Fund	72,926	Provide resources to fund operating expenditures and grant matches.
Sanitation Fund	General Fund	777,213	Transfer restricted revenues to fund required to expend them.
Sanitation Fund	Water and Sewer Fund	403,101	Repayment of resources provided in previous years.
Coronavirus Local Fiscal Recovery Fund	General Fund	27,795,624	Transfer proceeds from property sales.
Hotel/motel Tax Fund	Civic Center Fund	920,627	Transfer restricted revenues to fund required to expend them.
Hotel/motel Tax Fund	General Fund	13,972,543	Transfer restricted revenues to fund required to expend them.
Auto Rental Tax Fund	Civic Center Fund	2,691,118	Transfer restricted revenues to fund required to expend them.
Total		<u>\$ 115,087,178</u>	

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 (CONTINUED)

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, 2021, the General Fund had transferred an aggregate total of \$18,069,803 to the Tax Allocation District I Fund to pay debt service obligations of the fund.

Interfund receivable and payable balances as of December 31, 2021 are as follows:

<u>Payable from</u>	<u>Payable to</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Capital Improvements Fund	\$ 57,825,799	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	491,703	Cash to be repaid upon receipt of amounts due from other governments as reimbursements for grant eligible expenditures.
Disaster Recovery Fund	General Fund	852,017	Cash to be repaid upon receipt of amounts due from other governments as reimbursements for grant eligible expenditures.
Hotel/motel Tax	General Fund	1,162,067	Hotel/motel taxes receivable at year end which are to be transferred to General Fund when received.
Automobile Rental	Civic Center	163,114	Auto rental taxes receivable at year end which are to be transferred for use by Civic Center when received.
		<u>\$ 60,494,700</u>	

NOTE 11 – RECEIVABLE AND PAYABLE BALANCES

Receivables at December 31, 2021 were as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Taxes Receivable	\$11,601,873	
Due from other Governments	15,113,217	
Miscellaneous accounts receivable	12,266,722	\$62,424,875
Less: allowance for uncollectible	<u>1,638,404</u>	<u>33,388,001</u>
Total	<u>\$37,343,408</u>	<u>\$29,036,874</u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 11 – RECEIVABLE AND PAYABLE BALANCES (CONTINUED)

Payables at December 31, 2021 consisted of:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Due to vendors	\$ 36,114,749	\$10,057,658
Accrued payroll, tax liabilities, and withholdings	<u>1,675,355</u>	
Total	<u>\$ 37,790,104</u>	<u>\$10,057,658</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, 2021 include:

Activity	Restricted by	Amount
Governmental Activities:		
Sales Tax Capital Projects	Law	\$113,193,367
Other Capital Projects	Bond covenants	9,889,766
Community Development projects	Grantor agencies and law	21,129,223
Economic development projects	Creditor – U. S. Dept. of Housing & Urban Development	406,219
Nonexpendable Perpetual Care	Cemetery perpetual care	7,972,184
Debt service	Bond covenants	841,231
Convention and tourism	Law	333,528
Court technology fee	Law	174,330
Other grants	Grantor agencies	1,167,439
Business-Type Activities:		
Debt service	Bond covenants	3,326,759

CITY OF SAVANNAH, GEORGIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

As of December 31, 2021, Governmental Funds' balance sheet reports fund balances as follows:

	<u>General</u>	<u>Capital Improvements</u>	<u>SPLOST 2014- 2020</u>	<u>SPLOST 2020- 2026</u>	<u>Non-major Governmental Funds</u>
Fund Balances:					
Nonspendable:					
Permanent fund principal	\$ -	\$ -	\$ -	\$ -	\$ 7,972,184
Restricted for:					
Public safety					737,330
Tourism enhancement					333,528
Community development program and administration					406,219
Debt service					1,599,052
Other capital projects		6,187,740	56,009,008	36,264,187	24,673,076
Committed to:					
Governance and strategic services	130,753				
Municipal operations	83,086				
Infrastructure and development	778,851				
Public safety	212,998				
Parks and recreation	272,911				
Community services	221,291				1,378,046
Tourism enhancement	39,383				
Other capital projects		99,913,854			
Unassigned:	47,153,465				(35,527)
Total fund balances	<u>\$48,892,738</u>	<u>\$ 106,101,594</u>	<u>\$ 56,009,008</u>	<u>\$ 36,264,187</u>	<u>\$ 37,063,908</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 \$847,666,704 less related debt of \$71,613,663, which includes contractor retainage payable of \$26,573,065 and debt of \$49,443,818 less unspent bonds proceeds of \$4,403,220. 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 \$700,817,069 less related debt of \$200,317,813, which includes contractor retainage payable of \$7,026,169 and debt of \$194,384,039 less unspent bond proceeds of \$1,092,395. 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, 2021 as follows:

<u>General Fund</u>	
Contract services	\$988,789
Commodities	<u>750,484</u>
Total	<u>\$1,739,273</u>

For the year ended December 31, 2021, the Disaster Recovery Fund reported a deficit in ending total fund balance of \$35,527. 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 (CONTINUED)

NOTE 13 - PROPERTY TAXES (CONTINUED)

The property tax calendar is as follows:

2021 (tentative) millage rate adopted by resolution	December 31, 2020
Beginning of fiscal year for taxes	January 1, 2021
First installment real property tax bills rendered	April 11, 2021
First installment real property tax payment due	May 15, 2021
County Tax Digest approved by the State of Georgia	September 12, 2021
2021 final millage rate adopted by resolution	July 25, 2021
Second installment real property tax bills rendered	October 4, 2021
Personal property tax bills rendered	October 11, 2021
Second installment real property tax payment due	November 21, 2021
Personal property tax payment due	November 27, 2021

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, 2021. 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, 2021, 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, 2021, 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 2021, as part of the enterprise zone tax abatement program, the City tax revenues were reduced by \$233,760 under agreements entered into by the City of Savannah.

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, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Property taxes	\$ 78,929,411	\$ 83,263,620	\$ 84,535,038	\$ 1,271,418
Intangible, transfer and franchise taxes	21,649,489	22,206,896	22,625,711	418,815
General sales tax	47,940,000	53,000,000	55,570,286	2,570,286
Selective sales taxes	6,126,486	7,096,935	7,351,216	254,281
Business taxes	11,000,000	11,000,000	11,357,397	357,397
Penalties and interest on delinquent taxes	615,000	950,000	933,522	(16,478)
Licenses and permits	2,646,012	2,582,000	2,504,472	(77,528)
Inspection fees	3,640,915	4,124,916	4,644,406	519,490
Intergovernmental revenue	2,666,038	2,913,094	3,504,256	591,162
Charges for services	3,898,199	3,865,210	4,080,112	214,902
Indirect cost allocations	7,482,011	7,200,895	7,385,153	184,258
Fines and forfeitures	3,597,152	4,200,000	3,927,635	(272,365)
Investment income	500,000	40,000	36,447	(3,553)
Miscellaneous revenue	1,208,100	2,067,100	1,997,087	(70,013)
Total revenues	191,898,813	204,510,666	210,452,738	5,942,072
EXPENDITURES:				
Current:				
Governance and strategic services	6,438,040	6,017,780	5,765,701	252,079
Municipal operations	21,897,045	21,053,023	21,145,334	(92,311)
Infrastructure and development	45,755,381	43,516,034	40,750,302	2,765,732
Police	63,799,116	59,092,861	58,962,223	130,638
Recorder's court	2,372,796	2,401,069	2,345,006	56,063
Fire	33,248,457	33,290,044	33,638,743	(348,699)
Parks and recreation	12,309,660	10,691,603	10,085,924	605,679
Tourism enhancement	1,249,988	1,008,191	669,611	338,580
Community services	13,961,125	15,685,093	14,353,518	1,331,575
Total expenditures	201,031,608	192,755,698	187,716,362	5,039,336
Excess (deficiency) of revenues over (under) expenditures	(9,132,795)	11,754,968	22,736,376	10,981,408
OTHER FINANCING SOURCES (USES):				
Transfers in	17,571,234	41,218,880	42,545,380	1,326,500
Transfers out	(8,488,439)	(53,008,848)	(63,614,669)	(10,605,821)
Sale of capital assets	50,000	35,000	814,344	779,344
Total other financing sources (uses)	9,132,795	(11,754,968)	(20,254,945)	(8,499,977)
Net change in fund balance	\$ -	\$ -	2,481,431	\$ 2,481,431
FUND BALANCE - JANUARY 1			46,411,307	
FUND BALANCE - DECEMBER 31			<u>\$ 48,892,738</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, 2021

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Intergovernmental Revenue	\$ 7,686,948	\$ 7,901,938	\$ 4,284,206	\$ (3,617,732)
Charges for services			654,065	654,065
Interest earned			170,270	170,270
Miscellaneous revenue			227,823	227,823
Total revenues	<u>7,686,948</u>	<u>7,901,938</u>	<u>5,336,364</u>	<u>(2,565,574)</u>
EXPENDITURES:				
Community development program and administration	<u>8,054,997</u>	<u>8,276,855</u>	<u>7,800,793</u>	<u>476,062</u>
Total expenditures	<u>8,054,997</u>	<u>8,276,855</u>	<u>7,800,793</u>	<u>476,062</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(368,049)</u>	<u>(374,917)</u>	<u>(2,464,429)</u>	<u>(2,089,512)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>368,049</u>	<u>374,917</u>	<u>2,464,429</u>	<u>2,089,512</u>
Total other financing sources (uses)	<u>368,049</u>	<u>374,917</u>	<u>2,464,429</u>	<u>2,089,512</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

	2021	2020	2019	2018	2017	2016	2015
Total pension liability							
Service cost	\$ 11,805,608	\$ 11,411,039	\$ 12,197,176	\$ 12,277,259	\$ 13,751,371	\$ 12,832,463	\$ 12,803,097
Interest	38,145,085	37,031,735	35,850,147	34,059,918	32,713,986	31,983,189	30,562,389
Differences between expected and actual experience	1,762,039	(1,025,181)	7,761,517	(1,248,522)	4,870,999	(9,445,475)	
Change of assumptions	5,452,648				(4,829,920)		
Benefit payments, including refunds of employee contributions	(33,318,110)	(32,616,874)	(30,396,491)	(27,404,258)	(26,130,536)	(25,750,547)	(24,314,601)
Net change in total pension liability	<u>23,847,270</u>	<u>14,800,719</u>	<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>513,454,583</u>	<u>498,653,864</u>	<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>\$ 537,301,853</u></u>	<u><u>\$ 513,454,583</u></u>	<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	\$ 11,243,151	\$ 10,643,079	\$ 10,331,820	\$ 10,361,785	\$ 10,588,773	\$ 11,378,991	\$ 11,989,213
Contributions - employee	7,903,062	7,222,808	7,459,327	7,794,899	7,522,500	6,948,068	6,656,241
Net investment income	62,207,444	72,761,682	(11,332,027)	50,376,309	26,131,579	3,612,074	23,393,123
Benefit payments, including refunds of employee contributions	(33,318,110)	(32,616,874)	(30,396,491)	(27,404,258)	(26,130,536)	(25,750,547)	(24,314,601)
Administrative expense	(174,546)	(156,206)	(122,121)	(75,177)	(60,680)	(157,329)	(99,358)
Net change in plan fiduciary net position	<u>47,861,001</u>	<u>57,854,489</u>	<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>420,685,698</u>	<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>	<u>314,129,632</u>
Plan fiduciary net position - ending (b)	<u>468,546,699</u>	<u>420,685,698</u>	<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>\$ 68,755,154</u></u>	<u><u>\$ 92,768,885</u></u>	<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	87.20%	81.93%	72.76%	81.75%	75.92%	75.32%	77.96%
Covered payroll	\$ 108,499,848	\$ 106,204,028	\$ 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	63.37%	87.35%	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: Amounts reported for fiscal year ending in 2020 and later reflect the following assumption changes based on an actuarial study for the five-year period ending December 31, 2019.

1. Discount rate lowered from 7.50% to 7.25%
2. Inflation and payroll growth lowered from 3.00% to 2.75%
3. Salary scale switched to service based rates; 5.50% for the first 5 years, 3.50% thereafter
4. Administrative expenses increased from \$100,000 to \$120,000
5. RP-2014 mortality tables switched to Pri-2012 amount-weighted mortality tables
6. Mortality improvement changed to projected generationally with 60% of Scale SSA-2020, instead of projected generationally with a modified version of Scale MP-2014
7. Turnover rates kept separate age-based rates for General and Uniform employees, but removed the additional rates during first five years of service; rates zero out at each group's Normal Retirement Age
8. Disability rates changed from separate age-based rates to one set of age-based rates for all employees; rates set to 44% of previous General rates
9. Retirement rates are still separate age-based rates for General and Uniform employees, but the rates have been updated; still 100% retirement assumed at age 75 for General and age 65 for uniform.
10. Benefit election changed from married participants taking a 100% Joint & Survivor annuity with pop-up and unmarried participants taking a 5-year certain and life annuity, to 60% taking a 5-year certain and life annuity and 40% taking a 100% Joint & Survivor annuity with pop-up
11. The percent of terminated participants taking a refund instead of leaving contributions in plan to take a deferred annuity has been set to 60%
12. Accumulated sick leave has decreased from 0.25 years per active participant to 0.15 years

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%
2020	10,129,714	10,129,714	0	95,050,007	10.66%
2021	10,895,207	10,895,207	0	97,364,151	11.19%

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, 2021**

Valuation date	Actuarially determined contribution rates are calculated as of January 1 and then projected to be paid in the following fiscal year
Actuarial cost method	Projected unit credit method for actuarially determined contributions; Entry age actuarial cost method for total pension liability
Amortization method	Level percentage of payroll, using a 2.75% salary inflation
Remaining amortization period	Closed period, 23 years as of January 1, 2020
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	7.25%
Inflation rate	2.75%
Projected salary increases	Varies by age
Cost of living adjustments	5.00% at participant's adjustment date, 1.00% annually thereafter
Mortality:	
Pre-retirement	Pri-2012 Employee Amount-weighted Mortality Table, multiplied times 1.25; projected generationally with 60% of Scale SSA-2020
Healthy	Pri-2012 Healthy Retiree Amount-weighted Mortality Table, multiplied times 1.25; projected generationally with 60% of Scale SSA-2020
Disabled	Pri-2012 Disabled Retiree Amount-weighted Mortality Table, multiplied times 1.25; projected generationally with 60% of Scale SSA-2020

Other information:	Please see the January 1, 2020 actuarial valuation for a full listing of assumptions.
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**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
2020	15.7
2021	13.3

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%
2020	88.43%	82,031,901	95,050,007	86.30%	81.93%
2021	90.10%	61,946,161	97,364,151	63.62%	87.20%

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%
2020	0.00%	0	(860,534)	(860,534)	N/A	N/A	102.93%
2021	0.00%	0	469,419	469,419	N/A	N/A	98.36%
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%
2020	0.00%	0	4,040,647	4,040,647	N/A	N/A	84.67%
2021	0.00%	0	5,117,928	5,117,928	N/A	N/A	80.82%

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(ASSET)
LAST TEN FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 2,958,375	\$ 3,229,606	\$ 3,908,039	\$ 3,900,114
Interest	5,901,521	6,448,883	6,717,194	6,285,651
Differences between expected and actual experience	(1,833,032)	2,425,527	(1,930,903)	
Change of assumptions	(6,941,130)	(15,626,260)	(12,280,003)	153,173
Benefit payments, including refunds of employee contributions	(3,336,364)	(3,845,887)	(4,293,905)	(3,638,344)
Net change in Total OPEB Liability	(3,250,630)	(7,368,131)	(7,879,578)	6,700,594
Total OPEB Liability - beginning	84,573,979	91,942,110	99,821,688	93,121,094
(a) Total OPEB Liability - ending	\$ 81,323,349	\$ 84,573,979	\$ 91,942,110	\$ 99,821,688
Plan fiduciary net position				
Contributions - employer	\$ 2,033,175	\$ 2,901,830	\$ 4,259,109	\$ 5,586,200
Contributions - employee	2,689,807	2,583,727		
Net investment income	14,952,600	16,583,104	(3,787,843)	11,347,263
Benefit payments, including refunds of employee contributions	(6,026,171)	(6,429,614)	(4,293,905)	(3,638,344)
Administrative expense	(374,093)	(327,958)	(308,339)	(266,941)
Net change in plan fiduciary net position	13,275,318	15,311,089	(4,130,978)	13,028,178
Plan fiduciary net position - beginning	93,515,732	78,204,643	82,335,621	69,307,443
(b) Plan Fiduciary Net Position - ending	106,791,050	93,515,732	78,204,643	82,335,621
(c) Net OPEB Liability(Asset) - ending (a) - (b)	\$ (25,467,701)	\$ (8,941,753)	\$ 13,737,467	\$ 17,486,067
Plan fiduciary net position as a percentage of the Total OPEB Liability(Asset)	131.32%	110.57%	85.06%	82.48%
Covered employee payroll	\$ 98,990,306	\$ 96,741,021	\$ 104,236,901	\$ 106,198,860
Plan Net OPEB Liability(Asset) as percentage of covered employee payroll	-25.73%	-9.24%	13.18%	16.47%

Notes to Schedule:

Benefit changes: None

Changes of assumptions: For 2020 Reporting:

- Per capita health costs and prescription drug trend rates were updated to reflect recent experience and future expectations.
- The discount rate effective December 31, 2019 for the unfunded groups was raised to 2.74%
- The excise tax regulation was repealed by Congress in December 2019

For 2021 Reporting:

- Per capita health costs and prescription drug trend rates were updated to reflect recent experience and future expectations.
- The discount rate effective December 31, 2020 for the unfunded groups was lowered to 2.12%
- The participation rate for spouses was lowered from 70% to 60%.
- On July 15, 2020 the Board of Trustees voted to change the following assumptions as part of the experience study for the five-year period, from January 1, 2015 - December 31, 2019:
 1. Inflation and payroll growth lowered from 3.00% to 2.75%.
 2. Salary scale changed to service based rates; 5.50% for the first five years, 3.50% thereafter.
 3. RP-2014 Mortality Tables changed to Pri-2012 amount-weighted mortality tables.
 4. Mortality improvement changed to generational projections with 60% of Scale SSA-2020, instead of projected generationally with a modified version of Scale MP-2014.
 5. Turnover rates kept separate age based rates for General and Uniformed employees, but removed the additional rates during first five years of service; rates zero out at each group's normal retirement age.
 6. Disability rates changed from separate age based rates to one set of age based rates for all employees; rates set to 44% of previous general rates.
 7. Retirement rate schedules for General and Uniformed employees have each been updated, but it is still assumed that there is 100% retirement at age 75 for General employees and 100% retirement at age 65 for Uniformed employees.

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
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%
2020	2,033,175	2,033,175	0	96,741,021	2.10%
2021	898,051	898,051	0	98,990,306	0.91%

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, 2020
Actuarial cost method	Entry age normal level percent of pay
Amortization method	30-year closed, level percent of pay
Remaining amortization period	17 years remain as of December 31, 2019
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
2020	16.4
2021	15.6

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/(ASSET)
LAST TEN FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's proportion of the net OPEB liability/(asset)	107.89%	129.07%	79.83%	79.94%
City's proportionate share of the net OPEB liability/(asset)	\$ (27,476,869)	\$ (11,541,212)	\$ 10,966,141	\$ 13,979,898
City's covered employee payroll	\$ 97,364,151	\$ 95,049,409	\$ 102,424,489	\$ 104,200,270
City's proportionate share of the net OPEB liability/(asset) as a percentage of its covered employee payroll	-28.22%	-12.14%	10.71%	13.42%
Plan fiduciary net position as a percentage of the total OPEB liability/(asset)	134.64%	114.08%	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, 2021**

Valuation date	December 31, 2019
Measurement date	December 31, 2020
Actuarial cost method	Entry age normal, level percent of pay
Amortization method	Level percent of pay, closed, 30 years
Remaining amortization period	17 years as of December 31, 2019
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return	7% for pre-funded plan, 2.12% for pay-as-you-go plans
Inflation rate	2.75%
Projected salary increases	Varies by age
Medical cost trend rate (pre-65)	6.00% graded to 4.50% over 6 years
Drug cost trend rate (pre-65)	Initial rate is 8.00%, trending down to 4.50% over 14 year
Medical and drug trend rate (post-65)	Initial rate is -8.56%, then 5.25% trending down to 4.50%
Plan membership:	
Current retirees, beneficiaries, and dependents	1,355
Current active members	2,192
Total	<u><u>3,547</u></u>

CITY OF SAVANNAH, GEORGIA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

NOTE A - BUDGET

The City adopted annual budgets for the 2021 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 2021 is presented below:

Fund	Original Expenditure Appropriations	Encumbered Appropriations Carried Forward From Prior Years	Budgetary Amendments	Final Expenditure Appropriations
Major Funds:				
General	\$ 201,031,608	\$ 1,399,962	\$ (9,675,872)	\$ 192,755,698
Community Development	8,054,997	6,972	214,886	8,276,855
Nonmajor Funds:				
Grant	9,229,037	227,568	(1,656,605)	7,800,000
Disaster Recovery	5,000,000		5,000,000	10,000,000
Coronavirus Local Fiscal Recovery Fund				30,000,000
Economic Development	3,600,000			8,071,063
Hazardous Materials Team	700,398	15,819	(116,217)	600,000
Hotel/motel Tax	9,014,259		3,658,443	12,672,702
Per Occupied Room Fee	1,213,610	7,400	38,452	1,259,462
Recorders Court Technology Fee	100,000	6,024	193,976	300,000
Confiscated Assets	200,000	960	199,040	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

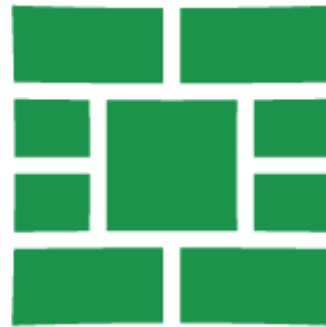
NOTE A – BUDGET (CONTINUED)

During 2021, expenditures in the following non-major fund exceeded the final expenditure appropriation amount adopted by City Council.

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance (\$)</u>	<u>Variance</u>
Per Occupied Room Fee	\$ 1,259,462	\$ 1,426,558	\$ (167,096)	13.3%

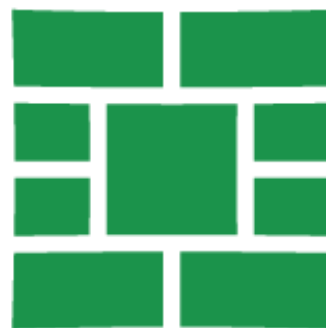
In accordance with State law, new appropriations for projects for the capital project funds were adopted by ordinance and totaled \$105,823,489 in 2021.

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 resolution 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.

Disaster Recovery Fund – The Disaster Recovery Fund accounts for all activity related to the City's recovery efforts arising from damages suffered during 2016's Hurricane Matthew, 2017's Hurricane Irma and the COVID19 pandemic.

Coronavirus Local Fiscal Recovery Fund – The Coronavirus Local Fiscal Recovery Fund accounts for grant proceeds received directly from the United States Department of Treasury. These funds were appropriated as part of the American Rescue Plan Act, which was signed into law by the president on March 11, 2021.

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 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.

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:

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 1, 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 projects.

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, 2021

SPECIAL REVENUE FUNDS												PERMANENT FUND
	GRANT FUND	DISASTER RECOVERY FUND	CORONAVIRUS LOCAL FISCAL RECOVERY FUND	ECONOMIC DEVELOPMENT FUND	HAZARDOUS MATERIALS TEAM FUND	HOTEL/MOTEL TAX FUND	AUTOMOBILE RENTAL FUND	PER OCCUPIED ROOM FEE FUND	COURT TECHNOLOGY FEE FUND	CONFISCATED ASSETS FUND	TOTAL	CEMETERY FUND
<u>ASSETS</u>												
Cash and investments	\$ -	\$ -	\$ -	\$ 979,273	\$ 1,031	\$ 1,189,404	\$ -	\$ -	\$ -	\$ -	\$ 2,169,708	\$ -
Receivables, net				120,500		2,324,134	163,114				2,607,748	
Due from other governments	1,049,279	2,427,526									3,476,805	
Restricted assets:												
Cash and investments				406,219				424,888	174,330	563,000	1,568,437	7,972,184
Receivables net								118,005			118,005	280,178
Property held for resale				398,773							398,773	
Total assets	\$ 1,049,279	\$ 2,427,526	\$ -	\$ 1,904,765	\$ 1,031	\$ 3,513,538	\$ 163,114	\$ 542,893	\$ 174,330	\$ 563,000	\$ 10,339,476	\$ 8,252,362
<u>LIABILITIES</u>												
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,031	\$ 2,351,471	\$ -	\$ 209,365	\$ -	\$ -	\$ 2,561,867	\$ -
Unexpended grant proceeds	557,576	46,863									604,439	
Due to other funds	491,703	852,017				1,162,067	163,114				2,668,901	
Total liabilities	1,049,279	898,880			1,031	3,513,538	163,114	209,365			5,835,207	
<u>DEFERRED INFLOWS OF RESOURCES</u>												
Unavailable program income				120,500							120,500	280,178
Unavailable grant proceeds		1,564,173									1,564,173	
Total deferred inflows of resources		1,564,173		120,500							1,684,673	280,178
<u>FUND BALANCES</u>												
Nonspendable												7,972,184
Restricted				406,219				333,528	174,330	563,000	1,477,077	
Committed				1,378,046							1,378,046	
Unassigned		(35,527)									(35,527)	
Total fund balance		(35,527)		1,784,265				333,528	174,330	563,000	2,819,596	7,972,184
Total liabilities, deferred inflows of resources and fund balances	\$ 1,049,279	\$ 2,427,526	\$ -	\$ 1,904,765	\$ 1,031	\$ 3,513,538	\$ 163,114	\$ 542,893	\$ 174,330	\$ 563,000	\$ 10,339,476	\$ 8,252,362

This statement is continued on the next page.

CITY OF SAVANNAH, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	DEBT SERVICE FUNDS			CAPITAL PROJECTS FUNDS					TOTAL NONMAJOR GOVERNMENTAL FUNDS
	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENTS	TOTAL	SPLOST 1998-2003	SPLOST 2003-2008	SPLOST 2009-2014	TAX ALLOCATION DISTRICT I	TOTAL	
ASSETS									
Cash and investments	\$ 1,566,541	\$ -	\$ 1,566,541	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,736,249
Receivables, net									2,607,748
Due from other governments									3,476,805
Restricted assets:									
Cash and investments		32,511	32,511	1,432,917	16,029,377	4,166,841	3,702,026	25,331,161	34,904,293
Receivables, net									398,183
Special assessments receivable, net		121,679	121,679						121,679
Property held for resale									398,773
Total assets	<u>\$ 1,566,541</u>	<u>\$ 154,190</u>	<u>\$ 1,720,731</u>	<u>\$ 1,432,917</u>	<u>\$ 16,029,377</u>	<u>\$ 4,166,841</u>	<u>\$ 3,702,026</u>	<u>\$ 25,331,161</u>	<u>\$ 45,643,730</u>
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ 15,651	\$ 642,434	\$ -	\$ -	\$ 658,085	\$ 3,219,952
Unexpended grant proceeds									604,439
Due to other funds									2,668,901
Total liabilities				<u>15,651</u>	<u>642,434</u>			<u>658,085</u>	<u>6,493,292</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable program income		121,679	121,679						522,357
Unavailable grant proceeds									1,564,173
Total deferred inflows of resources		<u>121,679</u>	<u>121,679</u>						<u>2,086,530</u>
FUND BALANCES									
Nonspendable									7,972,184
Restricted	1,566,541	32,511	1,599,052	1,417,266	15,386,943	4,166,841	3,702,026	24,673,076	27,749,205
Committed									1,378,046
Unassigned									(35,527)
Total fund balance	<u>1,566,541</u>	<u>32,511</u>	<u>1,599,052</u>	<u>1,417,266</u>	<u>15,386,943</u>	<u>4,166,841</u>	<u>3,702,026</u>	<u>24,673,076</u>	<u>37,063,908</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,566,541</u>	<u>\$ 154,190</u>	<u>\$ 1,720,731</u>	<u>\$ 1,432,917</u>	<u>\$ 16,029,377</u>	<u>\$ 4,166,841</u>	<u>\$ 3,702,026</u>	<u>\$ 25,331,161</u>	<u>\$ 45,643,730</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, 2021

	SPECIAL REVENUE FUNDS										PERMANENT FUND	
	GRANT FUND	DISASTER RECOVERY FUND	CORONAVIRUS LOCAL FISCAL RECOVERY FUND	ECONOMIC DEVELOPMENT FUND	HAZARDOUS MATERIALS TEAM FUND	HOTEL/MOTEL TAX FUND	AUTOMOBILE RENTAL FUND	PER OCCUPIED ROOM FEE FUND	COURT TECHNOLOGY FEE FUND	CONFISCATED ASSETS FUND	TOTAL	CEMETERY FUND
REVENUES:												
Selective sales tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,945,085	\$ 2,691,118	\$ -	\$ -	\$ -	\$ 30,636,203	\$ -
Intergovernmental revenue	5,609,700	2,241,151	27,795,624		36,483					469,196	36,152,154	
Charges for services				4,661	286,000			1,416,155	99,659		1,806,475	441,800
Investment income				501						104	605	
Miscellaneous revenue	104,665			237,301							341,966	
Total revenues	5,714,365	2,241,151	27,795,624	242,463	322,483	27,945,085	2,691,118	1,416,155	99,659	469,300	68,937,403	441,800
EXPENDITURES:												
Police										71,997	71,997	
Recorders court									73,236		73,236	
Fire					529,517						529,517	
Tourism enhancement						13,051,915		1,426,558			14,478,473	
Grant program and administration	6,179,400	5,659,032									11,838,432	
Community development program and administration				712,056							712,056	
Total expenditures	6,179,400	5,659,032		712,056	529,517	13,051,915		1,426,558	73,236	71,997	27,703,711	
Excess (deficiency) of revenues over (under) expenditures	(465,035)	(3,417,881)	27,795,624	(469,593)	(207,034)	14,893,170	2,691,118	(10,403)	26,423	397,303	41,233,692	441,800
OTHER FINANCING SOURCES (USES):												
Transfers in	465,035	4,864,996		1,847,639	207,034						7,384,704	
Transfers out			(27,795,624)			(14,893,170)	(2,691,118)				(45,379,912)	
Total other financing sources (uses)	465,035	4,864,996	(27,795,624)	1,847,639	207,034	(14,893,170)	(2,691,118)				(37,995,208)	
Net change in fund balances		1,447,115		1,378,046				(10,403)	26,423	397,303	3,238,484	441,800
FUND BALANCES (DEFICIT) - JANUARY 1		(1,482,642)		406,219				343,931	147,907	165,697	(418,888)	7,530,384
FUND BALANCES (DEFICIT) - DECEMBER 31	\$ -	\$ (35,527)	\$ -	\$ 1,784,265	\$ -	\$ -	\$ -	\$ 333,528	\$ 174,330	\$ 563,000	\$ 2,819,596	\$ 7,972,184

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, 2021

	DEBT SERVICE FUNDS			CAPITAL PROJECTS FUNDS						TOTAL NONMAJOR GOVERNMENTAL FUNDS
	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENTS	TOTAL	SPLOST 1998-2003	SPLOST 2003-2008	SPLOST 2009-2014	TAX ALLOCATION DISTRICT I	TOTAL		
REVENUES:										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 700,154	\$ 700,154	\$	700,154
Selective sales tax										30,636,203
Intergovernmental revenue							1,934,938	1,934,938		38,087,092
Charges for services										2,248,275
Investment income	546	16	562	798	7,994	2,259	1,216	12,267		13,434
Miscellaneous revenue	615,493		615,493							957,459
Total revenues	616,039	16	616,055	798	7,994	2,259	2,636,308	2,647,359		72,642,617
EXPENDITURES:										
Police										71,997
Records court										73,236
Fire										529,517
Tourism enhancement										14,478,473
Grant program and administration										11,838,432
Community development program and administration										712,056
Debt Service:										
Principal	1,845,000		1,845,000				1,780,000	1,780,000		3,625,000
Interest and fiscal charges	799,276		799,276				951,807	951,807		1,751,083
Capital outlay							1,747,949	1,747,949		1,747,949
Capital outlay - SPLOST funded				284,336	807,051	607,131		1,698,518		1,698,518
Total expenditures	2,644,276		2,644,276	284,336	807,051	607,131	4,479,756	6,178,274		36,526,261
Excess (deficiency) of revenues over (under) expenditures	(2,028,237)	16	(2,028,221)	(283,538)	(799,057)	(604,872)	(1,843,448)	(3,530,915)		36,116,356
OTHER FINANCING SOURCES (USES):										
Transfers in	2,644,203		2,644,203				2,729,651	2,729,651		12,758,558
Transfers out										(45,379,912)
Total other financing sources (uses)	2,644,203		2,644,203				2,729,651	2,729,651		(32,621,354)
Net change in fund balances	615,966	16	615,982	(283,538)	(799,057)	(604,872)	886,203	(801,264)		3,495,002
FUND BALANCES - JANUARY 1	950,575	32,495	983,070	1,700,804	16,186,000	4,771,713	2,815,823	25,474,340		33,568,906
FUND BALANCES - DECEMBER 31	<u>\$ 1,566,541</u>	<u>\$ 32,511</u>	<u>\$ 1,599,052</u>	<u>\$ 1,417,266</u>	<u>\$ 15,386,943</u>	<u>\$ 4,166,841</u>	<u>\$ 3,702,026</u>	<u>\$ 24,673,076</u>	<u>\$</u>	<u>37,063,908</u>

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, 2021

	GRANT FUND				DISASTER RECOVERY			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:								
Intergovernmental revenue	\$ 8,325,074	\$ 6,500,000	\$ 5,609,700	\$ (890,300)	\$ 5,000,000	\$ 10,000,000	\$ 2,241,151	\$ (7,758,849)
Miscellaneous revenue			104,665	104,665				
Total revenues	8,325,074	6,500,000	5,714,365	(785,635)	5,000,000	10,000,000	2,241,151	(7,758,849)
EXPENDITURES:								
Grant program and administration	9,229,037	7,800,000	6,179,400	1,620,600	5,000,000	10,000,000	5,659,032	4,340,968
Total expenditures	9,229,037	7,800,000	6,179,400	1,620,600	5,000,000	10,000,000	5,659,032	4,340,968
Excess (deficiency) of revenues over (under) expenditures	(903,963)	(1,300,000)	(465,035)	834,965			(3,417,881)	(3,417,881)
OTHER FINANCING SOURCES (USES):								
Transfers in	903,963	1,300,000	465,035	(834,965)			4,864,996	4,864,996
Total other financing sources (uses)	903,963	1,300,000	465,035	(834,965)			4,864,996	4,864,996
Net change in fund balance	\$ -	\$ -		\$ -	\$ -	\$ -	1,447,115	\$ 1,447,115
FUND BALANCE (DEFICIT) - JANUARY 1							(1,482,642)	
FUND BALANCE (DEFICIT) - DECEMBER 31			\$ -				\$ (35,527)	

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, 2021

	CORONAVIRUS LOCAL FISCAL RECOVERY FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Intergovernmental revenue	\$ -	\$ 30,000,000	\$ 27,795,624	\$ (2,204,376)
Total revenues		30,000,000	27,795,624	(2,204,376)
OTHER FINANCING SOURCES (USES):				
Transfers out		(30,000,000)	(27,795,624)	2,204,376
Total other financing sources (uses)		(30,000,000)	(27,795,624)	2,204,376
Net change in fund balance	\$ -	\$ -		\$ -
FUND BALANCE - JANUARY 1				
FUND BALANCE - DECEMBER 31			\$ -	

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, 2021

	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	\$ -	\$ -	\$ -	\$ -	\$ 495,081	\$ 103,657	\$ 36,483	\$ (67,174)
Charges for services	3,600,000	8,071,063	4,661	(8,066,402)		286,000	286,000	
Investment income			501	501				
Miscellaneous revenue			237,301	237,301				
Total revenues	3,600,000	8,071,063	242,463	(7,828,600)	495,081	389,657	322,483	(67,174)
EXPENDITURES:								
Fire					700,398	600,000	529,517	70,483
Community development program and administration	3,600,000	8,071,063	712,056	7,359,007				
Total expenditures	3,600,000	8,071,063	712,056	7,359,007	700,398	600,000	529,517	70,483
Excess (deficiency) of revenues over (under) expenditures			(469,593)	(15,187,607)	(205,317)	(210,343)	(207,034)	3,309
OTHER FINANCING SOURCES (USES):								
Transfers in			1,847,639	1,847,639	205,317	210,343	207,034	(3,309)
Total other financing sources (uses)			1,847,639	1,847,639	205,317	210,343	207,034	(3,309)
Net change in fund balance	\$ -	\$ -	1,378,046	\$ (13,339,968)	\$ -	\$ -		\$ -
FUND BALANCE - JANUARY 1			406,219					
FUND BALANCE - DECEMBER 31			\$ 1,784,265				\$ -	

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, 2021

	HOTEL/MOTEL TAX			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES:				
Selective sales tax	\$ 17,615,730	\$ 26,000,000	\$ 27,945,085	\$ 1,945,085
Total revenues	17,615,730	26,000,000	27,945,085	1,945,085
EXPENDITURES:				
Tourism enhancement	9,014,259	12,672,702	13,051,915	(379,213)
Total expenditures	9,014,259	12,672,702	13,051,915	(379,213)
Excess of revenues over expenditures	8,601,471	13,327,298	14,893,170	1,565,872
OTHER FINANCING SOURCES (USES):				
Transfers out	(8,601,471)	(13,327,298)	(14,893,170)	(1,565,872)
Total other financing sources (uses)	(8,601,471)	(13,327,298)	(14,893,170)	(1,565,872)
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, 2021

	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	\$ 1,433,000	\$ 3,000,000	\$ 2,691,118	\$ (308,882)	\$ -	\$ -	\$ -	\$ -
Charges for services					1,213,610	1,259,462	1,416,155	156,693
Total revenues	1,433,000	3,000,000	2,691,118	(308,882)	1,213,610	1,259,462	1,416,155	156,693
EXPENDITURES:								
Tourism enhancement					1,213,610	1,259,462	1,426,558	(167,096)
Total expenditures					1,213,610	1,259,462	1,426,558	(167,096)
Excess of revenues over expenditures	1,433,000	3,000,000	2,691,118	(308,882)			(10,403)	323,789
OTHER FINANCING SOURCES (USES):								
Transfers out	(1,433,000)	(3,000,000)	(2,691,118)	308,882				
Total other financing sources (uses)	(1,433,000)	(3,000,000)	(2,691,118)	308,882				
Net change in fund balance	\$ -	\$ -		\$ -	\$ -	\$ -	(10,403)	\$ (10,403)
FUND BALANCE - JANUARY 1							343,931	
FUND BALANCE - DECEMBER 31			\$ -				\$ 333,528	

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, 2021

	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	\$ 469,196	\$ 69,196
Charges for services	100,000	300,000	99,659	(200,341)			104	104
Investment income								
Total revenues	100,000	300,000	99,659	(200,341)	200,000	400,000	469,300	69,300
EXPENDITURES:								
Police					200,000	400,000	71,997	328,003
Recorders court	100,000	300,000	73,236	226,764				
Total expenditures	100,000	300,000	73,236	226,764	200,000	400,000	71,997	328,003
Net change in fund balance	\$ -	\$ -	26,423	\$ 26,423	\$ -	\$ -	397,303	\$ 397,303
FUND BALANCE - JANUARY 1			147,907				165,697	
FUND BALANCE - DECEMBER 31			\$ 174,330				\$ 563,000	

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, 2021

	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	\$ -	\$ -	\$ 546	\$ 546			16	16
Miscellaneous revenue			615,493	615,493				
Total revenues			616,039	616,039	100,000	100,000	16	(99,984)
EXPENDITURES:								
Principal	15,000,000	15,000,000	1,845,000	13,155,000	50,000	50,000		50,000
Interest and fiscal charges	5,000,000	5,000,000	799,276	4,200,724	50,000	50,000		50,000
Total expenditures	20,000,000	20,000,000	2,644,276	17,355,724	100,000	100,000		100,000
Excess (deficiency) of revenues over (under) expenditures	(20,000,000)	(20,000,000)	(2,028,237)	17,971,763	-	-	16	16
OTHER FINANCING SOURCES (USES):								
Transfers in	20,000,000	20,000,000	2,644,203	(17,355,797)				
Total other financing sources (uses)	20,000,000	20,000,000	2,644,203	(17,355,797)				
Net change in fund balance	\$ -	\$ -	615,966	\$ 615,966	\$ -	\$ -	16	\$ 16
FUND BALANCE - JANUARY 1			950,575				32,495	
FUND BALANCE - DECEMBER 31			<u>\$ 1,566,541</u>				<u>\$ 32,511</u>	

This schedule is continued from the previous page.

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2021**

	<u>RESOURCE RECOVERY</u>	<u>GOLF COURSE</u>	<u>TOTAL</u>
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ -	\$ 271,587	\$ 271,587
Total current assets	<u> </u>	<u>271,587</u>	<u>271,587</u>
Noncurrent assets:			
Capital assets:			
Land	1,592,559		1,592,559
Plant, buildings, stations, reservoirs, etc		1,514,735	1,514,735
Improvements, other than buildings		7,299,657	7,299,657
Machinery and equipment		54,443	54,443
Other capital assets		4,692	4,692
Less accumulated depreciation		<u>(5,005,004)</u>	<u>(5,005,004)</u>
Total noncurrent assets	<u>1,592,559</u>	<u>3,868,523</u>	<u>5,461,082</u>
Total assets	<u><u>\$ 1,592,559</u></u>	<u><u>\$ 4,140,110</u></u>	<u><u>\$ 5,732,669</u></u>
<u>NET POSITION</u>			
Investment in capital assets	\$ 1,592,559	\$ 3,868,523	\$ 5,461,082
Unrestricted	<u> </u>	<u>271,587</u>	<u>271,587</u>
Total net position	<u><u>\$ 1,592,559</u></u>	<u><u>\$ 4,140,110</u></u>	<u><u>\$ 5,732,669</u></u>

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2021

	<u>RESOURCE RECOVERY</u>	<u>GOLF COURSE</u>	<u>TOTAL</u>
OPERATING EXPENSES:			
Depreciation	\$ -	\$ 267,293	\$ 267,293
Total operating expenses		267,293	267,293
Operating (Loss)		(267,293)	(267,293)
NONOPERATING REVENUES:			
Interest earned		133	133
Total nonoperating revenues		133	133
Loss before contributions		(267,160)	(267,160)
CAPITAL CONTRIBUTIONS		43,100	43,100
Change in net position		(224,060)	(224,060)
Total net position - beginning	1,592,559	4,364,170	5,956,729
Total net position - ending	<u>\$ 1,592,559</u>	<u>\$ 4,140,110</u>	<u>\$ 5,732,669</u>

CITY OF SAVANNAH, GEORGIA
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 YEAR ENDED DECEMBER 31, 2021

	<u>GOLF COURSE</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investment income	\$ 133
Net cash provided by investing activities	<u>133</u>
INCREASE IN CASH AND CASH EQUIVALENTS	133
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>271,454</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u><u>\$ 271,587</u></u>
RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating (loss)	\$ (267,293)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:	
Depreciation	267,293
Net cash provided (used) by operating activities	<u><u>\$ -</u></u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:	
Contributions of capital assets from developers/other entities	<u><u>\$ 43,100</u></u>

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2021**

	<u>REVOLVING</u>	<u>RISK MANAGEMENT</u>	<u>TOTAL</u>
<u>ASSETS</u>			
ASSETS			
Current assets:			
Cash and investments	\$ 43,193,869	\$ 26,091,647	\$ 69,285,516
Receivables, net	63,744	847,000	910,744
Inventories	1,815,260		1,815,260
Total current assets	<u>45,072,873</u>	<u>26,938,647</u>	<u>72,011,520</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	107,310,576		107,310,576
Machinery and equipment under capital lease	1,327,494		1,327,494
Less accumulated depreciation	<u>(76,340,268)</u>		<u>(76,340,268)</u>
Total noncurrent assets	<u>35,388,175</u>		<u>35,388,175</u>
Total assets	<u>\$ 80,461,048</u>	<u>\$ 26,938,647</u>	<u>\$ 107,399,695</u>
<u>LIABILITIES AND NET POSITION</u>			
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,351,340	\$ 532,409	\$ 1,883,749
Current portion of compensated absences	234,218		234,218
Current portion of claims and judgments		4,250,531	4,250,531
Current obligation under capital leases	265,499		265,499
Total current liabilities	<u>1,851,057</u>	<u>4,782,940</u>	<u>6,633,997</u>
Noncurrent liabilities:			
Compensated absences	212,707		212,707
Claims and judgments		4,273,727	4,273,727
Obligations under capital leases	1,032,065		1,032,065
Total noncurrent liabilities	<u>1,244,772</u>	<u>4,273,727</u>	<u>5,518,499</u>
Total liabilities	<u>3,095,829</u>	<u>9,056,667</u>	<u>12,152,496</u>
NET POSITION			
Investment in capital assets	34,090,611		34,090,611
Unrestricted	<u>43,274,608</u>	<u>17,881,980</u>	<u>61,156,588</u>
Total net position	<u>77,365,219</u>	<u>17,881,980</u>	<u>95,247,199</u>
Total liabilities and net position	<u>\$ 80,461,048</u>	<u>\$ 26,938,647</u>	<u>\$ 107,399,695</u>

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2021

	REVOLVING	RISK MANAGEMENT	TOTAL
OPERATING REVENUES:			
Charges for services	\$ 25,033,993	\$ -	\$ 25,033,993
Risk management fees		41,885,085	41,885,085
	<hr/>	<hr/>	<hr/>
Total operating revenues	25,033,993	41,885,085	66,919,078
	<hr/>	<hr/>	<hr/>
OPERATING EXPENSES:			
Depreciation	7,913,836		7,913,836
Central garage	6,266,004		6,266,004
Information services	10,391,518		10,391,518
Risk management		34,442,981	34,442,981
	<hr/>	<hr/>	<hr/>
Total operating expenses	24,571,358	34,442,981	59,014,339
	<hr/>	<hr/>	<hr/>
Operating Income (Loss)	462,635	7,442,104	7,904,739
	<hr/>	<hr/>	<hr/>
NONOPERATING REVENUES (EXPENSES):			
Interest earned	20,265	10,850	31,115
Interest expense	(2,927)		(2,927)
Gain on disposal of assets	400,552		400,552
	<hr/>	<hr/>	<hr/>
Total nonoperating revenues	417,890	10,850	428,740
	<hr/>	<hr/>	<hr/>
Income before contributions	880,525	7,452,954	8,333,479
	<hr/>	<hr/>	<hr/>
CAPITAL CONTRIBUTIONS	2,152,432		2,152,432
	<hr/>	<hr/>	<hr/>
Change in net position	3,032,957	7,452,954	10,485,911
	<hr/>	<hr/>	<hr/>
Total net position - beginning	74,332,262	10,429,026	84,761,288
	<hr/>	<hr/>	<hr/>
Total net position - ending	<u>\$ 77,365,219</u>	<u>\$ 17,881,980</u>	<u>\$ 95,247,199</u>

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2021

	REVOLVING	RISK MANAGEMENT	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from other funds for services	\$ 25,033,993	\$ -	\$ 25,033,993
Cash received from other funds for services and fees		41,885,085	41,885,085
Cash paid to suppliers	(16,477,446)		(16,477,446)
Cash paid for claims and insurance		(36,759,706)	(36,759,706)
Net cash provided by operating activities	<u>8,556,547</u>	<u>5,125,379</u>	<u>13,681,926</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Sale of equipment	450,050		450,050
Acquisition and construction of capital assets	(7,260,258)		(7,260,258)
Capital lease issuance	1,327,494		1,327,494
Principal paid on long-term debt	(29,930)		(29,930)
Interest paid	(2,927)		(2,927)
Net cash used by capital and related financing activities	<u>(5,515,571)</u>		<u>(5,515,571)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income	20,265	10,850	31,115
Net cash provided by investing activities	<u>20,265</u>	<u>10,850</u>	<u>31,115</u>
INCREASE IN CASH AND CASH EQUIVALENTS	3,061,241	5,136,229	8,197,470
CASH AND CASH EQUIVALENTS, JANUARY 1	<u>40,132,628</u>	<u>20,955,418</u>	<u>61,088,046</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 43,193,869</u>	<u>\$ 26,091,647</u>	<u>\$ 69,285,516</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:			
Operating income	\$ 462,635	\$ 7,442,104	\$ 7,904,739
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	7,913,836		7,913,836
Change in assets and liabilities:			
Increase in receivables	(58,867)		(58,867)
Increase in inventories	(270,559)		(270,559)
Increase in accounts payable	489,210	85,514	574,724
Increase in compensated absences	20,292		20,292
Decrease in claims and judgments payable		(2,402,239)	(2,402,239)
Net cash provided by operating activities	<u>\$ 8,556,547</u>	<u>\$ 5,125,379</u>	<u>\$ 13,681,926</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Capital contributions	\$ 2,152,432	\$ -	\$ 2,152,432

**CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2021**

	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	\$ 5,114,739	\$ 194,308	\$ 1,148,303	\$ 6,457,350	\$ 408,126	\$ 271,293	\$ 679,419
Accrued income	377,205			377,205			
Accounts receivable:							
From employers	16,043			16,043			
From participants	61,053			61,053			
Investments, at fair value:							
U.S. government obligations	83,096,330		11,486,147	94,582,477			
Foreign corporate bonds	2,967,318			2,967,318			
Domestic corporate bonds	28,753,760		20,946,463	49,700,223			
Domestic equities	262,371,587		61,458,334	323,829,921			
International equities	77,741,672		11,060,941	88,802,613			
Real estate fund	53,826,645		13,648,105	67,474,750			
Total investments	508,757,312		118,599,990	627,357,302			
Total assets	514,326,352	194,308	119,748,293	634,268,953	408,126	271,293	679,419
<u>LIABILITIES AND NET POSITION</u>							
Liabilities:							
Accounts payable	417,139		199,298	616,437	408,126	12,986	421,112
Total liabilities	417,139		199,298	616,437	408,126	12,986	421,112
Net Position:							
Restricted for:							
Pensions	513,909,213	194,308		514,103,521			
Post employment benefits other than pensions			119,548,995	119,548,995			
Individuals						258,307	258,307
Total net position	\$ 513,909,213	\$ 194,308	\$ 119,548,995	\$ 633,652,516	\$ -	\$ 258,307	\$ 258,307

CITY OF SAVANNAH, GEORGIA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	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	\$ 12,019,866	\$ -	\$ 898,051	\$ 12,917,917	\$ -	\$ -	\$ -
Plan members	7,572,831		2,399,127	9,971,958		562,723	562,723
Fines and forfeitures collected for other governments					6,878,300		6,878,300
Total contributions	19,592,697		3,297,178	22,889,875	6,878,300	562,723	7,441,023
Investment income:							
Interest	1,922,999	95	1,798	1,924,892			
Dividends	1,684,409		1,140,091	2,824,500			
Real estate net income	11,074,678		4,483,535	15,558,213			
Net appreciation (depreciation) in fair value of investments	48,814,301		10,707,075	59,521,376			
Total investment income	63,496,387	95	16,332,499	79,828,981			
Less investment expense	1,937,092		523,103	2,460,195			
Net investment income (loss)	61,559,295	95	15,809,396	77,368,786			
Total additions	81,151,992	95	19,106,574	100,258,661	6,878,300	562,723	7,441,023
DEDUCTIONS							
Benefits	32,891,471	1,440	5,945,540	38,838,451		542,063	542,063
Refunds of contributions	2,731,534			2,731,534			
Payments of fines and forfeitures to other governments					6,878,300		6,878,300
Administrative expense	166,473		403,089	569,562		14,010	14,010
Total deductions	35,789,478	1,440	6,348,629	42,139,547	6,878,300	556,073	7,434,373
Change in net position	45,362,514	(1,345)	12,757,945	58,119,114		6,650	6,650
Beginning of year - January 1	468,546,699	195,653	106,791,050	575,533,402		251,657	251,657
End of year - December 31	<u>\$ 513,909,213</u>	<u>\$ 194,308</u>	<u>\$ 119,548,995</u>	<u>\$ 633,652,516</u>	<u>\$ -</u>	<u>\$ 258,307</u>	<u>\$ 258,307</u>

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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								
	Savannah Drainage Projects		\$ 77,500,000					
DR0111	Kayton Pump Station Phase 2	\$ 1,219,860		\$ 987,471	\$ 987,471	\$ -	\$ 987,471	\$ -
DR0112	Harman Canal Drainage Improvements	1,255,555		1,219,555	1,219,555		1,219,555	
DR0113	Kayton Canal Equipment Purchase	948,947		948,947	948,947		948,947	
DR0114	Kayton Railroad Bridge Replacement	513,231		513,231	513,231		513,231	
DR0115	Montgomery Crossroads Bridge	75,829		55,004	55,004		55,004	
DR0116	Montgomery Crossroads Equipment Purchase	1,413,719		1,409,619	1,409,619		1,409,619	
DR0117	Springfield Canal Bridges	157,966		156,166	156,166		156,166	
DR0118	Williams Ward Detention	370,094		370,094	370,094		370,094	
DR0119	Springfield Canal 2-Year Storm	2,966,599		2,966,555	2,966,555		2,966,555	
DR0120	Westside Equipment Purchase	2,226,160		283,900	283,900		283,900	
DR0121	Westside Detention	895,997		112	112		112	
DR0122	Westside Pump Station & Line	14,230,285		12,728,054	12,728,054		12,728,054	
DR0123	Westside Interceptor	9,230,669		3,171,712	3,171,712		3,171,712	
DR0124	Montgomery Crossroads Pump Station	10,287,983		10,213,431	10,213,431		10,213,431	
DR0125	Wilshire Canal	2,848,286		2,848,286	2,848,286		2,848,286	
DR0126	Holland Canal	3,139,533		3,137,685	3,137,685		3,137,685	
DR0127	Windsor Canal	2,810,852		1,659,473	1,659,473		1,659,473	
DR0129	Local Match GEMA Grants	7,677,531		2,651,266	2,651,266		2,651,266	
DR0130	Kayton Spill Clean Up	1,093,173		39,504	39,504		39,504	
DR0201	DeRenne Pump Station	15,848,251		970,000	970,000		970,000	
DR0204	Casey South Drainage	24,607,402		21,507,611	21,507,611		21,507,611	
DR0205	Demere Ward Detention	75,751		75,751	75,751		75,751	
DR0206	Springfield Canal Roads	328,729		285,014	285,014		285,014	
DR0207	Nicholson Woods-White Bluff	112,152		48,657	48,657		48,657	
DR0211	Windsor Sub-Basin	50,926		50,926	50,926		50,926	
DR0212	SCADA I	52,833		17,330	17,330		17,330	
DR0214	Pump Station Metal Building Upgrade	245,993		245,993	245,993		245,993	
DR0215	Bilbo-North Casey Drainage	1,490,913		205,000	205,000		205,000	
DR0301	Springfield Canal	12,144,945		7,652,969	7,652,969		7,652,969	
DR0304	SCADA II	94,817		36,446	36,446		36,446	
DR0305	Bilbo Basin	15,766,216		157,366	157,366		157,366	
DR0501	Cranman Drive Culvert Replacement	336,133		336,133	336,133		336,133	
DR0503	Wilshire Basin Study	9,480,032		1,746,691	1,746,691		1,746,691	
DR0505	Brick Line Replacement	1,622,603		865,733		25,871	25,871	839,862
DR0507	Downtown Bilbo Drainage Basin	143,300		143,300	143,300		143,300	
DR0601	City Lot Drainage Improvements	277,975		23,475	23,475		23,475	
DR0800	Westside Flooding Remediation	1,740,616		640,616	640,616		640,616	
DR0802	Placentia Phase I	1,203,715		42,000	42,000		42,000	
DR0803	Jackson Woods Drainage-Phase 2	2,084,696		98,736	98,736		98,736	
DR0805	Nicholson Woods-Phase 2	235,505		75,142	75,142		75,142	
DR0901	Windsor-Wilshire Basin	525,668		525,668	525,668		525,668	
DR0910	Storm Sewer Rehab	1,621,535		115,919	115,919		115,919	
DR0911	Casey South Drainage-Phase II	40,224,526		1,063,707	395,684	258,465	654,149	409,558
WT0510	Extension to Unserved Areas	115,854		58,437	58,437		58,437	
	Other Capital Outlay Projects		16,292,341					
OP0120	RR Roundhouse Battlefield Park	1,528,258		190,000	190,000		190,000	
OP0327	Electric Street Cars	1,385,419		170,000	170,000		170,000	
OP0541	Hwy 21/Snow Green Land	1,507,437		1,507,437	1,507,437		1,507,437	
OP0611	Eastside Sidewalks	500,778		17,268	17,268		17,268	
OP0638	Railroad Property Acquisition	6,398,268		3,590,551	3,590,551		3,590,551	
PB0310	History Museum Bldg Repair	838,311		15,000	15,000		15,000	
PB0412	Forsyth Park Fort	6,723,755		1,003,550	1,003,550		1,003,550	
PB0621	Ellis Square Parking Garage	54,076,595		1,691,000	1,691,000		1,691,000	
PD0801	West 57th Street Boulevard	2,105,369		555,117	555,117		555,117	
PD0901	Meding Street Curve	206,059		206,059	206,059		206,059	
RE0412	Boaen Tract Open Space	22,812		22,000	22,000		22,000	
RE0604	Band Shell	595,770	787,500	577,950	577,950		577,950	
RE0805	Daffin Park Master Plan	4,783,503		3,495,000	3,495,000		3,495,000	

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, 2021

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								
SP0212	1% Sidewalk Construction	675,220		674,423	674,423		674,423	
SP0214	Wheelchair Access Ramps	321,384		735	735		735	
SP0308	Cuyler-Brownsville Sidewalk	28,665		23,265	23,265		23,265	
SP0608	2020 LMIG	2,219,647		218,146	218,146		218,146	
SP0910	1% Sidewalk Construction	1,068,137		808,309	808,309		808,309	
SQ0411	MLK Median Landscaping	833,130		322,000	322,000		322,000	
SQ0502	Elbert Square Acquisition	828,635		828,635	828,635		828,635	
SQ0603	Historical Wall Preservation	1,096,139		200,000	200,000		200,000	
SQ0701	Liberty Square Reconstruction	134,640		80,000	80,000		80,000	
TE0502	MLK Median Installation	330,616		48,000	48,000		48,000	
OP0515	Fire Capital Outlay	229,535	250,000	172,566	172,566		172,566	
	Open Space Acquisition		3,339,424					
OP0339	Wilshire Complex	418,258		12,258	12,258		12,258	
OP0529	Mohawk Lake Acquisition	348,443		348,443	348,443		348,443	
PB0820	Crusader Neighborhood Center	422,698		110,746	110,746		110,746	
PD0400	Savannah Gardens Phase I	13,745,795		872	872		872	
RE0123	Master Plan-Mohawk Property	72,040		1,557	1,557		1,557	
RE0129	Edgemer/Sackville Recreation	232,225		82,470	82,470		82,470	
RE0307	Windsor Forest Pond	121,979		121,979	121,979		121,979	
RE0511	Cuyler-Brownsville Park	1,141,463		404,458	404,458		404,458	
RE0512	Vernon River Park	275,345		113,043	113,043		113,043	
RE0611	Open Space Acquisition	409,426		407,143	407,143		407,143	
RE0612	Habersham Woods Park	183,543		183,543	183,543		183,543	
RE0613	Stark-Clinch Greenspace	122,107		122,107	122,107		122,107	
RE0615	Southside Park-Mohawk	595,734		595,734	595,734		595,734	
RE0807	Largo-Windsor Area Lake	1,161,430		402,233	402,233		402,233	
TOTALS SPLOST 98-2003 FUND		\$ 301,481,923	\$ 98,169,265	\$ 101,672,282	\$ 100,138,526	\$ 284,336	\$ 100,422,862	\$ 1,249,420

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.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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			Remaining Balance	
					PRIOR YEARS	CURRENT YEAR	TOTAL		
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	1,622,603		192,941	192,941		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	7,077,150		1,443,000	500,687	941,981	1,442,668		332
DR0906	Sylvan Terrace Sub-basin	17,553		17,553	17,553		17,553		
DR0911	Casey South Drainage-Phase II	40,224,526		14,691,386	1,531,799		1,531,799		13,159,587
HA0601	LMIG Grant Match Reserve	91,117		91,117					91,117
PD0302	Cann Park Sidewalks	310,144		179,002	179,002		179,002		
PD0303	Gordonston Sidewalk Improvements	84,597		84,597	84,597		84,597		
PD0304	Entrepreneurial Center Parking	14,969		14,969	14,969		14,969		
SP0115	Fernwood-Parkwood Curb-Gutter	1,744,215		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		
SP0608	2020 LMIG Paving	2,219,647		188,877	188,877		188,877		
SP0716	2021 LMIG	1,858,493		378,899		378,899			
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-Delesseps Widening	33,259		33,259	33,259		33,259		
TE0310	President Street-General McIntosh Improvements	35,282,226		1,924,864	1,924,864		1,924,864		
TE0512	Jimmy DeLoach Parkway Signal	126,590		29,069	29,069		29,069		
TE0613	Tatemville Sound Barrier	1,214,904		1,214,904	1,214,904		1,214,904		
TE0708	LaRoche-Delesseps Design	5,955,063		2,551,837	2,059,417	(1,748,067)	311,350		2,240,487
TE0709	Gwinnett St. Widening Design	16,716,143		1,988,000	787,674	1,200,326	1,988,000		
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	24,161,787		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 SPLOST	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	431,490	33,912	465,402		41,598
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		

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, 2021

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			Remaining Balance
					PRIOR YEARS	CURRENT YEAR	TOTAL	
SPLOST 2003-2008 FUND:								
PB0634	Moses Jackson Center Roof	943,543		14,644	14,644		14,644	
PB0730	Bacon Park Tennis Courts Reconst.	731,868		376,104	376,104		376,104	
PB0824	Moses Jackson-Phase 2	2,051,473		1,049,424	1,049,424		1,049,424	
PB0827	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	Feiler 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	7,281,031		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		1,132,582	1,132,582		1,132,582	
PD0808	WS-Tree Lawn & Buffering	10,012		10,012	10,012		10,012	
PD0902	Montgomery-Meding-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 Rebricking	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	298,935		43,102	43,102		43,102	
PD0313	Savannah Shines	1,674,616		531,340	531,340		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		\$ 341,670,226	\$ 97,640,895	\$ 107,193,722	\$ 90,853,550	\$ 807,051	\$ 91,660,601	\$ 15,533,121

- NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
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(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.

CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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				Remaining Balance		
					PRIOR YEARS	CURRENT YEAR	TOTAL				
SPLOST 2009-2014 FUND:											
	City of Savannah Projects		\$	160,000,000							
DR0215	Bilbo-North Casey Drainage	\$	1,490,913	\$	860,913	\$	-	\$	860,913	\$	-
DR0308	Bilbo Box Culver Improvements		26,373,941		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 Drainage Phs II		40,224,526		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		8,393,884		7,223,020		7,223,020		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		43,343,318		19,462,178		19,462,178		19,462,178		
PB0539	Acquire 2155 West Gwinnett St Property		1,585,444		1,448,157		1,448,157		1,448,157		
PB0637	Fire Training Facility		1,891,049		1,282,899		1,282,899		1,282,899		
PB0644	Sav Fire Support Center & Code Compliance Offices		3,279,303		129,303						129,303
PB0646	Edwin Street Parking Lot		300,000		300,000						300,000
PB0821	Cultural Arts Center		24,161,787		17,400,001		17,400,001		17,400,001		
PB0828	Westside Property Acquisition		3,619,002		837,860		837,860		837,860		
PB0836	Savannah Public Safety Metroplex		10,084,819		9,536,844		9,536,844		9,536,844		
PD0308	Fellwood Homes Site Infrastructure		3,658,417		3,658,417		3,658,417		3,658,417		
PD0309	Water Avenue Streetscape		7,281,031		3,350,000		3,350,000		3,350,000		
PD0400	Savannah Gardens Phase I		13,745,795		11,055,577		11,055,577		11,055,577		
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	13,165	118,200		881,800
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		
TE0615	Stiles Ave Extension		411,490		411,490		303,810	11,317	315,127		96,363
TE0709	Gwinn St Widening (I16 Stiles)		16,716,143		582,649			582,649	582,649		
TOTALS SPLOST 2009-2014 FUND		\$	243,792,873	\$	160,000,000	\$	120,970,789	\$	115,812,680	\$	607,131
										\$	116,419,811
										\$	4,550,978

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CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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			Remaining Balance					
					PRIOR YEARS	CURRENT YEAR	TOTAL						
SPLOST 2014-2020 FUND:													
CC0206	City of Savannah Projects		\$	190,000,000									
	New Cc Arena	\$	164,334,322	\$	119,324,690	\$	6,188,427	\$	104,879,841	\$	111,068,268	\$	8,256,422
DR0131	Drainage Box Rehabilitations		8,240,000		8,240,000		2,461,301		7,126		2,468,427		5,771,573
DR0132	Placentia Basin Drainage Impro		7,000,000		7,000,000		489,726		195,359		685,085		6,314,915
DR0308	Bilbo Box Culvert Impro		26,373,941		5,596,670		5,625,000		(695,732)		4,929,268		667,402
DR0309	Colonial Drive Drainage		355,929		355,929		355,929				355,929		
DR0508	Bilbo Basin Study		70,000		70,000		66,700		145		66,845		3,155
DR0705	Montg Xrd Pump Stn Ctrl Upgrade		450,000		450,000				26,517		26,517		423,483
OP0144	Savannah Children's Museum		1,500,000		1,500,000		296,473		16,810		313,283		1,186,717
OP0145	Pedestrian Wayfinding Signage		700,000		500,000		94,797				94,797		405,203
OP0146	Wireless/Fiber Infrastructure		2,399,081		2,383,500		229,007		78,710		307,717		2,075,783
OP0255	Data Ctr move out of Civic Ctr		1,076,181		116,500		116,500				116,500		
OP0414	Traffic Calming Devices		830,013		500,000		500,000				500,000		
OP0429	Caretaker's Cottage Restoration		605,522		500,000		500,000				500,000		
OP0432	Washington Ave Tree Lawn		27,943		27,943		27,943				27,943		
OP0434	Leedsgate Community Improve		4,483		4,483		160				160		4,323
OP0932	Radio Network Infrastructure		2,152,432		2,152,432		2,058,032		94,400		2,152,432		
PB0148	Grant Center		4,500,000		2,000,000		168,197		333,323		501,520		1,498,480
PB0150	Hutchinson Is Public Safety Facility		235,960		235,960		235,960				235,960		
PB0153	LaVida Property Acquisition		463,857		463,857		463,857				463,857		
PB0336	Highlands Fire Station		3,792,076		3,781,685		3,068,945		552,860		3,621,805		159,880
PB0533	Fire Station Sweetwater		3,329,912		2,932,354		2,932,354				2,932,354		
PB0537	Facilities at Interchange Ct		43,343,318		6,337,822		3,737,822		2,600,000		6,337,822		
PB0640	Tricentennial Pk Facility Impr		115,788		115,788								115,788
PB0641	Arena Parking Facility		14,100,000		5,600,000				4,428,216		4,428,216		1,171,784
PB0642	John Delaware Ctr Renovation		1,600,000		1,600,000		28,009		525,660		553,669		1,046,331
PB0643	8 Interchange Ct Fac Improvements		1,503,507		1,000,000				383,712		383,712		616,288
PB0644	Sav Fire Support Ctr & Code Cor		3,279,303		2,150,000								2,150,000
PB0754	Priority Public Safety Facilities		800,000		800,000								800,000
PB0755	Arena Pkg Pedestrian Bridge		1,390,000		1,000,000				840,541		840,541		159,459
PB0821	Cultural Arts Center		24,161,787		600,000		600,000				600,000		
PB0840	Fire Building Maint		765,676		50,000		50,000				50,000		
PB0842	Tomkins Ctr Renov & Expansion		3,070,715		1,500,367		1,500,367				1,500,367		
PB0929	Family Resource Center Penn Ave		7,164,043		7,159,504		7,159,504				7,159,504		
PD0117	Hitch Village Redevelopment		6,224,000		6,224,000		2,533,617				2,533,617		3,690,383
PD0208	Ogeecheeton 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	Feiler Terrace Signs		17,067		17,067		17,067				17,067		
PD0215	Feiler Terrace Park Improvmnts		2,675		2,675		2,675				2,675		
PD0302	Cann Park Sidewalks		310,144		131,143		131,143				131,143		
PD0309	Waters Ave Corridor Improvements		7,281,031		900,000		900,000				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				530,000		
PD0403	Woodville Neighborhood Sign		4,423		4,423		4,423				4,423		
PD0404	Parkwood Sign		6,093		6,093		6,093				6,093		
PD0504	Glynnwood Sign		12,657		12,657		12,657				12,657		
PD0506	Poplar Place Sign		17,237		17,237		17,237				17,237		
PD0700	Neighborhood Improvements		500,000		500,000								500,000
PD0703	Water Works Lot Redevelopment		635,310		635,310				161,903		161,903		473,407
PD0806	Augusta Ave Revitalization		1,251,822		80,862		100,043		(19,181)		80,862		

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, 2021

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			Remaining Balance
					PRIOR YEARS	CURRENT YEAR	TOTAL	
SPLOST 2014-2020 FUND:								
PT0202	Factors Walk Wall Stabilization	905,447		800,000		13,615	13,615	786,385
PT0401	District 4 Irrigation Improvements	39,475		39,475	13,762	5,000	18,762	20,713
PT0701	Forsyth Park Lighting Improvements	1,000,000		1,000,000				1,000,000
RE0124	Southside Park Development	1,493,334		1,249,378	1,288,532	(39,154)	1,249,378	
RE0125	Athletic Field Turf	1,593,195		1,593,196	1,593,196		1,593,196	
RE0128	Bee Road Park	66,235		66,235	66,235		66,235	
RE0129	Edgemere/Sackville Recreation	232,225		149,755	113,497		113,497	36,258
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	305,276		305,276	
RE0134	Ogeecheeton Park Improvements	2,100		2,100	2,100		2,100	
RE0222	Twickenham Holly Heights Green Space	290,097		290,097	288,181	1,916	290,097	
RE0223	Summerside Playground	345,098		345,098	328,837	4,000	332,837	12,261
RE0224	Cann Park Improvements	298,935		255,834	255,834		255,834	
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	1,354		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	357,885		357,885	357,885		357,885	
RE0317	Windsor Rd Property Acquisition	272,009		271,809	271,809		271,809	
RE0414	Joe Tribble Park	195,710		195,710	195,710		195,710	
RE0415	Tremont Basketball Resurfacing	86,771		86,771	86,771		86,771	
RE0416	Brinkman Park Improvements	1,858		1,858	1,858		1,858	
RE0417	Windsor Neighborhood Park	406,547		406,547	406,547		406,547	
RE0418	Treat Park Expansion	66,202		66,202	66,202		66,202	
RE0419	Veterans Park	174,499		174,499	132,528	445	132,973	41,526
RE0421	Holly Heights Improvements	468,696		378,741	378,741	(401)	378,340	401
RE0422	Cloverdale Park Playground Improvements	56,799		56,799	56,799		56,799	
RE0423	Jan Street Park Improvements	102,371		102,371	89,852	12,519	102,371	
RE0424	Kensington Park Improvements	2,708		2,708	2,708		2,708	
RE0425	Sheridan Circle Greenscape	7,446		7,446	7,446		7,446	
RE0426	District 5 Basketball Court Improvements	43,485		43,486	43,486		43,486	
RE0427	Highlands Park Developments	539,588		539,588	7,961	23,220	31,181	508,407
RE0517	Ogeecheeton Playground Improvements	88,464		88,464	86,946	1,518	88,464	
RE0616	Crusader Bball Court Resurface	5,982		5,982	5,982		5,982	
RE0720	Fernwood Neighborhood Park	450,000		450,000		17,509	17,509	432,491
SP0118	Sidewalk Repairs	2,801,966		200,000	200,000		200,000	
SP0219	New Sidewalk Installs	149,313		70,644	70,644		70,644	
SP0419	Liberty Wheaton Bike Lane	585,000		300,000				300,000
SP0421	Atlantic Park Improvements	172,290		172,290	59,580	56,795	116,375	55,915
SP0422	Cedar Street Improvements	35,056		35,056	35,056		35,056	
SP0423	Sylvan Terrace ROW Improvements	103,514		103,514	103,514		103,514	
SP0516	Mercy Blvd Sidewalk Install	42,054		42,054	42,054		42,054	
SP0517	Latimore St Park Sidewalk Improvements	47,660		47,660	47,660		47,660	
SP0519	Bridge Rehabilitation	1,200,000		500,000		11,500	11,500	488,500
SP0611	Police Memorial Sidewalk Replacement	619,100		619,100		619,100	619,100	
SP0720	Wheelchair Access Ramps	409,144		9,144	9,144		9,144	
SQ0101	Riverwalk Extension at Marriot	3,536,000		1,536,000	291,383	239,667	531,050	1,004,950
SQ0102	Victory Drive Corridor Impr	1,000,000		1,000,000	534,748	116,308	651,056	348,944
SQ0103	Factors Walk Wall Restoration	712,053		600,000	600,000		600,000	
SQ0418	Washington Ave Median Improve	25,525		25,525	25,525		25,525	
SQ0706	Square Lighting & Electric Upgrade	100,000		100,000		2,506	2,506	97,494
SQ0707	Yamacraw Square Improvements	100,000		100,000		38,398	38,398	61,602

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, 2021

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			Remaining Balance
					PRIOR YEARS	CURRENT YEAR	TOTAL	
SPLOST 2014-2020 FUND:								
TE0216	Habersham & Kensington Speed	208,782		200,000	200,000		200,000	
TE0309	Derenne Ave Traffic Anl	19,988,599		11,800,000	1,103,260	(1,103,260)		11,800,000
TE0310	President St Imprvmnts	35,282,226		5,000,000	5,000,000		5,000,000	
TE0614	Benton Blvd Widening	3,135,880		1,200,000		1,896	1,896	1,198,104
TE0717	Stiles Ave Phase II	125,000		40,000		308	308	39,692
	Public Safety Vehicles	1,384,212		1,384,212	1,384,212		1,384,212	
TOTALS SPLOST 2014-2020 FUND		\$ 447,337,501	\$ 190,000,000	\$ 229,999,776	\$ 59,841,742	\$ 114,433,615	\$ 174,275,357	\$ 55,724,419

NOTE: (1) This schedule lists projects that are funded by special purpose sales tax revenue. Projects may have additional funding sources.
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CITY OF SAVANNAH, GEORGIA
SCHEDULE OF PROJECTS FUNDED WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2021

		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			
PROJECT NUMBER					PRIOR YEARS	CURRENT YEAR	TOTAL	Remaining Balance
SPLOST 2020-2026 FUND:								
	City of Savannah Projects		\$ 155,824,915					
	GO Bond Debt Service	\$ 6,843,679		\$ 6,621,016	\$ 457,209	\$ 845,595	\$ 1,302,804	\$ 5,318,212
DR0905	Springfield Drg Imprvs	7,077,150		6,000,000				6,000,000
DR0911	Casey South Drg Phs II	40,224,526		22,000,000				22,000,000
OP0727	Fire Truck Replacement	2,000,000		2,000,000				2,000,000
PB0148	Grant Center	4,500,000		2,500,000				2,500,000
PB0540	Police HQ Bldg Envelop Repair	4,524,670		3,200,000		4,672	4,672	3,195,328
PD0309	Waters Ave Corridor Imp	7,281,031		2,000,000		32,562	32,562	1,967,438
PD0505	Blighted Prop Acq & Redevelop	3,000,000		2,000,000		64,904	64,904	1,935,096
RE0617	Grayson Stadium Improvements	80,000		80,000		8,831	8,831	71,169
RE0717	Haven Swimming Pool Rehab	500,000		500,000				500,000
RE0718	Shuman Swimming Pool Rehab	500,000		500,000				500,000
RE0719	WW Law Swimming Pool Rehab	250,000		250,000				250,000
SP0221	Broughton St Streetscape	20,335,773		8,000,000				8,000,000
SP0610	Street Paving & Resurfacing	3,622,872		3,000,000		2,669,305	2,669,305	330,695
SP0716	2021 LMIG	1,858,493		49,984		49,984	49,984	
SP0721	Sidewalk Rehab & New Install	1,177,615		1,100,000		1,100,000	1,100,000	
SP0722	Cohen Street Extension	500,000		500,000		20,038	20,038	479,962
SQ0101	Riverwalk Extension at Marriot	3,536,000		2,000,000				2,000,000
TE0716	Traffic Safety & Calming	1,000,000		1,000,000		25,023	25,023	974,977
TOTALS SPLOST 2020-2026 FUND		\$ 108,811,809	\$ 155,824,915	\$ 63,301,000	\$ 457,209	\$ 4,820,914	\$ 5,278,123	\$ 58,022,877

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**CITY OF SAVANNAH, GEORGIA
SCHEDULE OF HOTEL/MOTEL TAX
FOR THE YEAR ENDED DECEMBER 31, 2021**

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.

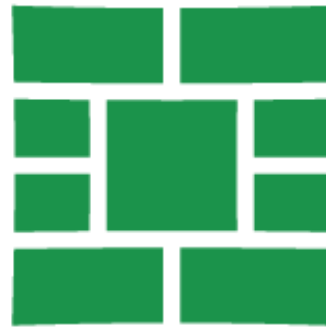
	<u>Amount</u>	<u>Amount as a Percentage of Revenue</u>
Hotel/Motel tax	\$ 27,945,085	
Expenditures made to:		
Convention and Visitors Bureau	\$ 9,314,097	33.33%
Georgia International & Maritime Trade Center	\$ 3,737,818	13.38%
Savannah Civic Center	\$ 920,627	3.29%

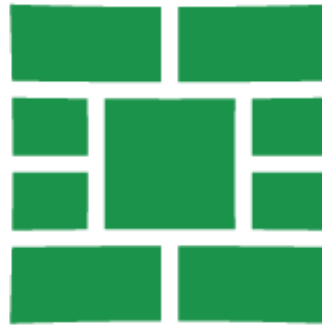
CITY OF SAVANNAH, GEORGIA
SCHEDULE OF REVENUES AND EXPENDITURES/EXPENSES - RENTAL MOTOR VEHICLE TAX
FOR THE YEAR ENDED DECEMBER 31, 2021

During 2021, 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	\$ 2,691,118	
Transfers made to:		
Civic Center Fund	\$ 2,691,118	100.00%

The City of Savannah uses this revenue to pay for debt service related to the City's arena located on Gwinnett Street.





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 annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Pages
Financial Trends	142-146
<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	147-150
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	
Debt Capacity	151-155
<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	156-157
<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	158-165
<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>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Governmental activities										
Net investment in capital assets	\$ 564,537	\$ 564,426	\$ 577,032	\$ 582,292	\$ 596,139	\$ 615,738	\$ 637,819	\$ 646,366	\$ 674,725	\$ 776,053
Restricted	105,611	124,687	147,790	170,564	185,145	214,481	234,076	239,491	245,165	155,107
Unrestricted	47,384	50,174	51,512	(11,427)	(11,818)	(14,335)	2,416	35,885	42,172	110,927
Total governmental activities net position	<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>	<u>\$ 962,062</u>	<u>\$ 1,042,087</u>
Business-type activities										
Net investment in capital assets	\$ 276,219	\$ 282,641	\$ 294,940	\$ 316,149	\$ 318,418	\$ 329,224	\$ 391,907	\$ 414,570	\$ 440,312	\$ 500,499
Restricted	2,344	2,345	2,367	2,370	3,870	3,212	3,267	3,345	3,345	3,327
Unrestricted	106,927	118,497	131,454	110,391	120,280	139,613	162,564	177,143	177,955	137,700
Total business-type activities net position	<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>	<u>\$ 621,612</u>	<u>\$ 641,526</u>
Primary government										
Net investment in capital assets	\$ 840,756	\$ 847,067	\$ 871,972	\$ 898,441	\$ 914,557	\$ 944,962	\$ 1,029,726	\$ 1,060,936	\$ 1,115,037	\$ 1,276,552
Restricted	107,955	127,032	150,157	172,934	189,015	217,693	237,343	242,836	248,510	158,434
Unrestricted	154,311	168,671	182,966	98,964	108,462	125,278	164,980	213,028	220,127	248,627
Total primary government net position	<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>	<u>\$ 1,583,674</u>	<u>\$ 1,683,613</u>

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

Expenses	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities:										
Governance and strategic services	\$ 4,412	\$ 4,497	\$ 4,624	\$ 14,722	\$ 5,237	\$ 5,440	\$ 5,606	\$ 6,576	\$ 7,803	\$ 5,286
Municipal Operations	4,042	4,368	4,196	4,065	3,517	2,728	9,229	12,843	14,738	14,169
Infrastructure and Development	36,409	39,905	41,996	42,305	44,175	42,861	50,553	53,307	52,948	81,835
Police	67,822	65,396	65,091	67,028	75,375	74,032	65,473	60,974	62,493	53,007
Recorder's court	2,284	2,159	2,234	2,082	2,154	2,092	2,216	2,488	2,567	2,119
Fire	26,319	25,579	26,316	30,331	30,442	30,214	32,685	34,933	36,198	31,587
Parks and Recreation	21,688	21,692	22,197	22,202	24,130	24,334	10,816	13,975	11,914	10,060
Tourism enhancement	9,109	8,665	10,487	11,314	11,884	12,690	11,694	12,448	7,863	15,132
Public Development	1,718	1,954	1,457	1,704	1,589	1,370	1,277			
Community Services	9,165	6,281	6,256	6,200	7,238	5,538	7,520	16,498	13,232	13,380
Grant program and administration	5,646	5,426	4,201	5,764	19,423	17,536	9,722	8,279	2,364	6,662
Community development program and administration	10,644	9,464	8,906	8,572	8,959	9,832	9,281	14,204	8,829	9,882
Interest on long-term debt	998	959	763	1,036	1,332	1,415	1,906	1,679	1,765	2,157
Interest on capital leases	23	6								
Total governmental activities expenses	200,279	196,351	198,724	217,325	235,455	230,082	217,978	238,204	222,714	245,276
Business-type activities:										
Water and sewer	53,239	53,493	54,257	56,949	56,962	58,462	59,401	65,639	64,538	71,621
Sanitation	23,257	23,584	22,837	22,895	24,814	26,029	16,599	26,032	25,822	24,863
Parking facilities	10,264	10,209	10,702	11,218	11,752	12,992	14,533	16,583	14,977	16,558
Civic center	3,100	3,723	3,820	3,577	3,812	3,546	3,764	5,053	5,394	4,104
Golf course	39	33	68	165	218	212	224	234	249	267
Resource recovery										
Total business-type activities expenses	89,899	91,042	91,684	94,804	97,558	101,241	94,521	113,541	110,980	117,413
Total primary government expenses	\$ 290,178	\$ 287,393	\$ 290,408	\$ 312,129	\$ 333,013	\$ 331,323	\$ 312,499	\$ 351,745	\$ 333,694	\$ 362,689
Program Revenues										
Governmental activities:										
Charges for services:										
Municipal Operations	\$ 2,950	\$ 2,791	\$ 2,760	\$ 2,821	\$ 2,325	\$ 2,776	\$ 3,798	\$ 3,985	\$ 3,814	\$ 4,087
Infrastructure and Development	563	853	655	1,034	1,327	1,358	817	1,607	4,026	992
Police	24,819	25,007	25,185	26,212	23,006	22,011	13,445	3,636	2,462	2,286
Recorder's court	2,805	2,690	3,201	1,901	1,940	2,387	3,407	3,495	2,728	3,537
Fire	364	386	677	409	425	504	426	547	519	516
Parks and Recreation	859	874	783	1,170	1,004	1,267	1,283	1,189	641	969
Tourism enhancement	1,170	1,243	1,281	1,367	1,450	1,795	1,789	1,821	1,166	1,695
Community Services	2,663	2,896	3,110	3,735	3,741	3,383	4,369	5,039	3,730	5,208
Community development program and administration	3,894	1,776	3,491	2,836	1,511	2,047	1,368	1,941	1,948	342
Operating grants and contributions	11,867	9,439	8,223	8,935	13,875	31,907	18,471	14,801	14,269	40,903
Capital grants and contributions	35,836	37,677	36,053	41,270	40,303	42,034	46,549	52,453	46,643	49,039
Total governmental activities program revenues	87,790	85,632	85,419	91,690	90,907	111,469	95,722	90,514	81,946	109,574
Business-type activities:										
Charges for services:										
Water and sewer	61,648	64,146	67,754	66,508	68,474	71,165	72,187	81,994	80,131	79,242
Sanitation	24,982	25,424	26,901	26,674	28,896	29,338	28,272	30,169	30,715	30,285
Parking facilities	12,125	11,964	12,331	12,965	13,180	13,924	17,567	19,825	14,999	19,742
Civic center	1,483	1,651	1,509	1,946	1,530	1,844	1,371	1,539	1,061	792
Golf course										
Resource recovery										
Operating grants and contributions	71	63	54	73	70	64	67	64	72	
Capital grants and contributions	530	942	4,685	3,474	4,114	3,106	52,539	4,755	6,601	3,668
Total business-type activities program revenues	100,839	104,190	113,234	111,640	116,264	119,441	172,003	138,346	133,579	133,729
Total primary government program revenues	\$ 188,629	\$ 189,822	\$ 198,653	\$ 203,330	\$ 207,171	\$ 230,910	\$ 267,725	\$ 228,860	\$ 215,525	\$ 243,303
Net (expense)/revenue										
Governmental activities	\$ (112,489)	\$ (110,719)	\$ (113,305)	\$ (125,635)	\$ (144,548)	\$ (118,613)	\$ (122,256)	\$ (147,690)	\$ (140,768)	\$ (135,702)
Business-type activities	10,940	13,148	21,550	16,836	18,706	18,200	77,482	24,805	22,599	16,316
Total primary government net expense	\$ (101,549)	\$ (97,571)	\$ (91,755)	\$ (108,799)	\$ (125,842)	\$ (100,413)	\$ (44,774)	\$ (122,885)	\$ (118,169)	\$ (119,386)

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 55,627	\$ 59,874	\$ 62,590	\$ 64,604	\$ 67,569	\$ 70,368	\$ 78,573	\$ 78,918	\$ 79,722	\$ 84,431
Intangible, transfer and franchise taxes	18,735	19,014	19,369	20,069	20,671	20,043	20,893	21,696	21,536	22,626
General sales taxes	42,623	36,115	37,198	37,841	37,787	40,547	43,801	46,835	45,435	55,571
Selective sales taxes	19,171	19,975	22,752	25,055	26,461	28,049	29,451	30,739	20,018	37,987
Business taxes	7,441	7,669	8,047	8,601	9,253	9,913	10,606	11,227	11,110	11,357
Penalties and interest on delinquent taxes	1,064	1,216	920	785	796	447	734	760	655	934
Grants and contributions not restricted to specific programs	1,131	1,393	1,075	1,675	1,352	1,736	2,018	1,815	2,367	2,958
Investment earnings, unrestricted	180	47	69	73	249	794	1,973	3,135	937	74
Gain on sale of capital assets	810	320	659	1,376	1,847	579	515	5,986	1,409	923
Miscellaneous	389	504	598	1,148	692	2,096	501	1,325	179	1,817
Contributions to cemetery perpetual care	212	240	288							
Extraordinary items		(9,530)								
Transfers	(4,761)	(4,363)	(3,213)	(1,417)	5,908	(9,540)	(6,173)	(7,316)	(2,281)	(2,950)
Total governmental activities	<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>	<u>181,087</u>	<u>215,728</u>
Business-type activities:										
Grants and contributions not restricted to specific programs										
Investment earnings, unrestricted	51	102	148	360	1,198	1,198	2,801	4,191	1,136	73
Gain on sale of capital assets	(1)		(2)							
Miscellaneous	433	413	416	500	543	543	756	1,008	539	574
Transfers	4,363	3,213	1,417	(5,908)	9,540	9,540	6,173	7,316	2,281	2,950
Total business-type activities	<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>	<u>3,956</u>	<u>3,597</u>
Total primary government	<u>\$ 147,468</u>	<u>\$ 136,202</u>	<u>\$ 152,331</u>	<u>\$ 154,762</u>	<u>\$ 183,866</u>	<u>\$ 176,313</u>	<u>\$ 192,622</u>	<u>\$ 207,635</u>	<u>\$ 185,043</u>	<u>\$ 219,325</u>
Change in Net Position										
Governmental activities	\$ 31,903	\$ 21,755	\$ 24,717	\$ 15,262	\$ 28,037	\$ 46,419	\$ 60,636	\$ 47,430	\$ 181,087	\$ 80,026
Business-type activities	18,619	17,994	20,564	20,685	13,658	29,481	87,213	37,320	3,956	19,913
Total primary government	<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>	<u>\$ 185,043</u>	<u>\$ 99,939</u>

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund										
Committed	\$ 2,217	\$ 2,119	\$ 2,275	\$ 2,904	\$ 2,613	\$ 3,908	\$ 3,758	\$ 4,566	\$ 3,435	\$ 1,739
Unassigned	31,285	31,766	32,510	32,566	34,096	35,508	37,945	40,928	42,976	47,154
Total general fund	<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>	<u>\$ 46,411</u>	<u>\$ 48,893</u>
All other governmental funds										
Nonspendable, reported in										
Special revenue funds	\$ 5,344	\$ 5,571	\$ 5,829	\$ 6,073	\$ 6,308	\$ 6,615	\$ 6,883	\$ 7,200	\$ 7,530	\$ 7,972
Restricted, reported in										
Special revenue funds	3,578	3,874	4,303	3,423	2,745	2,471	2,160	2,180	2,047	3,076
Capital projects funds	72,633	90,960	112,837	136,102	161,398	181,015	198,726	208,736	213,790	123,134
Committed, reported in										
Special revenue funds										1,378
Capital projects funds	30,519	35,533	36,981	43,032	32,348	35,728	48,236	67,730	56,272	99,914
Unassigned										
Special revenue funds						(4,640)	(6,262)	(6,323)	(1,483)	(36)
Total all other governmental funds	<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>	<u>\$ 278,156</u>	<u>\$ 235,438</u>

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	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Taxes	\$ 146,313	\$ 144,964	\$ 151,103	\$ 158,682	\$ 162,167	\$ 168,453	\$ 184,247	\$ 190,828	\$ 177,367	\$ 213,710
Licenses and permits	3,914	4,239	4,598	5,245	5,283	4,956	6,401	7,209	5,835	7,149
Intergovernmental	47,812	47,172	43,333	49,105	49,803	64,234	62,488	58,007	60,724	87,873
Charges for services	30,396	30,890	31,938	30,849	26,556	26,431	14,233	7,950	6,829	6,982
Fines	2,984	2,752	2,753	2,496	2,666	3,040	3,860	3,999	3,094	3,928
Investment earnings	214	288	668	684	1,352	2,191	4,803	6,204	1,998	310
Special assessments	1	1								
Miscellaneous	6,210	5,703	5,991	7,821	8,078	9,938	8,551	10,285	11,726	10,591
Total revenues	<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>	<u>267,573</u>	<u>330,543</u>
Expenditures										
Governance and strategic services	4,230	4,398	4,162	14,399	4,760	5,341	5,535	6,229	7,666	5,766
Municipal operations	7,526	7,695	7,847	8,011	7,963	7,429	15,100	18,074	20,586	21,145
Infrastructure and development	23,657	27,580	29,127	29,083	30,289	29,225	37,448	38,985	39,986	68,750
Police	66,909	66,633	66,883	69,395	74,037	74,080	70,100	57,545	62,166	59,034
Recorder's court	2,272	2,231	2,311	2,188	2,151	2,155	2,385	2,444	2,781	2,418
Fire	25,506	25,890	26,701	30,801	29,388	29,682	33,525	33,047	35,140	34,168
Parks and recreation	20,085	20,576	20,907	21,462	21,816	22,523	9,478	10,285	9,524	10,086
Tourism enhancement	9,109	8,670	10,494	11,333	11,886	12,695	11,715	12,453	7,871	15,148
Social and cultural	1,718	1,954	1,457	1,704	1,590	1,370	1,277			
Community services	10,113	7,564	7,474	7,683	8,260	6,709	9,007	17,312	12,967	14,354
Grant program and administration	5,388	5,835	4,244	5,827	19,392	17,611	9,867	8,340	2,527	11,838
Community development program and administration	9,331	8,113	7,678	7,229	7,525	6,304	7,808	8,437	7,555	8,513
Capital outlay	27,036	17,664	20,209	34,087	33,477	36,456	48,113	46,611	52,566	145,867
Debt service										
Principal	2,625	2,680	13,180	2,740	3,565	3,780	3,870	1,835	3,400	4,335
Interest	1,025	991	933	849	1,449	1,491	1,571	2,290	1,974	2,637
Bond issuance costs			174	402	127	124	349	76		589
Total expenditures	<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>	<u>266,709</u>	<u>404,648</u>
Excess of revenues over (under) expenditures	<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>17,435</u>	<u>20,519</u>	<u>864</u>	<u>(74,105)</u>
Other financing sources (uses)										
Transfers in	22,841	18,871	23,757	32,642	30,701	28,299	35,706	31,612	27,415	110,927
Transfers out	(25,592)	(22,159)	(26,157)	(31,368)	(24,889)	(38,122)	(42,083)	(33,848)	(29,529)	(108,994)
Debt issuance proceeds			9,970	19,950	10,000	8,585	16,095	8,440		26,720
Payment to fiscal agent								(8,270)		
Premium on bond debt			738	452			716			4,402
Proceeds from the sale of capital assets					1,367	67	2,972	15,118	801	814
Total other financing sources (uses)	<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>	<u>(1,313)</u>	<u>33,869</u>
Net change in fund balances	<u>\$ (7,428)</u>	<u>\$ 18,026</u>	<u>\$ 35,843</u>	<u>\$ 38,279</u>	<u>\$ 24,868</u>	<u>\$ (2,941)</u>	<u>\$ 30,841</u>	<u>\$ 33,571</u>	<u>\$ (449)</u>	<u>\$ (40,236)</u>
Debt service as a percentage of noncapital expenditures	1.9%	1.9%	6.9%	1.7%	2.2%	2.4%	2.5%	1.9%	2.5%	2.7%

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	
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	12.86
2020	5,347,542	13,368,854	635,593	1,588,982	159,681	399,202	6,142,815	15,357,038	12.739
2021	5,642,148	14,105,370	736,648	1,841,619	167,135	417,838	6,545,931	16,364,827	12.739

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
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
2020	12.739	0.200	18.881	11.543	1.150	0.000	44.513
2021	12.739	0.200	18.131	11.543	1.150	0.000	43.763

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	2021			2012		
		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	\$ 92,761,040	1	1.42%	\$ 44,263,993	1	0.98%
Savannah Health Services LLC	Healthcare	86,598,473	2	1.32%			
Oglethorpe Mall, LLC	Retail shopping mall	30,618,173	3	0.47%	31,691,398	2	0.70%
Duke Realty Limited Partnership	Industrial property developer	29,897,192	4	0.46%			
HH Savannah LLC	Hyatt hotel	28,800,000	5	0.44%	16,287,087	9	0.36%
Memorial Health Hospital	Hospital	28,597,788	6	0.44%			
Columbia Properties Savannah	Marriott hotel	28,000,000	7	0.43%	20,800,000	6	0.46%
CSH Savannah Owner, LLC	Westin hotel	24,535,117	8	0.37%	19,168,202	7	0.42%
Merritt at Godley Station LLC	Apartment homes	23,712,000	9	0.36%			
PRII Morgan Lakes, LLC	Industrial warehouse	22,000,000	10	0.34%			
International Paper Company					28,852,740	3	0.64%
Home Depot					27,767,783	4	0.61%
Gulfstream Aerospace Corporation					25,465,988	5	0.56%
Bellsouth/AT&T Georgia					19,149,150	8	0.42%
Cargill Incorporated					13,443,071	10	0.30%
Totals		<u>\$ 395,519,784</u>		<u>6.04%</u>	<u>\$ 246,889,412</u>		<u>5.45%</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
2012	\$ 57,603,715	\$ 55,820,044	96.9%	\$ 1,783,537	\$ 57,603,581	100.0%
2013	57,482,306	55,512,193	96.6%	1,828,640	57,340,833	99.8%
2014	58,485,025	55,461,575	94.8%	2,902,030	58,363,605	99.8%
2015	64,065,372	61,412,883	95.9%	2,540,637	63,953,520	99.8%
2016	62,181,988	58,925,636	94.8%	3,117,453	62,043,089	99.8%
2017	65,196,277	61,187,224	93.9%	3,774,804	64,962,028	99.6%
2018	72,090,925	68,199,144	94.6%	3,577,736	71,776,880	99.6%
2019	74,414,549	70,990,632	95.4%	2,999,291	73,989,923	99.4%
2020	75,722,588	71,447,125	94.4%	3,635,075	75,082,200	99.2%
2021	78,462,635	74,908,954	95.5%		74,908,954	95.5%

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	Capital Leases	Water & Sewer Bonds	Water & Sewer Notes	Sanitation Contractual Obligations	Parking Contractual Obligations	Civic Center Contractual Obligations			
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
2020	5,685,000	56,911,013			21,890,524	19,350,610	10,115,000	105,124,030	45,005,216	264,081,393	4.0%	1,938
2021	4,975,000	83,911,559		1,297,564	19,104,764	18,621,375	9,120,000	103,559,617	44,402,356	284,992,235	3.7%	1,928

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
2012		\$ 4,535,627		136,286	
2013		4,603,176		136,286	
2014		4,751,473		136,286	
2015		5,098,015		136,286	
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
2020	5,685,000	6,142,815	0.092547%	136,286	41.71
2021	4,975,000	6,545,931	0.076001%	147,780	33.66

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, 2021

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt*
City of Savannah			
General Obligation Bonded Debt	\$ 4,975,000	100.0%	\$ 4,975,000
Capital Leases	1,297,564	100.0%	1,297,564
Contractual Obligations:			
Downtown Savannah Authority, Series 2014	3,665,000	100.0%	3,665,000
Downtown Savannah Authority, Series 2015	14,835,000	100.0%	14,835,000
Downtown Savannah Authority, Series 2016	6,525,000	100.0%	6,525,000
Downtown Savannah Authority, 2017	5,995,000	100.0%	5,995,000
Downtown Savannah Authority, 2018	12,855,000	100.0%	12,855,000
Downtown Savannah Authority, 2019	8,390,000	100.0%	8,390,000
Savannah Economic Development Authority, 2021	26,720,000	100.0%	26,720,000
Total Direct Debt	85,257,564		85,257,564
Chatham County			
Capital Leases	595,819	43.9%	261,565
Contractual Obligations:			
Downtown Savannah Authority (Union Mission), Series 2009	1,330,000	43.9%	583,870
Downtown Savannah Authority (Chatham County Projects), Series 2014	4,785,000	43.9%	2,100,615
CDW Cybersecurity	191,189	43.9%	83,932
Downtown Savannah Authority (Chatham County Projects), Series 2020	67,415,000	43.9%	29,595,185
Savannah/Chatham County School Board			
Capital Leases	2,659,772	43.9%	1,167,640
Certificates of Participation	3,646,001	43.9%	1,600,594
Overlapping Debt	80,622,781		35,393,401
Total Direct and Indirect General Obligation Supported Bonded Debt	\$ 165,880,345		\$ 120,650,965

* 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 2021

Assessed value 2021 Tax Roll	<u>\$ 6,545,930,833</u>
General Bonded Debt Limit, 10% of Assessed Value	\$ 654,593,083
Debt applicable to limit:	
Less: outstanding general obligation bonds	<u>4,975,000</u>
Total net debt applicable to limit	<u>4,975,000</u>
Legal debt margin	<u>\$ 649,618,083</u>

	Fiscal Year									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt Limit	\$ 453,562,744	\$ 460,317,459	\$ 475,147,282	\$ 509,801,454	\$ 512,145,531	\$ 540,450,752	\$ 564,092,880	\$ 596,880,428	\$ 614,281,505	\$ 654,593,083
Total net debt applicable to limit					2,000,000	4,000,000	6,000,000	6,000,000	5,685,000	4,975,000
Legal debt margin	<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>	<u>\$ 608,596,505</u>	<u>\$ 649,618,083</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.39%	0.74%	1.06%	1.01%	0.93%	0.76%

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		
				Principal	Interest			Principal	Interest	Coverage
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			
2020	81,674	46,494	35,180	2,705	669	10.43				
2021	78,911	57,746	21,164	2,750	514	6.48				

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
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	6,197,606	45,475	7,113	4.4%	37,837
2018	136,286	6,459,684	47,398	7,684	3.6%	37,339
2019	136,286	6,581,796	47,964	8,217	2.7%	37,190
2020	136,286	6,975,663	51,184	7,971	6.0%	37,090
2021	147,780	7,639,611 *	51,696 *	9,749	2.3%	37,055

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 2021 not available at time of publishing.

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

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Gulfstream Aerospace	11,391	1	5.79%	7,300	1	6.00%
Savannah-Chatham Board of Education	5,700	2	2.90%	4,600	4	3.78%
St. Joseph's/Candler Health System	4,071	3	2.07%	3,170	5	2.60%
Ft. Stewart/Hunter Army Airfield	3,299	4	1.68%	4,719	2	3.88%
Georgia Southern University	2,901	5	1.47%			
Wal-Mart	2,605	6	1.32%	2,935	6	2.41%
City of Savannah	2,205	7	1.12%	2,500	7	2.05%
YMCA of Coastal Georgia	1,987	8	1.01%			
Chatham County	1,823	9	0.93%	1,500	9	1.23%
Savannah College of Art and Design	1814	10	0.92%	1,750	8	1.44%
Memorial Health University Medical Center				4,643	3	3.81%
GA-Pacific Savannah River Mill				1,200	10	0.99%
Total	37,796		19.2%	34,317		28.19%

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>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Governance							20.00	20.00	20.00	20.00
General Administration	39.00	46.00	48.00	50.00	56.00	57.00				
Strategic Services							32.00	31.00	35.00	35.00
Public safety										
Police	738.00	737.00	730.00	729.00	745.00	727.13	603.38	630.62	627.44	628.62
SAVComm	106.00	105.00	105.00	104.00	104.00	104.00	103.00	6.00	0.00	0.00
Savannah Fire Department	329.00	329.00	329.00	343.00	360.00	370.00	351.00	336.00	335.00	338.00
Municipal Operations										
Chief Operating Officer							14.00	17.00	17.00	17.00
Human Resources							22.00	27.00	21.00	22.00
Financial Services	87.60	81.60	67.60	69.60	69.60	68.60	79.00	80.00	81.00	83.00
Fleet Services	41.00	41.00	41.00	41.00	41.00	42.00	43.00	43.00	43.00	43.00
Department of Information Technology	36.00	36.00	36.00	35.00	36.00	36.00	36.60	36.60	37.60	39.60
Real Estate Services	6.00	6.00	6.00	6.00	6.00	6.00	82.88	82.88	75.88	74.88
Recorder's Court	28.00	28.00	28.00	29.00	29.00	28.00	28.00	28.00	28.00	28.00
Infrastructure and Development										
Chief Infrastructure and Development							13.00	14.00	20.00	20.00
Parking Services	70.20	69.20	74.20	74.20	74.45	90.45	62.70	64.70	64.70	64.70
Mobility Services							63.00	64.00	64.00	64.00
Development Services							49.00	48.00	43.00	43.00
Economic Development									6.00	18.00
Public Works and Water Resources	446.00	498.00	503.00	502.00	506.00	508.00	457.00	461.00	463.00	467.00
Community Services										
Chief Community Services Officer							3.00	4.00	4.00	6.00
Cultural Resources							10.00	13.50	11.50	11.50
Code Compliance							48.75	45.00	45.00	45.00
Human Services	119.25	73.25	76.25	73.25	71.25	55.25	24.00	38.00	31.00	30.12
Housing and Neighborhood Services							15.00	21.00	21.00	21.00
Parks and Recreation	282.33	281.33	281.33	283.43	290.24	301.70	118.30	129.03	125.62	124.50
Sanitation	226.50	227.00	218.00	218.00	220.00	221.00	191.00	195.00	195.00	195.00
Total	2,554.88	2,558.38	2,543.38	2,557.48	2,608.54	2,615.13	2,469.61	2,435.33	2,414.74	2,438.92

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>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Police										
Violent crimes	806	813	859	1,065	1,063	992	982	1,204	1,234	1,134
Property crimes	6,995	7,173	7,088	7,639	7,224	6,588	5,918	5,408	4,174	4,930
Fire										
Fire calls	1,041	1,074	1,937	831	1,273	927	905	941	920	858
Dwelling fires	387	389	372	331	208	181	222	212	176	197
Rescues	120	163	163	142	217	212	148	187	186	184
Refuse Disposal										
Total system City tons	99,950	98,065	96,716	98,241	104,703	100,780	96,984	95,077	90,810	83,487
Other public works										
Traffic sign repairs	7,266	7,578	6,729	7,226	6,579	6,758	7,107	6,416	8,220	9,378
Pothole repairs	616	579	578	853	1,739	4,003	6,677	1,079	2,936	4,478
Storm drain inlets cleaned	4,323	3,358	5,711	4,563	5,747	2,493	2,894	2,363	5,069	1,060
Leisure services										
Youth baseball participants	1,190	1,070	1,200	1,354	803	626	410	476		55
Youth football participants	1,596	1,386	1,234	481	757	967	720	1,107		91
Neighborhood center participants	5,451	4,700	3,820	3,864	3,830	4,250	4,095	4,816	86,000	1,890
Water										
Average daily ground water production (MGD)	21.88	21.59	21.71	20.42	22.44	21.06	21.27	21.51	19.29	18.48
Average daily surface water production (MGD)	29.11	28.70	29.89	30.71	34.18	31.93	37.91	33.63	37.28	42.58
Sewer										
Average flow (MGD)	24.59	24.79	26.49	27.53	27.38	25.30	24.75	24.99	25.45	24.88
Public Development										
Valuation of new commercial building permits issued (millions)	\$122	\$143	\$112	\$223	\$317	\$154	\$357	\$427	\$309	\$298
Valuation of new residential building permits issued (millions)	\$48	\$55	\$74	\$79	\$71	\$90	\$84	\$70	\$64	\$123

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>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Police										
Stations	5	5	5	5	5	5	4	5	5	5
Fire										
Stations	15	15	15	15	15	15	15	15	15	15
Refuse Collection										
Available landfill capacity (cubic yards)	1,569,835	1,451,270	1,345,480	1,237,861	1,102,439	946,555	805,293	680,796	574,167	1,023,304
Other public works										
Streets (miles)	687	687	690	690	690	689	684	680	693	648
Signalized intersections	250	251	258	260	264	265	269	269	269	271
Cemeteries	5	5	5	5	5	5	5	5	5	5
Leisure services										
Parks (acreage)	663	663	663	667	736	736	629	629	629	629
Playgrounds	60	60	68	68	68	68	71	71	71	69
Water										
Wells	49	49	49	49	49	49	49	47	47	47
Sewer										
Treatment capacity (MGD)	36.95	36.95	36.95	36.95	36.95	36.95	36.95	36.95	36.95	40.95
Parking facilities										
Parking garages	5	5	5	5	5	5	5	5	5	7
Civic Center										
Arenas	1	1	1	1	1	1	1	1	1	1
Meeting rooms	6	6	6	6	6	6	6	6	6	7
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)		
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
2020	19.29	27.21	37.28	54.82	100,688	98,450
2021	18.48	24.55	42.58	52.32	102,730	100,429

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, 2021**

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	17.81	30.14	42.99	2021	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	2.58	5.02	4.59	1999	Activated sludge, clarifier, gravity thickener, chlorinator, belt press, sludge disposed at landfill.
Georgetown Plant	2.45	1.95	2.42	2.60	2005	Activated sludge, clarifiers, effluent filtration, ultra-violet disinfection, belt press, sludge disposed at landfill.
Crossroads Plant	3.00	2.54	6.40	4.37	2008	Screening, grit removal, flow equalization, activated sludge clarifiers, filtration, ultra-violet disinfection, post aeration, belt press, sludge disposed at landfill.
Travis Field Plant	4.00	0.00	0.00	0.00	2022	Screening, grit removal, flow equalization, anaerobic, pre-anox clarifiers, filtration, ultra-violet disinfection, post aeration, belt press, sludge disposed at landfill.
Total	40.95	24.88	43.98	54.55		

**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.		
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	
2020	11.06	1.19	1.37	16.59	1.78	2.05	8.80	3.88	4.26	13.20	5.82	6.39	507.35	
2021	11.06	1.19	1.37	16.59	1.78	2.05	8.80	3.88	4.26	13.20	5.82	6.39	537.17	

**CITY OF SAVANNAH, GEORGIA
WATER AND SEWER CONNECTION FEES
EFFECTIVE FOR THE YEAR ENDED DECEMBER 31, 2021**

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, 2021**

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

Customer	Product/Business	2021 Customer Revenue	Percent of 2021 Water and Sewer Fund Gross Revenue
Chatham County	County government	\$ 2,479,926	3.12%
City of Pooler	Municipality	1,418,534	1.79%
City of Port Wentworth	Municipality	1,039,068	1.31%
Hospital Corp of America	Hospital	797,219	1.00%
City of Thunderbolt	Municipality	795,854	1.00%
Gulfstream Areospace Corporation	Airplane manufacturer	704,557	0.89%
Kerry Inc.	Food producer	635,358	0.80%
St. Josephs/Candler Hospital System	Hospital	520,809	0.66%
Savannah Chatham Board of Public Education	Public school system	517,174	0.65%
Coastal Correctional Institute	State prison	446,325	0.56%
		<u>\$ 9,354,824</u>	<u>11.79%</u>

Major industrial customers of the water system:

Customer	Product/Business	2021 Customer Revenue	Percent of 2021 Water and Sewer Fund Operating Revenue	2021 Consumption (MG)
Weyerhaeuser	Bleached pulp	\$ 2,677,927	3.37%	4,985
International Paper	Unbleached kraft products	2,114,927	2.66%	3,937
Savannah Foods	Sugar refinery	334,468	0.42%	623
		<u>\$ 5,127,322</u>	<u>6.46%</u>	<u>9,545</u>