

2021

Annual Comprehensive Financial Report



Savannah-Chatham County Public Schools

208 Bull Street
Savannah, Georgia 31401

*Fiscal Year Ended
June 30, 2021*



**The Board of Public Education for the City
of Savannah and the County of Chatham, Georgia**

OUR VISION: *From school to the world: All students
prepared for productive futures.*

2021

Annual Comprehensive Financial Report



**Savannah-Chatham County
Public Schools**

208 Bull Street

Savannah, Georgia 31401

*Fiscal Year Ended
June 30, 2021*

Prepared by:
Division of Finance

**The Board of Public Education for the City
of Savannah and the County of Chatham, Georgia**

**THE BOARD OF PUBLIC EDUCATION
FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE
FISCAL YEAR ENDED JUNE 30, 2021**

**Savannah-Chatham District Public School System
Finance Division**

**208 Bull Street
Savannah, Georgia 31401**



NOTICE: Certain pages of this report have been left blank intentionally. These pages are identified by the tree logo of the Savannah-Chatham District Public School System as shown on this page.

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
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**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
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INTRODUCTORY SECTION



LETTER OF TRANSMITTAL

LIST OF PRINCIPAL OFFICIALS

ORGANIZATIONAL CHART

**ASBO CERTIFICATE OF EXCELLENCE IN
FINANCIAL REPORTING**

**GFOA CERTIFICATE OF ACHIEVEMENT FOR
EXCELLENCE IN FINANCIAL REPORTING**



Savannah-Chatham County Public School System

208 Bull Street / Savannah, Georgia 31401 / 912.395.5600

February 28, 2022

Board Members and Citizens
Savannah-Chatham County Board of Education
Savannah, GA

State law (O.C.G.A. §50-6-6) requires the District to submit an annual report of the financial records and transactions audited by the Department of Audits and Accounts or by independent certified public accountants. This document is submitted in fulfillment of this requirement. An audit was also conducted to meet the requirements of the Federal Single Audit Act Amendment 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). The results of the Federal Single Audit, including the schedule of expenditures of federal awards, are presented in a separate document which can be obtained from the District's Finance Department.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control 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 & Jenkins, LLC have issued an unmodified ("clean") opinion on the financial statements of the Board of Public Education for the City of Savannah and the County of Chatham for the year ended June 30, 2021. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE DISTRICT

The Board of Public Education for the City of Savannah and the County of Chatham, Georgia, incorporated in 1866, is a body politic and corporate, and a school district of the State of Georgia having boundaries coterminous with Chatham County. The District operates a system of schools primarily for grades kindergarten through twelve, serving 36,437 students for FY21. The projected enrollment for next school year is 36,324 students. The District has no component units, which are legally separate organizations for which the District is financially accountable.

Mission - To ignite a passion for learning and teaching at high levels.

Vision - From school to the world: All students prepared for productive futures

"AN EQUAL OPPORTUNITY EMPLOYER"

The District operates under a Board-Superintendent form of government and provides public educational services to the citizenry of the City of Savannah and the County of Chatham, Georgia. The Board is composed of eight members elected from geographical districts and a President elected on a countywide basis. Members serve four-year staggered terms. Annually, the Board elects a Vice-President and a Vice-President pro tempore, and appoints a Secretary to the Board. The Board appoints the Superintendent for a term that is determined by the Board. As its Chief Executive Officer, the Superintendent has general supervisory and administrative responsibility for all departments and personnel of the School District. The Board receives funding from local, state, and federal government sources and must comply with the accompanying requirements of these funding entities.

The District provides educational services in 55 separate school facilities plus alternative services at 6 additional sites. Included in the 55 school facilities are 5 local charter schools. These local charter schools are funded with state QBE (Quality Basic Education) funds and a portion of the District's local revenue. The District's educational buildings range in age from 1 year to 92 years old, with the average age of all schools being 32 years old. More new schools will be built with ESPLOST funds.

The Board is required to adopt a budget before the first day of the fiscal year. Annual budgets are legally required to be adopted for all funds except capital projects funds (which may adopt project budgets) and fiduciary funds (which do not report operations). This annual budget serves as the foundation for the Board's financial planning and control. The District uses the same basis for both budgeting and accounting. Governmental funds budgets are prepared on a modified accrual basis, while proprietary funds (internal service funds) budgets are prepared on the accrual basis. Although not required to do so, the District adopts an annual budget for its capital projects fund for internal management purposes. No budgets are prepared for fiduciary funds. The level of legal budgetary control is at the fund level. For management purposes, budgetary control is maintained at the site/appropriation unit level by encumbrance accounting.

ECONOMIC CONDITION AND OUTLOOK OF LOCAL ECONOMY

The Savannah area has a diverse economy that relies heavily on manufacturing, military, tourism, and port-related distribution. Savannah's manufacturing environment boasts 300 firms, making everything from jet aircraft and aerospace equipment to construction equipment, chemicals, paper products, and baked goods. Gulfstream Aerospace produces the world's most technologically advanced business aircraft and offers unmatched global product support and service. Based in Savannah, the company employs more than 16,000 people at 12 major locations around the globe. Another manufacturer in Savannah is JCB, Inc. JCB is the world's largest privately owned manufacturer of construction and agricultural equipment. It has 22 plants worldwide and manufactures a range of more than 300 projects including backhoe loaders, excavators, wheel loaders, compact excavators, skid steer loaders, forklifts and tractors. Because of the Port of Savannah, some of the world's largest distributors have facilities in Savannah, including Home Depot, IKEA, Dollar Tree, Target, Floor and Décor, Wayfair and more.

The Savannah Economic Development Authority (SEDA) had an impressive year in 2020, helping to facilitate nearly \$316 million in capital investment and the creation of over twelve hundred new job opportunities. Also, SEDA completed the development of a 719 acre Savannah Manufacturing Center, which began in 2018. This property, which is close to both the Georgia Ports Authority and the

Savannah/Hilton Head International Airport, has a master plan for between 3.25 million and 3.5 million square-feet of industrial building space.

In recent years the entertainment industry has exploded in the Savannah area. However, due to COVID-19 impacts, the 2020 economic impact of entertainment production was limited to \$21.4 million. Savannah was also named in 2020 number one “Best 10 Small Cities and Towns to Live and Work as a Moviemaker” by *MovieMaker magazine*.

Hunter Army Airfield, a vital part of the Fort Stewart complex, (the largest military installation east of the Mississippi River), contributes a large military-civilian payroll to the local economy. Over 23,000 soldiers are stationed at Fort Stewart and at Hunter, and more than 4,000 civilians are employed at the two installations. Although most of them live and work in Hinesville (40 miles away), many soldiers and their dependents visit Savannah frequently to shop and take advantage of the city’s many amenities. Savannah is also home to the Savannah District of the Army Corps of Engineers, units of the Coast Guard and the Air National Guard, and Reserves of the Army, Navy and Marine Corps.

Tourism continues to be an important component in the local economy. A mild climate, abundant outdoor resources, rich history, and cultural opportunities contribute to a rich quality of life for area residents, which draws large numbers of tourists to the area. The total number of visitors decreased from 14.8 million in 2019 to 13.85 million in 2020. Unfortunately, the pandemic has affected the travel and tourism in Savannah. Savannah was recently recognized as No. 8 *Top Small City* in the United States by readers of Conde Nast Traveler magazine. More than 800,000 readers submitted millions of ratings, sharing their recent travel experiences. The Conde Nast Traveler Readers’ Choice Awards are the longest-running and most prestigious recognition of excellence in the travel industry. The Savannah/Hilton Head International Airport also took top honors as the No. 1 *Best Airport in the United States*.

The volume of cargo moving through Georgia’s seaports increased in FY21. The Port of Savannah features two deepwater terminals and gives companies fast and easy access to 44 percent of U.S. consumers and manufacturers and 70 percent of the U.S. population within two days. Savannah is the fourth-busiest U.S. port for containerized cargo. For FY21, the Savannah Port handled 5.3 million containers, which was an increase of 20% from the previous fiscal year. Although it has been controversial, harbor deepening is necessary in order to accommodate the larger ships which will be able to call on East Coast ports after the completion of the expansion of the Panama Canal. This project is expected to be completed in 2022. It will allow the largest vessels calling on the Port of Savannah to take on heavier loads and to transit the river without having to wait for high tide. Also, the governing board approved a \$20 million project to build an inland terminal north of Atlanta, which is designed to move cargo by train more than 380 miles to the Port of Savannah. This new terminal will save customers time and money by eliminating the need to haul cargo by truck. It’s estimated the rail port will eliminate 40,000 truck trips through Atlanta each year.

Chatham County’s unemployment rate of 4.9% for June 2021, was higher than Georgia’s statewide rate of 4%, and lower than the national rate of 5.9%.

MAJOR INITIATIVES

The Georgia Department of Education has awarded the STEM Academy at Bartlett STEAM Certification. STEAM stands for Science, Technology, Engineering, Art, and Mathematics. The STEM Academy at Bartlett was the state of Georgia's first STEM-certified middle school and now becomes just the second STEAM-certified middle school in the state demonstrating the integration of science, technology, engineering and mathematics infused with meaningful arts integration.

The Georgia Department of Education has also awarded STEM status to Heard Elementary School. Heard is the first elementary school in Southeast Georgia to achieve STEM certification.

The STEM Academy at Bartlett has been recognized as an *Apple Distinguished School* for 2021-2024 for its use of technology including a 1:1 iPad program and integration of apps across the curriculum to create a culture of innovation and academic achievement. Apple Distinguished Schools are centers of innovation, leadership, and educational excellence that use technology to inspire creativity, collaboration, and critical thinking.

The STEM Academy at Bartlett also has been re-designated as a *Lighthouse School to Watch* by the National Middle School Association for 2021-2024. Lighthouse Schools are considered national model middle school programs, and are chosen on the basis of academic excellence, developmental responsiveness, social equity, and highly successful organizational structures and processes.

Hubert Middle School has been named a *Lead4Change Certified School* for 2021. Lead4Change is a leadership program available to educators that helps students identify and use their leadership skills by doing a service project. Hubert is one of only 35 schools certified in 2021.

Three of our schools have been named Advanced Placement (AP) Honor Schools for 2021. AP courses are one of several ways Georgia students can access college-level learning at the high school level. The schools receiving recognition include Jenkins High School, New Hampstead High School, and Savannah Arts Academy.

Recently, the District created a new "Aviation Manufacturing and Service Program" at Groves High School. This new choice program is a result of a partnership between the District, Savannah Technical College, and Gulfstream Aerospace Corp. It will provide students with a fundamental knowledge of aviation history, regulations, and principles. Also, students will learn the basics of aircraft maintenance, performance, and design.

For the seventh consecutive year, the District's high school cohort graduation rate exceeded the state average. In 2021, the District achieved a graduation rate of 90.1 percent, up from 89.7 percent a year ago. The graduation rate for the state was a whole was 83.7 percent. Eight of the District's eleven high schools saw their graduation rate either rise or stay the same. Two schools in the District had a 100% graduation rate. It is the sixth year in a row that Savannah Early College High has met that goal and the fifth year in a row that Woodville Tompkins Technical and Career High School has done so.

LONG-TERM FINANCIAL PLANNING

The District continues to improve educational offerings through facility improvements under the Educational Special Purpose Local Option Sales Tax (ESPLOST). This 1% sales tax is collected over a five-year period and is used to fund new construction projects, facility improvements and make scheduled payments on existing debt. ESPLOST I went into effect on January 1, 2007. Every five years, the voters have approved extending this tax. ESPLOST IV was approved on November 2, 2021 and goes into effect on January 1, 2022. ESPLOST IV passed with a 74% approval, the widest margin in its history. Our community's continued investment in our children's future will allow us to continue to provide exception services and facilities for our children, jobs for local citizens, and support for local businesses.

RELEVANT FINANCIAL POLICIES

Board policy establishes certain expectations related to fund balance. As of June 30, 2021, total fund balance in the General Fund was \$135,353,196. Of this amount, \$17,942 was non-spendable, \$16,325,501 was assigned and \$119,009,753 was unassigned. Under Board policy, the District will strive to maintain a minimum unassigned fund balance of no less than two months of annual budgeted expenditures. This minimum fund balance is to protect against cash shortfalls related to timing of projected revenue receipts and to maintain an emergency funding source. Should the unassigned fund balance exceed five months of budgeted expenditures, the District will utilize the funds for one-time expenditures that are non-recurring or consider transferring excess funds to a separate Capital Accumulation Fund.

AWARDS AND ACKNOWLEDGEMENTS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Board of Public Education for the City of Savannah and the County of Chatham, Georgia, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2020. This was the twenty-seventh consecutive year that the district has received this prestigious award that demonstrates the spirit of transparency and full disclosure. In order to be awarded a Certificate of Achievement for Excellence, the CAFR is reviewed by selected GFOA professional staff and members of the GFOA Special Review Committee, which is comprised of individuals with expertise in public sector financial reporting and includes financial statement preparers, independent auditors, and academic and other finance professionals.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report (formerly referred to as the Comprehensive Annual Financial Report) continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ASBO Certificate of Excellence

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Board for the year ended June 30, 2020. This was the twenty-seventh consecutive year that the Board has received this prestigious award. This award certifies that the comprehensive annual financial report (CAFR) substantially conforms to the principles and standards of financial reporting as recommended and adopted by ASBO. The award is granted only after intensive reviews of financial reports by expert panels of governmental accountants.

ASBO's Certificate of Excellence in Financial Reporting is valid for one year only. We believe that our current CAFR also conforms to the principles and standards thus we are submitting it to ASBO for review to determine its eligibility for another certificate.

ASBO Meritorious Budget Award and GFOA Distinguished Budget Award

The Board also received ASBO's Meritorious Budget Award and the GFOA Distinguished Budget Award for its annual budget document for the fiscal year beginning July 1, 2020.

Acknowledgements

We wish to express appreciation to the staff of the Accounting Department without who's dedicated and committed efforts the report could not have been completed. We also wish to acknowledge the professional support provided by the print shop and other finance division personnel for their efforts in the production of this document. Finally, we want to recognize the active involvement and professional efforts of the auditors from the firm of Mauldin & Jenkins, LLC, who have been instrumental in the prompt completion of the associated audit.

Respectfully submitted,

A handwritten signature in blue ink that reads "Larry O. Jackson". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

Larry O. Jackson
Chief Financial Officer

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

LIST OF PRINCIPAL OFFICIALS JUNE 30, 2021

BOARD MEMBERS

Joe Buck	President
Denise Grabowski	District 1
Dionne Hoskins-Brown	District 2
Cornelia Hall	District 3
Shawn Kachmar	District 4 – Vice President
Irene Gadson Hines	District 5
David Bringman	District 6
Michael Johnson	District 7
Tonia Howard-Hall	District 8 – Vice President Pro- Tempore

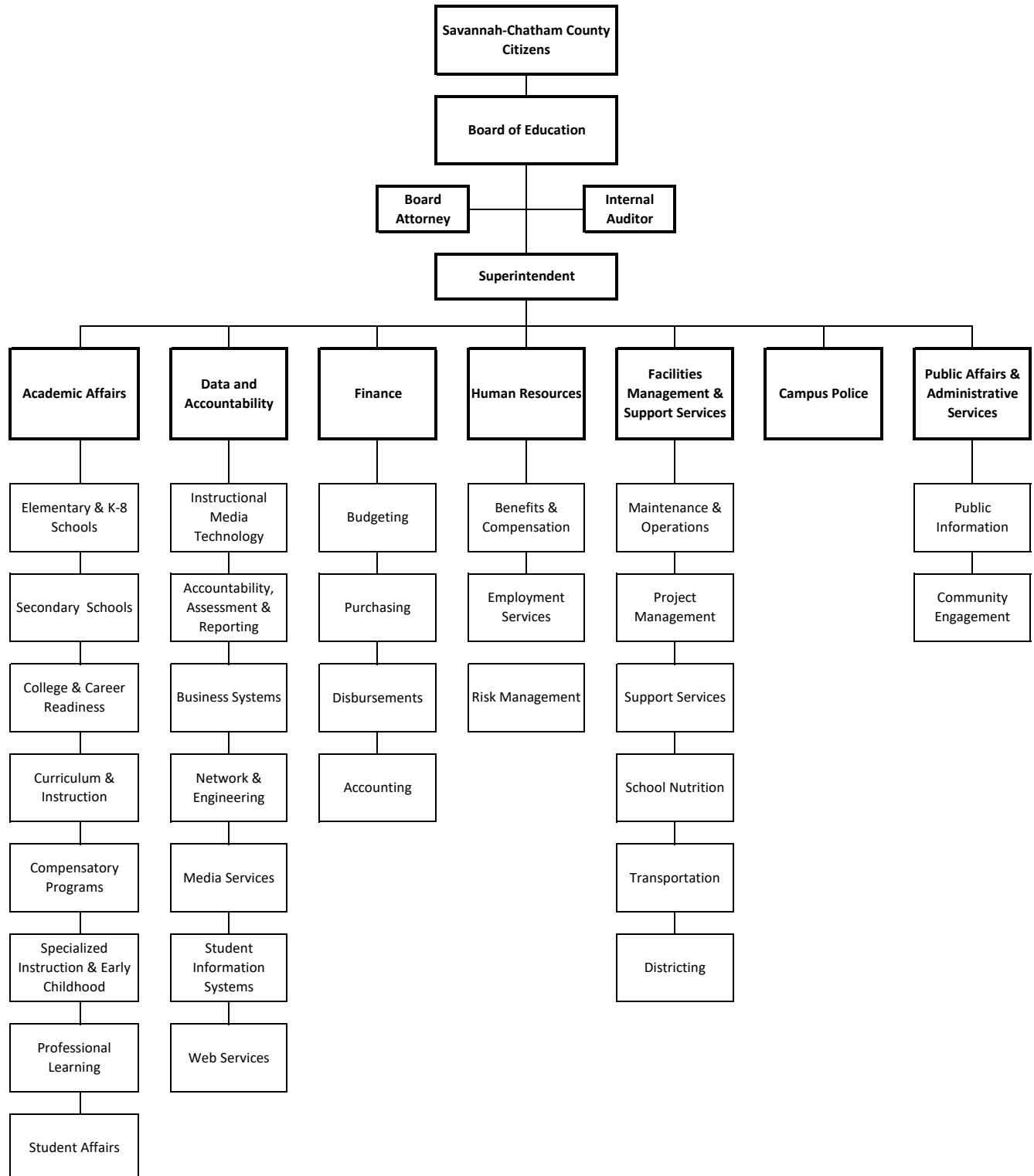
ADMINISTRATION

M. Ann Levett, Ed. D.	Superintendent
Vacant	Deputy Superintendent of Teaching and Learning
David Feliciano	Chief Data and Accountability Officer
Larry Jackson	Chief Financial Officer
Vanessa Miller-Kaigler	Deputy Superintendent, Chief Operations Officer
Terry Enoch	Chief of Campus Police
Ramon Ray	Chief Human Resources Officer
Brian Dennison	Assistant School Board Attorney
Kurt Hetager	Chief Public Affairs and Administrative Services Officer

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

ORGANIZATIONAL CHART

JUNE 30, 2021





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**Savannah-Chatham County
Public School System**

**for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.**

The report meets the criteria established for
ASBO International's Certificate of Excellence.



W. Edward Chabal
President

David J. Lewis
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**The Board of Public Education
for the City of Savannah and the County of Chatham
Georgia**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

MANAGEMENT'S DISCUSSION AND ANALYSIS

BASIC FINANCIAL STATEMENTS



INDEPENDENT AUDITOR'S REPORT

To the Superintendent and Members of the Board of Public Education
for the City of Savannah and the County of Chatham, Georgia
Savannah, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **Board of Public Education for the City of Savannah and the County of Chatham, Georgia**, (the "District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 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.

Emphasis of Matters

As discussed in Note 14, the District implemented Governmental Accounting Standards Board ("GASB") Statement No. 84, *Fiduciary Activities* in fiscal year 2021. This standard significantly changed the accounting for the District's Special Programs Fund and Flex One Fund. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 17), budgetary comparison for the General Fund and ESSER Fund, the schedule of proportionate share of the net pension liability, the schedules of contributions, the schedule of proportionate share of the net OPEB liability, and the schedule of OPEB contributions (on pages 75 through 87) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules; and the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia Annotated ("O.C.G.A.") §48-8-121, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2022, on our consideration of the District’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 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 District’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 District’s internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Savannah, Georgia
February 28, 2022

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2021

INTRODUCTION

Our Management Discussion and Analysis ("MD&A") of the financial performance of the Board of Public Education for the City of Savannah and the County of Chatham, Georgia (the "District") provides an overview of the District's financial activities for the fiscal year ended June 30, 2021. The intent of this MD&A is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

The basic financial statements contain three components:

- 1) District-wide financial statements including the Statement of Net Position and the Statement of Activities, which provide a broad, long-term overview of the District's finances,
- 2) Fund financial statements including the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances, that provide a greater level of detail of revenues and expenditures and focus on how well the District has performed in the short term in the most significant funds, and
- 3) Notes to the financial statements.

This report presents the financial highlights for last year and contains other supplementary information.

OVERALL ANALYSIS

The District is the tenth largest school district in the state of Georgia, serving 36,437 students with a general fund budget of \$454.5 million. Two primary factors affected the District's financial operations during the year: Major school construction financed by the Educational Special Purpose Local Option Sales Tax ("ESPLOST"), and the financial effects of the pandemic on our District. In the General Fund, revenues were higher and expenses were lower than anticipated at the beginning of the year. The District's overall financial position remains strong.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2021 are as follows:

❖ On the district-wide financial statements:

- Total net position of the District increased from \$462,988,423 at June 30, 2020 to \$493,719,615 at June 30, 2021, an increase of \$30,731,192, or 6.64%.
- Total revenues increased \$9,327,326 from \$600,723,660 in fiscal year 2020 to \$610,050,986 in fiscal year 2021, or 1.55%.
- Total expenses increased \$70,663,547 from \$508,656,247 in fiscal year 2020 to \$579,319,794 in fiscal year 2021, or 13.89%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

❖ On the fund financial statements:

- Ending fund balances of the District increased from \$298,346,794 at June 30, 2020 to \$325,546,244 at June 30, 2021, an increase of \$27,199,450, or 9.12%.
- In the General Fund, total fund balance increased from \$93,811,977 at June 30, 2020 to \$135,353,196 at June 30, 2021, an increase of \$41,541,219, or 44.28%.
- Total General Fund actual revenues were \$6,962,034, or 1.55%, more than budgeted revenues.
- Total General Fund actual expenditures were \$33,597,645, or 7.81%, less than budgeted expenditures.

OVERVIEW OF DISTRICT-WIDE FINANCIAL STATEMENTS

The district-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private sector business. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole, presenting both an aggregate and long-term view of the finances. These statements include all assets, liabilities and deferred outflows and inflows of resources using the accrual basis of accounting. This basis of accounting includes all of the current year's revenues and expenses regardless of when cash is received or paid.

The Statement of Net Position presents information on all of the District's assets, liabilities, and deferred outflows and inflows of resources, with the difference 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 District is improving or deteriorating.

The Statement of Activities presents information showing how the District'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 compensated absences.)

The district-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues. The governmental activities of the District include instruction, support services, food services, and interest on long-term debt. The district-wide financial statements can be found on pages 18 and 19 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

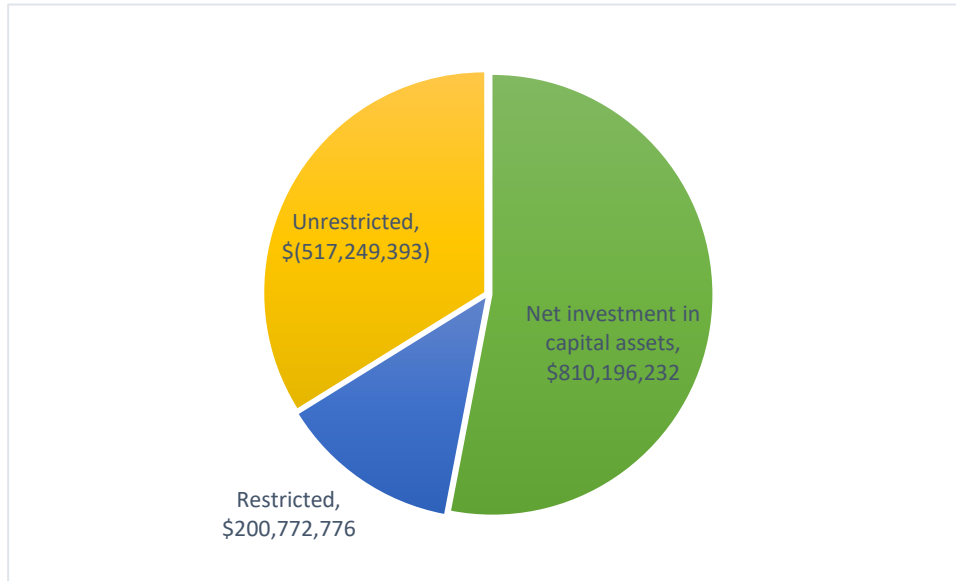
Financial Analysis of the District as a Whole

All of the District's services are reported in the district-wide financial statements, including instruction, pupil services, instructional services, educational media services, general administration, business administration, school administration, pupil transportation, maintenance and operations, central support services, other support services, food services, and interest on long-term debt. Property taxes, and operating grants and contributions finance most of these activities. Additionally, all capital and debt financing activities are reported here. The following table shows the Statement of Net Position for FY20 and FY21:

STATEMENT OF NET POSITION

	Governmental Activities			
	FY 2021	FY 2020	Change	% Change
Assets				
Current assets	\$ 433,247,443	\$ 403,633,183	\$ 29,614,260	7.34%
Capital assets, net	821,502,556	783,496,489	38,006,067	4.85%
Total assets	1,254,749,999	1,187,129,672	67,620,327	5.70%
Deferred outflows of resources				
Pension related	120,289,311	110,216,647	10,072,664	9.14%
OPEB related	70,108,112	25,490,076	44,618,036	175.04%
Charges on refunded debt	-	28,135	(28,135)	-100.00%
Total deferred outflows of resources	190,397,423	135,734,858	54,662,565	40.27%
Liabilities				
Current liabilities	85,389,465	77,753,152	7,636,313	9.82%
Non-current liabilities	790,185,243	694,250,472	95,934,771	13.82%
Total liabilities	875,574,708	772,003,624	103,571,084	13.42%
Deferred inflows of resources				
Deferred change in fair value of hedging derivative instruments	1,886,561	-	1,886,561	100.00%
Pension related	8,160,638	18,643,876	(10,483,238)	-56.23%
OPEB related	65,805,900	69,228,607	(3,422,707)	-4.94%
Total deferred inflows of resources	75,853,099	87,872,483	(12,019,384)	-13.68%
Net position				
Net investment in capital assets	810,196,232	765,236,503	44,959,729	5.88%
Restricted	200,772,776	200,555,083	217,693	0.11%
Unrestricted	(517,249,393)	(502,803,163)	(14,446,230)	2.87%
Total net position	\$ 493,719,615	\$ 462,988,423	\$ 30,731,192	6.64%

MANAGEMENT'S DISCUSSION AND ANALYSIS



Current assets increased \$29.6 million primarily in the General fund cash and investments account. This was due to the \$41.5 million increase in the General Fund balance.

Capital assets increased by \$38 million primarily in the construction in progress category. Construction spending for three new schools (Jenkins High, New Hampstead K-8 and Groves K-12), and a new addition at Woodville-Tompkins mostly contributed to this increase.

Deferred outflows of resources increased by \$54.7 million in the Pension related and OPEB related categories.

Current liabilities increased by \$7.6 million. This increase was mostly due to increased activity in ESPLOST III projects during the year as compared to the previous year.

Non-current liabilities increased by \$95.9 million mostly in the net pension liability and OPEB liability categories.

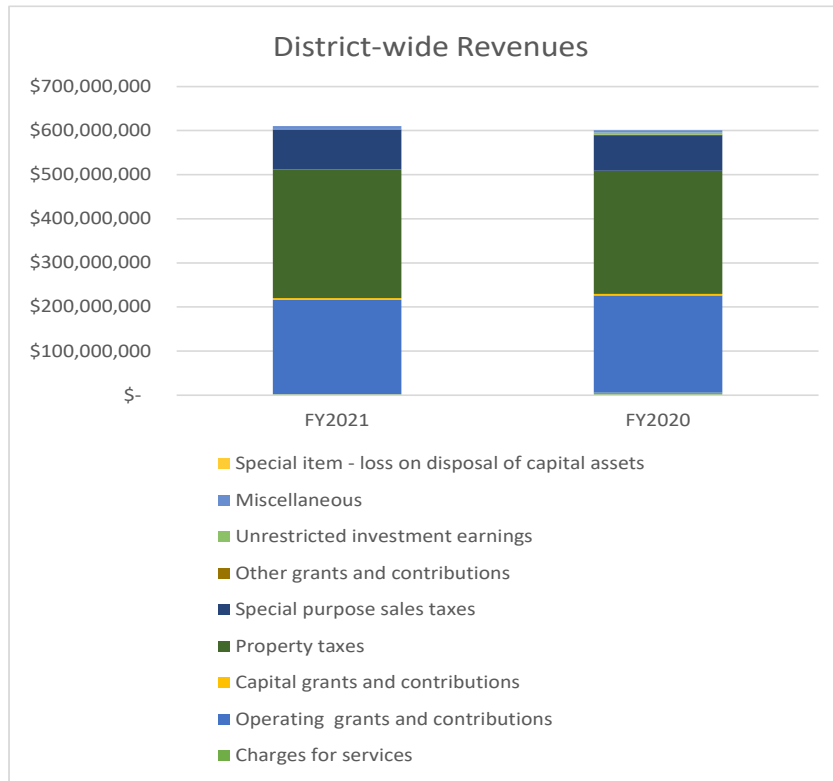
Deferred inflows of resources decreased by \$12 million mostly due to the pension related and OPEB related categories.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following table shows the Statement of Activities for FY20 and FY21:

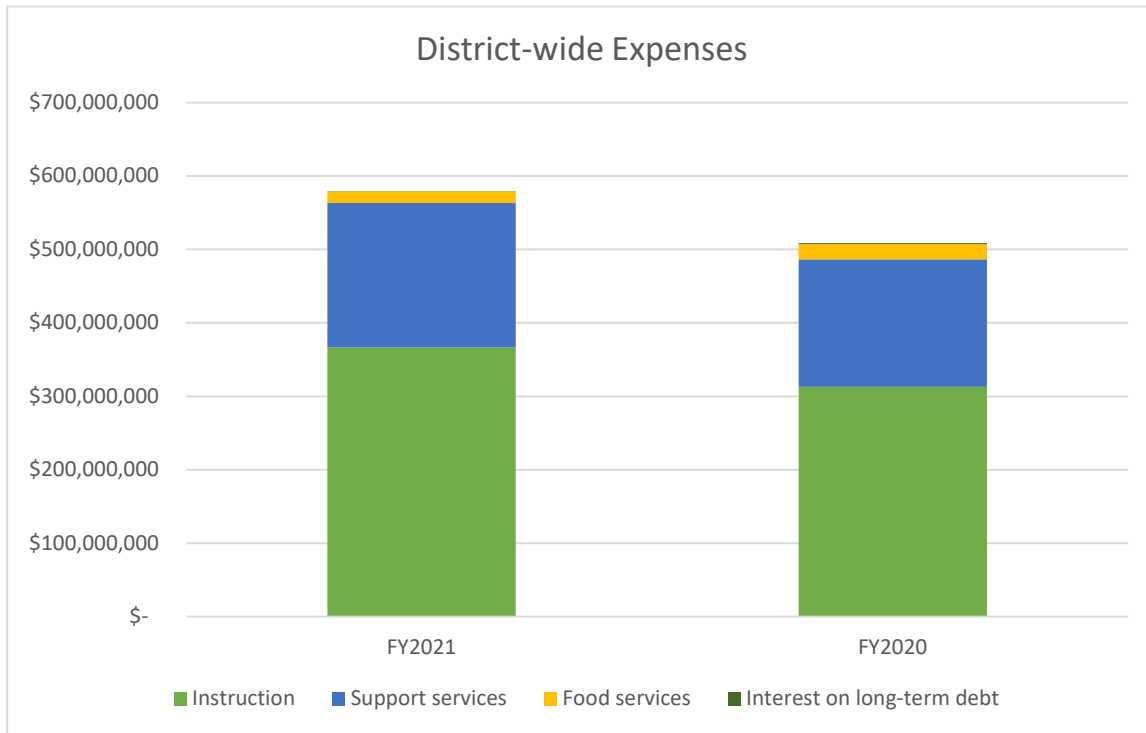
STATEMENT OF ACTIVITIES				
Governmental Activities				
	FY 2021	FY 2020	Change	% Change
Revenues				
Program Revenues:				
Charges for services	\$ 2,323,075	\$ 5,711,229	\$ (3,388,154)	-59.32%
Operating grants and contributions	213,915,186	220,495,234	(6,580,048)	-2.98%
Capital grants and contributions	3,861,475	3,523,789	337,686	9.58%
General revenues:				
Property taxes	291,967,459	279,365,921	12,601,538	4.51%
Special purpose sales taxes	90,539,062	80,432,009	10,107,053	12.57%
Other grants and contributions	427,867	1,420,252	(992,385)	-69.87%
Unrestricted investment earnings	496,076	4,641,246	(4,145,170)	-89.31%
Miscellaneous	6,520,786	5,133,980	1,386,806	27.01%
Total revenues	<u>610,050,986</u>	<u>600,723,660</u>	<u>9,327,326</u>	1.55%
Expenses				
Instruction	366,861,467	313,088,243	53,773,224	17.18%
Support services	196,101,144	173,268,939	22,832,205	13.18%
Food services	15,964,220	20,882,935	(4,918,715)	-23.55%
Interest on long-term debt	392,963	1,416,130	(1,023,167)	-72.25%
Total expenses	<u>579,319,794</u>	<u>508,656,247</u>	<u>70,663,547</u>	13.89%
Change in net position	30,731,192	92,067,413	(61,336,221)	-66.62%
Net position - beginning	462,988,423	370,921,010	92,067,413	24.82%
Net position - ending	<u>\$ 493,719,615</u>	<u>\$ 462,988,423</u>	<u>\$ 30,731,192</u>	6.64%

MANAGEMENT'S DISCUSSION AND ANALYSIS



Total revenues increased by \$9,327,326, or 1.55%. Most of the increase was due to property taxes and special purpose sales taxes. Property taxes increased from \$279,365,921 in FY20 to \$291,967,459 in FY21. This increase was mostly due to higher assessed values of property for FY21. This higher value was offset by the property millage rate decreasing from 18.881 mils to 18.131 mils, resulting in an overall \$12.6 million increase. Special purpose sales taxes also increased from \$80,432,009 in FY20 to \$90,539,062 in FY21. This \$10.1 million increase was due to increased consumer spending in our area. Operating grants and contributions decreased by \$6.6 million. Most of this was due to a decrease in state Quality Basic Education (“QBE”) funding because of declining student enrollment. Unrestricted investment earnings decreased by \$4.1 million due to a reclassification in FY21.

MANAGEMENT'S DISCUSSION AND ANALYSIS



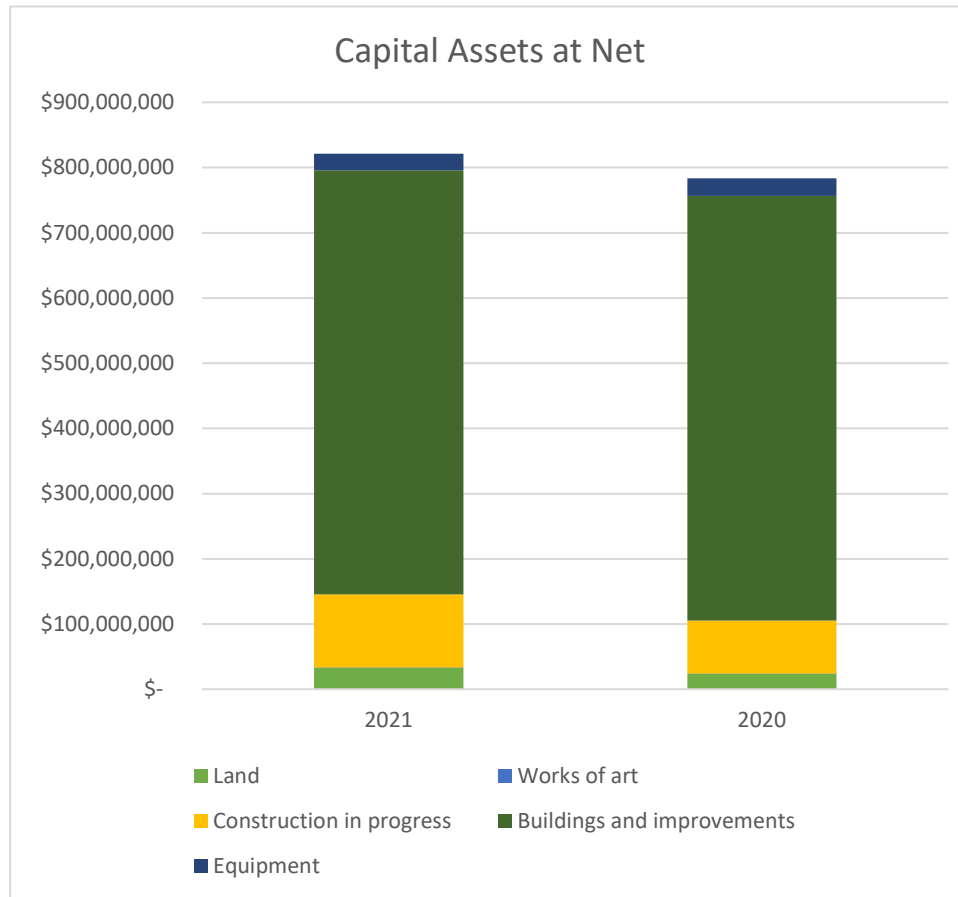
Total expenses increased \$70,663,547, or 13.89%. Most of this increase was in instruction and support services. Instructional expenses increased from \$313,088,243 in FY20 to \$366,861,467 million in FY21. Most of this increase was due to higher expenses related to pensions and OPEB, and a new Elementary and School Emergency Relief (“ESSER”) grant. The Support Services expenses increased from \$173,268,939 in FY20 to \$196,101,144 in FY21. Most of this increase was due to increased spending in pupil services, general administration, business administration, and maintenance and operations. Food service expenses decreased by \$4,918,715 from \$20,882,935 in FY20 to \$15,964,220 in FY21. Most of this decrease was due to less meals being served in FY21 due to the pandemic. In addition, interest on long-term debt decreased by \$1,023,167 due to scheduled principal and interest payments on previous debt.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Capital Assets: As of June 30, 2021, the District had \$821,502,556 invested in capital assets, including land, works of art, construction in progress, buildings and improvements, and equipment. This amount represents a net increase (including additions, deductions, and depreciation) of \$38,006,067, or 4.85%, from last year as shown in the table and chart below:

	Balance June 30, 2020	Increases	Decreases	Transfers	Balance June 30, 2021	Change
Land	\$ 24,351,218	\$ -	\$ -	\$ 9,234,090	\$ 33,585,308	\$ 9,234,090
Works of art	52,700	-	-	-	52,700	-
Construction in progress	81,146,940	69,742,620	-	(38,760,647)	112,128,913	30,981,973
Buildings and improvements	872,815,611	-	(27,617,318)	28,650,986	873,849,279	1,033,668
Equipment	80,558,421	4,746,076	(2,532,048)	875,571	83,648,020	3,089,599
Total capital assets	<u>1,058,924,890</u>	<u>74,488,696</u>	<u>(30,149,366)</u>	<u>-</u>	<u>1,103,264,220</u>	<u>44,339,330</u>
<i>Less accumulated depreciation:</i>						
Buildings and improvements	(221,590,589)	(17,959,909)	15,626,495	-	(223,924,003)	(2,333,414)
Equipment depreciation	(53,837,812)	(6,525,693)	2,525,844	-	(57,837,661)	(3,999,849)
	<u>(275,428,401)</u>	<u>(24,485,602)</u>	<u>18,152,339</u>	<u>-</u>	<u>(281,761,664)</u>	<u>(6,333,263)</u>
Total capital assets, net	<u>\$ 783,496,489</u>	<u>\$ 50,003,094</u>	<u>\$ (11,997,027)</u>	<u>\$ -</u>	<u>\$ 821,502,556</u>	<u>\$ 38,006,067</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS



Capital assets mostly increased in land and construction in progress. Land increased \$9,234,090 from \$24,351,218 in FY20 to \$33,585,308 in FY21. This was due to land improvements at Beach High and Islands High. The construction in progress increased from \$81,146,940 in FY20 to \$112,128,913 in FY21. This \$30,981,973 increase was mostly due to construction spending for three new schools (Jenkins High, Groves K12 and New Hampstead K8), a new Beach High auditorium, a new addition at Woodville-Tompkins, a new stadium at Savannah High, and various technology upgrades throughout the District. Buildings and improvements increased slightly from \$872,815,611 in FY20 to \$873,849,279 in FY21. This \$1,033,668 increase was caused by a \$27.6 million decrease, which was offset by a \$28.7 million transfer increase. The \$27.6 million decrease was due to the demolition of two schools – the old Jenkins High and the old Groves High. The \$28.7 million increase was caused after several projects were transferred from the construction in progress category into the buildings and improvement category. These include the new White Bluff Elementary, renovations at Coastal Georgia Comprehensive Academy, a new HVAC system for Georgetown, and various other improvements. Equipment increased slightly from \$80,558,421 to \$83,648,020. Additional information on the District's capital assets can be found in Note 5.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Long-term Debt

As of June 30, 2021, the District had \$790,185,243 in total long-term debt. This represents an increase of \$95,934,771, or 13.8%, from the previous year, mostly due to an increase in the net pension liability and the OPEB liability. The net pension liability increased from \$391,130,810 in FY20 to \$437,842,145 in FY21, which resulted in an increase of \$46,711,335. The OPEB liability increased from \$277,182,727 in FY20 to \$332,105,722 in FY21, which resulted in an increase of \$54,922,995. Bonds payable and direct borrowings decreased by \$6,925,527 due to scheduled payments. Additional information on the District's long-term debt can be found in Note 6.

OVERVIEW OF 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 District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds (internal service) and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the District'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. These reconciliations are on pages 21 and 23, respectively.

The District's fund financial statements provide detailed information about the most significant funds – not the District as a whole. The majority of the District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds financial statements provide a detailed short-term view of the District's operations and the services it provides.

In accordance with generally accepted accounting principles, the District maintains many 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, ESPLOST, and ESSER Funds, each of which is considered to be a major fund. Also, data from the other nonmajor governmental funds are combined into a single aggregated column presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements beginning on page 88 in this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The basic governmental fund financial statements can be found on pages 20 – 23 of this report.

Proprietary funds. Proprietary funds are used to account for activities that involve business-like interactions, similar to those found in the private sector. The District's proprietary funds are the internal service funds and are used to report activities that provide services for its other programs and activities. The District's internal service funds consist of the Workers' Compensation Fund, the Employee Dental Fund, and the Unemployment Compensation Fund.

Fiduciary funds. Custodial funds, a type of fiduciary fund, are used to account for assets held by the District on behalf of other parties. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations. The District's fiduciary fund consist of the Flex One Fund.

Revenues and Other Financing Sources – Fund Financial Statements

The following schedule presents a summary of the governmental funds revenues, and other financing sources for the period ended June 30, 2021 as compared to June 30, 2020. It also depicts the amount and percentage increases and decreases in relation to prior year amounts. Overall, revenues increased from \$610,095,400 in FY20 to \$638,044,101 in FY21, which resulted in a \$27,948,701 increase, or 4.58%. Property taxes increased from \$274,489,050 in FY20 to \$299,267,667 in FY21, which was mostly due to an increase in the assessed value of property. ESPLOST sales tax revenue increased from \$77,472,084 in FY20 to \$90,539,062 in FY21. This increase in sales tax revenue was due to increased consumer spending in our area. State revenue decreased from \$180,175,330 in FY20 to \$166,538,372 in FY21. This was mostly due to a decrease in state QBE funds caused by declining student enrollment. Federal revenue increased from \$43,250,945 in FY20 to \$50,436,585 in FY21. This increase was due to a new federal ESSER grant received in FY21. Charges for services decreased significantly by \$1.9 million mostly in the school nutrition fund. Local and other funds revenue decreased by \$5.3 million mostly in interest income for both the General Fund and ESPLOST Fund.

	FY 2021	FY 2020	FY 2021 Percent of Total	Change	% Change
Revenues					
Property taxes	\$ 299,267,667	\$ 274,489,050	46.90%	\$ 24,778,617	9.03%
Sales taxes	90,539,062	77,472,084	14.19%	13,066,978	16.87%
State sources	166,538,372	180,175,330	26.10%	(13,636,958)	-7.57%
Federal sources	50,436,585	43,250,945	7.90%	7,185,640	16.61%
Charges for services	388,679	2,303,090	0.06%	(1,914,411)	-83.12%
Local and other funds	5,910,996	11,202,971	0.93%	(5,291,975)	-47.24%
Subtotal - revenues	613,081,361	588,893,470	96.09%	24,187,891	4.11%
Other financing sources	24,962,740	21,201,930	3.91%	3,760,810	17.74%
Total revenues and other financing sources	<u>\$ 638,044,101</u>	<u>\$ 610,095,400</u>	<u>100.00%</u>	<u>\$ 27,948,701</u>	<u>4.58%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Expenditures and Other Financing Uses – Fund Financial Statements

The following schedule represents a summary of the governmental fund expenditures for the fiscal year ended June 30, 2021 and 2020, and the percentage increase and decrease in relation to prior year amounts. Overall, expenditures increased from \$566,863,070 in FY20 to \$610,844,651 in FY21, which resulted in an increase of \$43,981,581, or 7.76%. Instructional expenditures increased from \$275,389,471 in FY20 to \$285,671,699 in FY21. This \$10.3 million increase was mostly due to additional funds expended in the new ESSER grant for FY21. Business administration expenditures increased from \$8,280,275 in FY20 to \$19,241,401 in FY21. This \$11 million increase was also due to additional funds expended in the new ESSER grant for FY21. Maintenance and Operations expenditures increased from \$36,241,599 in FY20 to \$42,937,969 in FY21. This \$6.7 million increase was due to increased spending in energy, property insurance, and the computer network infrastructure. Food Service Operations expenditures decreased from \$20,465,549 to \$15,198,453. This \$5.3 million decrease was due to less meals being served due to the pandemic. Debt service principal and interest expenditures decreased due to scheduled payments of existing debt. Capital Outlay expenditures increased from \$81,852,013 in FY20 to \$103,195,845 in FY21. This was due to increased spending for ESPLOST III projects. Some of these projects include three new schools (Groves K12, Jenkins High School and New Hampstead K8), a new Beach High auditorium, an addition at Woodville Tompkins, Savannah High stadium, and various other improvements.

	FY 2021	FY 2020	FY 2021 Percent of Total	Change	% Change
Current:					
Instruction	\$ 285,671,699	\$ 275,389,471	46.77%	\$ 10,282,228	3.73%
Pupil services	29,993,766	26,575,992	4.91%	3,417,774	12.86%
Instructional services	11,524,636	12,537,587	1.89%	(1,012,951)	-8.08%
Educational media services	6,788,418	6,584,297	1.11%	204,121	3.10%
General administration	11,367,699	9,311,563	1.86%	2,056,136	22.08%
School administration	28,038,092	27,195,864	4.59%	842,228	3.10%
Business administration	19,241,401	8,280,275	3.15%	10,961,126	132.38%
Maintenance and operations	42,937,969	36,241,599	7.03%	6,696,370	18.48%
Pupil transportation	17,876,436	24,006,548	2.93%	(6,130,112)	-25.54%
Central support services	7,521,431	6,856,269	1.23%	665,162	9.70%
Other support services	854,281	1,383,142	0.14%	(528,861)	-38.24%
Food service operations	15,198,453	20,465,549	2.49%	(5,267,096)	-25.74%
Debt service:					
Principal retirement	6,732,048	8,349,966	1.10%	(1,617,918)	-19.38%
Interest and fiscal charges	623,664	684,935	0.10%	(61,271)	-8.95%
Capital outlay	<u>103,195,845</u>	<u>81,852,013</u>	<u>16.89%</u>	<u>21,343,832</u>	<u>26.08%</u>
Subtotal - expenditures	<u>587,565,838</u>	<u>545,715,070</u>	<u>96.19%</u>	<u>41,850,768</u>	<u>7.67%</u>
Other financing uses	<u>23,278,813</u>	<u>21,148,000</u>	<u>3.81%</u>	<u>2,130,813</u>	<u>10.08%</u>
Total expenditures and other financing uses	<u>\$ 610,844,651</u>	<u>\$ 566,863,070</u>	<u>100.00%</u>	<u>\$ 43,981,581</u>	<u>7.76%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Analysis of Major Funds

The Board has three major funds: the General Fund, the ESPLOST Fund and the ESSER Fund. The General Fund is the general operating fund of the Board and is used to account for all financial resources except those required to be accounted for in another fund. The ESPLOST Fund is used to account for financial resources received from the Educational Special Purpose Local Option Sales Tax to finance construction of new schools and other capital projects. The ESSER fund is to provide districts with emergency relief funds to address the impact that COVID-19 has had on providing educational services. It also addresses plans for the return to normal operations.

General Fund

As of June 30, 2021, total fund balance in the General Fund was \$135,353,196. As a result of operations in FY21, the total fund balance increased by \$41,541,219. This increase was due to less spending in instruction, maintenance and operations, and pupil transportation than was budgeted. Also, property tax revenues were higher than anticipated during the year.

ESPLOST Fund

As of June 30, 2021, total fund balance in the ESPLOST Fund was \$190,380,376 all of which was restricted. As a result of operations in FY21, the total fund balance decreased by \$1,089,090. As planned projects are completed, this fund balance will decrease further.

ESSER Fund

As of June 30, 2021, total fund balance in the ESSER Fund was (\$20,952,349). As a result of operations in FY21, the total fund balance decreased by \$20,952,349. The District expects to get reimbursement for the FY21 grant expenditures in FY22.

Notes to Financial Statements

The Notes to Financial Statements follow the statements in the report and complement the financial statements by describing qualifying factors and changes throughout the fiscal year.

BUDGETARY HIGHLIGHTS

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States for the General Fund, Debt Service Fund, Special Revenue Funds, and Other Funds. All annual unencumbered appropriations lapse at fiscal year-end.

- In August 2020, the Board adopted a budget for fiscal year 2021 that reflected total resources including appropriations for expenditures and other uses of \$444,900,876 for the General Fund.
- Actual General Fund revenues for fiscal year 2021 were \$456,901,544 and actual General Fund expenditures were \$396,702,502.
- Actual revenues were 1.55% more than budgeted revenues and actual expenditures were 7.81% less than budgeted expenditures.

MANAGEMENT'S DISCUSSION AND ANALYSIS

- The original General Fund budget adopted by the District included the use of \$743,519 of fund balance. The final budget included fund balance addition of \$905,406. Actual revenues were \$7 million over budget and actual expenditures were \$33.6 million under budget. Revenues were mostly over budget in property taxes, which were \$8.8 million over budget. Expenditures were mostly under budget in instruction, maintenance and operations, and pupil transportation. Instructional expenditures were \$16.6 million under budget mostly in salaries and benefits. Maintenance and operations expenditures were \$5.2 million under budget mostly in salaries and benefits. Pupil transportation expenditures were \$3.9 million under budget mostly in salaries, benefits, and fuel. Other financing sources and uses was \$76,134 under budget. Overall, the fund balance increased by \$41.5 million.

NEXT YEAR'S BUDGET AND RATES

- In July 2021, the Board adopted a balanced budget for fiscal year 2022 that reflected total resources including appropriations for expenditures and other uses of \$465,706,478 for the General Fund.
- The FY22 budget was based on a tax rate for maintenance and operation of schools of 18.131 mills.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, parents, students, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Additional details can be requested by mail at the following address:

Division of Finance
Savannah-Chatham County School District
208 Bull Street, Room 302
Savannah, GA 31401



DISTRICT-WIDE FINANCIAL STATEMENTS

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF NET POSITION
JUNE 30, 2021**

	GOVERNMENTAL ACTIVITIES
<hr/>	
ASSETS	
Cash and cash equivalents	\$ 129,996,566
Receivables	85,499,183
Inventories	255,238
Other current assets	17,942
Restricted cash and investments	215,591,953
Fair value of interest rate swap	1,886,561
Capital assets	
Non-depreciable	145,766,921
Depreciable, net of accumulated depreciation	675,735,635
	<hr/>
Total assets	1,254,749,999
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related	120,289,311
OPEB related	70,108,112
	<hr/>
Total deferred outflows of resources	190,397,423
	<hr/>
LIABILITIES	
Accounts payable and contracts payable	5,672,577
Accrued interest	74,003
Salaries and benefits payable	60,646,419
Unearned revenue	248,969
Payable from restricted assets - accounts and contracts payable	18,747,497
Non-current liabilities	
Due within one year	5,132,596
Due in more than one year	785,052,647
	<hr/>
Total liabilities	875,574,708
	<hr/>
DEFERRED INFLOWS OF RESOURCES	
Deferred change in fair value of hedging derivative instruments	1,886,561
Pension related	8,160,638
OPEB related	65,805,900
	<hr/>
Total deferred inflows of resources	75,853,099
	<hr/>
NET POSITION	
Net investment in capital assets	792,790,980
Restricted for	
Capital projects	190,380,376
Debt service	4,697,078
Grant programs	5,695,322
Unrestricted	(499,844,141)
	<hr/>
Total net position	\$ 493,719,615
	<hr/>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	NET EXPENSE AND CHANGES IN NET POSITION
Governmental activities					
Instruction	\$ 366,861,467	\$ 1,727,053	\$ 163,571,552	\$ 3,861,475	\$ (197,701,387)
Support services:					
Pupil services	32,151,703	135,402	5,585,616	-	(26,430,685)
Instructional services	12,477,192	-	8,475,494	-	(4,001,698)
Educational media services	7,387,560	-	3,123,073	-	(4,264,487)
General administration	17,363,288	-	1,191,934	-	(16,171,354)
School administration	30,565,766	-	7,136,718	-	(23,429,048)
Business administration	19,608,220	-	32,057	-	(19,576,163)
Maintenance and operations	44,878,558	184,469	8,230,390	-	(36,463,699)
Pupil transportation	22,946,382	243,066	3,219,130	-	(19,484,186)
Central support services	7,868,194	-	3,741,722	-	(4,126,472)
Other support services	854,281	-	-	-	(854,281)
Food services	15,964,220	33,085	9,607,500	-	(6,323,635)
Interest on long-term debt	392,963	-	-	-	(392,963)
Total governmental activities	<u>\$ 579,319,794</u>	<u>\$ 2,323,075</u>	<u>\$ 213,915,186</u>	<u>\$ 3,861,475</u>	<u>(359,220,058)</u>
General revenues					
Taxes					
Property taxes, levied for general purposes					291,967,459
Special purpose sales taxes for capital projects					90,539,062
Grants and contributions not restricted to specific programs					427,867
Unrestricted investment earnings					496,076
Miscellaneous					<u>6,520,786</u>
Total general revenues					<u>389,951,250</u>
Change in net position					30,731,192
Net position - beginning, as restated					<u>462,988,423</u>
Net position - ending					<u>\$ 493,719,615</u>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	GENERAL FUND	ESPLOST FUND	ESSER	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and cash equivalents	\$ 113,748,255	\$ -	\$ -	\$ 12,465,658	\$ 126,213,913
Receivables, net	68,946,736	8,840,861	727,765	6,983,821	85,499,183
Due from other funds	22,854,837	-	-	-	22,854,837
Inventories	-	-	-	255,238	255,238
Prepaid items	17,942	-	-	-	17,942
Restricted cash and investments	5,157,670	200,201,196	-	10,233,087	215,591,953
Total assets	<u>\$ 210,725,440</u>	<u>\$ 209,042,057</u>	<u>\$ 727,765</u>	<u>\$ 29,937,804</u>	<u>\$ 450,433,066</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts and contracts payable	\$ 4,618,267	\$ 51,888	\$ 101,194	\$ 722,257	\$ 5,493,606
Salaries and benefits payable	53,858,158	-	318	6,787,943	60,646,419
Due to other funds	-	-	21,578,602	1,276,235	22,854,837
Unearned revenue	325	-	-	248,644	248,969
Payable from restricted assets - Accounts and contracts payable	-	18,609,793	-	137,704	18,747,497
Total liabilities	<u>58,476,750</u>	<u>18,661,681</u>	<u>21,680,114</u>	<u>9,172,783</u>	<u>107,991,328</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable - property taxes	<u>16,895,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,895,494</u>
Total deferred inflows of of resources	<u>16,895,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,895,494</u>
FUND BALANCES					
Nonspendable					
Prepaid assets	17,942	-	-	-	17,942
Inventories	-	-	-	255,238	255,238
Restricted					
Debt service	-	-	-	4,697,078	4,697,078
Capital projects	-	190,380,376	-	-	190,380,376
Continuation of federal and state programs	-	-	-	5,695,322	5,695,322
Assigned					
Subsequent years budget	15,480,210	-	-	-	15,480,210
Operations - facilities management	235,787	-	-	-	235,787
School music and art	300,000	-	-	-	300,000
Data and accountability	132,122	-	-	-	132,122
Athletics	177,382	-	-	-	177,382
Capital projects	-	-	-	10,117,383	10,117,383
Unassigned	<u>119,009,753</u>	<u>-</u>	<u>(20,952,349)</u>	<u>-</u>	<u>98,057,404</u>
Total fund balances (deficits)	<u>135,353,196</u>	<u>190,380,376</u>	<u>(20,952,349)</u>	<u>20,765,021</u>	<u>325,546,244</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 210,725,440</u>	<u>\$ 209,042,057</u>	<u>\$ 727,765</u>	<u>\$ 29,937,804</u>	<u>\$ 450,433,066</u>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2021**

Total fund balance, governmental funds:		\$ 325,546,244
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the fund financial statements, but are reported in the governmental activities of the statement of net position.		821,502,556
Other long-term assets are not available to pay for current period expenditures:		
Property taxes deferred in the fund financial statements		16,895,494
Some liabilities (such as notes payable, capital lease contract payable, long-term compensated absences, and bonds payable), are not due and payable in the current period and are not included in the fund financial statements, but are included in the governmental activities of the statement of net position:		
Direct borrowings	\$ (3,642,324)	
Certificates of participation	(7,664,000)	
Compensated absences	<u>(8,704,096)</u>	(20,010,420)
Interest payable on long-term obligations is not due and payable in the current period and is not included in the fund financial statements, but is included in the governmental activities of the statement of net position.		(74,003)
Some liabilities, including net pension obligations and other benefit obligations, are not due and payable in the current period and, therefore, are not reported in the fund financial statements:		
Net pension liability	\$ (437,842,145)	
Net OPEB liability	<u>(332,105,722)</u>	(769,947,867)
Deferred outflows and inflows of resources related to pensions and other employee benefits are applicable to future periods and, therefore, are not reported in the governmental fund financial statements.		116,430,885
The assets and liabilities of internal service funds are not included in the fund financial statements, but are included in the governmental activities of the statement of net position.		<u>3,376,726</u>
Net position of governmental activities in the statement of net position		<u>\$ 493,719,615</u>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	GENERAL FUND	ESPLOST FUND	ESSER	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES					
Property taxes	\$ 299,267,667	\$ -	\$ -	\$ -	\$ 299,267,667
Sales taxes	-	90,539,062	-	-	90,539,062
State sources	152,679,283	2,589,793	-	11,269,296	166,538,372
Federal sources	1,014,916	-	12,606,276	36,815,393	50,436,585
Charges for services	171,125	-	-	217,554	388,679
Local and other funds	3,768,553	160,713	-	1,981,730	5,910,996
Total revenues	456,901,544	93,289,568	12,606,276	50,283,973	613,081,361
EXPENDITURES					
Current:					
Instruction	246,108,028	461,774	11,787,549	27,314,348	285,671,699
Pupil services	23,632,645	-	717,350	5,643,771	29,993,766
Instructional services	4,439,286	-	252,291	6,833,059	11,524,636
Educational media services	6,638,587	-	149,831	-	6,788,418
General administration	8,402,701	-	948,705	2,016,293	11,367,699
School administration	27,603,765	-	434,327	-	28,038,092
Business administration	8,459,336	-	10,327,247	454,818	19,241,401
Maintenance and operations	40,704,510	-	2,212,987	20,472	42,937,969
Pupil transportation	17,232,358	-	644,078	-	17,876,436
Central support services	6,922,388	-	599,043	-	7,521,431
Other support services	-	-	702,076	152,205	854,281
Food service operations	122,443	-	4,771,515	10,304,495	15,198,453
Debt service:					
Principal	-	-	-	6,732,048	6,732,048
Interest and other charges	364,040	-	-	259,624	623,664
Capital outlay	6,072,415	95,669,355	11,626	1,442,449	103,195,845
Total expenditures	396,702,502	96,131,129	33,558,625	61,173,582	587,565,838
Excess (deficiency) of revenues over (under) expenditures	60,199,042	(2,841,561)	(20,952,349)	(10,889,609)	25,515,523
OTHER FINANCING SOURCES (USES)					
Transfers in	-	3,953,777	-	18,597,490	22,551,267
Transfers out	(21,069,296)	(2,201,306)	-	(8,211)	(23,278,813)
Sale of capital assets	2,411,473	-	-	-	2,411,473
Total other financing sources (uses)	(18,657,823)	1,752,471	-	18,589,279	1,683,927
Net change in fund balances	41,541,219	(1,089,090)	(20,952,349)	7,699,670	27,199,450
Fund balances - beginning, as restated	93,811,977	191,469,466	-	13,065,351	298,346,794
Fund balances (deficits) - ending	\$ 135,353,196	\$ 190,380,376	\$ (20,952,349)	\$ 20,765,021	\$ 325,546,244

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Net change in fund balances - total governmental funds:		\$ 27,199,450
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the statement of activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period:		
Capital outlay	\$ 74,488,696	
Depreciation expense	<u>(24,485,602)</u>	50,003,094
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations) is to decrease net position. This is the amount of the net book value of the other asset dispositions.		(11,997,027)
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned:		
Unavailable - Sales tax revenue	\$ (2,959,932)	
Unavailable - property tax revenue	<u>(4,340,276)</u>	(7,300,208)
Governmental funds report debt proceeds as current financial resources. In contrast, the statement of activities treats such issuance of debt as a liability. Governmental funds report repayment of debt principal as an expenditure. In contrast, the statement of activities treats such repayments as a reduction in long-term liabilities:		
Repayment of the principal of long-term debt		6,732,048
In the statement of activities, interest is accrued on outstanding debt, whereas in governmental funds, an interest expenditure is reported when due.		65,357
Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:		
Compensated absences	\$ (1,276,354)	
Amortization of deferred charge on refunding	(28,135)	
Amortization of bond premium	193,479	
Changes in net pension liability and related deferred inflows and outflows	(26,155,433)	
Changes in net OPEB liability and related deferred inflows and outflows	<u>(6,882,252)</u>	(34,148,695)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.		<u>177,173</u>
Change in net position of governmental activities		<u>\$ 30,731,192</u>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021**

		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
		<u> </u>
	ASSETS	
Current assets		
Cash and investments		\$ 3,782,653
		<u> </u>
Total assets		<u>3,782,653</u>
	LIABILITIES	
Current liabilities		
Accounts payable		178,971
Claims payable		114,000
Total current liabilities		<u>292,971</u>
Claims payable - noncurrent		<u>112,956</u>
Total liabilities		<u>405,927</u>
	NET POSITION	
Unrestricted		<u>3,376,726</u>
Total net position		<u><u>\$ 3,376,726</u></u>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
OPERATING REVENUES	
Risk management fees	\$ 4,326,051
Total operating revenues	4,326,051
OPERATING EXPENSES	
Risk management	4,876,424
Total operating expenses	4,876,424
Operating loss	(550,373)
NON-OPERATING REVENUES	
Transfers in	727,546
Change in net position	177,173
Total net position - beginning	3,199,553
Total net position - ending	\$ 3,376,726

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received for services and fees	\$ 4,326,051
Cash paid for supplies and insurance	(4,796,673)
Net cash used in operating activities	(470,622)
CASH FLOW FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers in	727,546
Net cash provided by non-capital financing activities	727,546
Increase in cash and cash equivalents	256,924
Cash and cash equivalents, beginning of year	3,525,729
Cash and cash equivalents, end of year	\$ 3,782,653
Reconciliation of operating loss to net cash used in operating activities	
Operating loss	\$ (550,373)
Increase in accounts payable	130,137
(Decrease) in other liabilities	(50,386)
Net cash used in operating activities	\$ (470,622)

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUND
JUNE 30, 2021**

	Flex One Fund
	<hr/>
ASSETS	
Cash and cash equivalents	\$ 296,206
	<hr/>
Total assets	296,206
	<hr/>
LIABILITIES	
Due to others	20,954
	<hr/>
Total liabilities	20,954
	<hr/>
NET POSITION	
Restricted:	
Individuals	275,252
	<hr/>
Total net position	\$ 275,252
	<hr/> <hr/>

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

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
CUSTODIAL FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	Flex One Fund
ADDITIONS	
Payroll deductions	\$ 1,406,740
Total additions	1,406,740
DEDUCTIONS	
Claims	1,462,814
Total deductions	1,462,814
Change in fiduciary net position	(56,074)
NET POSITION, beginning of year, as restated	331,326
NET POSITION, end of year	\$ 275,252

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

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Board of Public Education for the City of Savannah and the County of Chatham, Georgia (the "District") operates under a Board-Superintendent form of government and provides public educational services to the citizenry of the City of Savannah and the County of Chatham, Georgia. The District receives funding from local, state, and federal government sources and must comply with the accompanying requirements of these funding source entities.

The District's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Government Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through the pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the District are discussed below.

A. Reporting Entity

GAAP defines the reporting entity for determining which potential component units should be included in a primary government's financial statements. Inclusion is based on financial accountability or the fact that exclusion would make the financial statements misleading or incomplete. The criteria for determining financial accountability includes appointing a voting majority of an organization's governing body and: 1) the ability of the District to impose its will on that organization, or 2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the District.

Using the above criteria the District has no component units.

The District is a primary government since it meets the following criteria:

1. It has a separately elected governing body.
2. It is legally separate.
3. It is fiscally independent of other state and local governments.

Since the District is a primary government, it is not a component unit of any other governmental reporting entity.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements

The District's basic financial statements include both district-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the district-wide and fund financial statements categorize the primary activities as governmental. Those activities (functions) are instruction, pupil services, instructional services, educational media services, general administration, school administration, business administration, maintenance and operations, pupil transportation, central support services, other support services, food service operations and interest on long-term debt.

District-wide Financial Statements

In the District-wide statement of net position, the governmental activity column: (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The District-wide statement of activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, unrestricted investment earnings, and other revenues). The statement of activities reduces gross expenses (including depreciation and other indirect costs that are allocated proportionally among the functions) by related program revenues that are directly associated with the function. Program revenues include: (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a function or segment, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The District-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements (Continued)

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises the assets, liabilities, fund equity, revenues, and expenditure/expenses. The various funds are reported by generic classification within the financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The emphasis in fund financial statements is on the major funds in the governmental fund category.

The District reports the following major governmental funds:

- General Fund
- Education Special Purpose Local Option Sales Tax ("ESPLOST") Fund
- Elementary and Secondary School Emergency Relief ("ESSER") Fund

The District uses the following fund types:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

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

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

The **Debt Service Fund** is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements (Continued)

Governmental Funds (Continued)

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The ESPLOST fund accounts for the proceeds from the special purpose local option sales tax for educational purposes that are restricted for the construction and major renovation of schools.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

Internal Service funds are used to account for the financing of risk management services such as worker's compensation, unemployment compensation, and employee dental plan that are charged to other departments or funds of the District on a cost-reimbursement basis. The principal users of the internal services are the District's governmental activities. The financial statement of the internal service fund is consolidated into the governmental activities column when presented in the district-wide financial statements. The cost of these services is reported in the appropriate functional activity.

Custodial Funds

Custodial Funds are used to report assets held in an agency capacity for others, are not available to support District programs, and do not involve measurement of results of operations. The District has one custodial fund. The Flex-one fund accounts for employee withholdings for dependent care under section 125 of the IRS code.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Basis of accounting refers to the point at which revenues or expenditure/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied. The measurement focus relates to the types of transactions reported. The district-wide financial statements and the proprietary (internal service) fund are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities (whether current or non-current) are included on the statement of net position. Governmental funds financial statements are accounted for on a flow of current financial resources measurement focus. With this measurement focus, generally only current assets and current liabilities are reported.

Accrual. Governmental activities in the district-wide financial statements, the proprietary (internal service) fund financial statements, and the fiduciary (agency) fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual. Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for amounts related to reimbursement based grants, which are considered available when all eligibility criteria has been met. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Revenues considered susceptible to accrual are property taxes, sales taxes, and investment income. Intergovernmental revenues are recorded when measurable regardless of when received after year-end.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The State of Georgia reimburses the District for teachers' salaries and operating costs through the Quality Basic Education Formula Earnings program ("QBE"). Generally teachers are contracted for the school year (July 1 – June 30) and paid over a 12-month contract period, generally September 1 through August 31. In accordance with the respective rules and regulations of the QBE program, the State of Georgia reimburses the District over the same 12-month period in which teachers are paid. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent year are accrued. Since the State of Georgia recognizes the QBE liability for the July and August salaries at June 30, the District recognizes the portion of that reimbursement as a receivable and revenue, consistent with symmetrical recognition. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on long-term debt are recognized when due.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity

Deposits and Investments

The District maintains a cash and investment pool that is available for all funds. Each fund's portion of this pool is displayed as "Cash and Cash Equivalents." For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Official Code of Georgia Annotated ("O.C.G.A.") §45-8-12 provides that there shall not be on deposit at any time in any depository for a time longer than ten days a sum of money which has not been secured by a surety bond, by guarantee of insurance, or by collateral. The aggregate of the face value of such surety bond and the fair value of securities pledged shall be equal to no less than 110% of the public funds being secured after the deduction of the amount of deposit insurance. If a depository elects the pooled method (O.C.G.A. §45-8-13.1) the aggregate of the fair value of the securities pledged to secure a pool of public funds shall be not less than 110% of the daily pool balance. O.C.G.A. §45-8-11(b) provides an officer holding public funds may, in his/her discretion, waive the requirement for security in the case of operating funds placed in the demand deposit checking accounts.

The District has no custodial credit risk policy that would require additional collateral requirements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Deposits and Investments (Continued)

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 price are reported at estimated fair values. Interest income on investments is accrued as earned.

State statutes authorize the District to invest in: obligations of the United States, the State of Georgia and other political subdivisions of the State of Georgia, and other states; prime bankers' acceptances; repurchase agreements; and the Georgia local government investment pool ("Georgia Fund 1"). Georgia Fund 1, created by O.C.G.A. §36-83-8, is a stable net asset value investment pool which follows Standard & 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 Securities and Exchange Commission ("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 pool also adjusts the value of its investments to fair market value as of year-end and the District's investment in the Georgia Fund 1 is reported at fair value.

Receivables

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes, sales taxes, grants, and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are reported as deferred inflows of resources in the fund financial statements in accordance with the modified accrual basis, but are not deferred in the district-wide financial statements in accordance with the accrual basis. Allowance for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Inventories and Prepaid Items

Inventories are stated at cost (principally first in, first-out), which is not in excess of market. The District utilizes the consumption method to recognize inventory usage. Under the consumption method, inventories are recorded as expenditures when used rather than when purchased. Reported inventories are reflected as non-spendable fund balance.

The United States Department of Agriculture ("USDA") commodity portion of the food services inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of commodities on hand at year-end is reflected as deferred inflows of resources.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both district-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Restricted assets represent amounts related to bond proceeds, tax levies, and sales tax proceeds whose use is limited by applicable bond covenants or enabling legislation.

Capital Assets

The accounting treatment over capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Capital Assets (Continued)

District-wide Statements

Capital assets, which include land, works of art, buildings, building improvements, equipment, and software, are reported in the applicable governmental activities columns in the district-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. The capitalization threshold is a unit cost of \$5,000 or more, except for software. Software is capitalized at a unit cost of \$30,000 or more. Donated capital assets are recorded at acquisition value at the date of donation. The cost of normal maintenance and repairs, that do not add to the value of the assets or materially extend asset lives, are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and Improvements	20 – 50 years
Equipment and software	3 – 10 years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in district-wide statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Long-Term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

Long-term debt to be repaid from governmental resources is reported as a liability in the district-wide statements. The long-term debt consists of general obligation bonds, capital leases, and accrued compensated absences. Bond premiums and discounts are deferred and amortized over the life of the bonds using a straight-line method, which approximates the effective interest method.

Long-term debt for governmental funds is not reported as a liability in the fund financial statements. The face amount of the debt issued and premiums on the debt issuances are reported as other financing sources.

Payment of principal, interest and issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Retirement System of Georgia ("TRS"), the Employees' Retirement System of Georgia ("ERS"), and the Public School Employees' Retirement System ("PSERS"), and additions to/deductions from TRS/ERS/PSERS fiduciary net position have been determined on the same basis as they are reported by TRS/ERS/PSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Other Post-employment Benefits ("OPEB")

For purposes of measuring the net OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Georgia School Employees Post-employment Benefit Fund ("School OPEB Fund") and additions to/deductions from the School OPEB Fund's fiduciary net position have been determined on the same basis as they are reported by the School OPEB Fund. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or the balance sheet will report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of resources that applies to a future period(s) and, therefore, will not be recognized as an outflow of resources (expense/expenditure) until then. Under the full accrual method of accounting, the District has reported the contributions to the cost sharing benefit pension plans and OPEB plan subsequent to the measurement date and prior to the fiscal year-end as deferred outflows of resources. The District has also reported the actuarial changes in the District's proportionate share of the governmental non-employer cost sharing benefit pension plan and OPEB plan, as discussed in Note 9 – Retirement Plans and Note 8 – OPEB. Additionally, the District has reported the deferred charge on refunded debt resulting from the difference in the carrying value of the refunded debt and its reacquisition price. This difference is deferred and amortized over the shorter of the life of the refunded or refunding debt.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of net position and/or the balance sheet will report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of resources that applies to a future period(s) and, therefore, will not be recognized as an inflow of resources (revenue) until that time. Under the full accrual method of accounting, the District has reported the actuarial changes in the District's proportionate share of the governmental non-employer cost sharing benefit pension plan and OPEB plan, as discussed in Note 9 – Retirement Plans and Note 8 – OPEB. This item is reported only in the District-wide Statement of Net Position. Additionally, the District has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only on the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

Equity Classifications

District-wide Statements

Equity is classified as net position and displayed in three components:

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 borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position – Consists of net position with constraints placed on the use either by: 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or 2) law through constitutional provisions or enabling legislation.

Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Equity Classifications (Continued)

Fund Statements

Governmental fund equity is classified as fund balance. GASB Statement No. 54 distinguishes fund balance classifications based on the relative strength of the constraints that control the purposes for which specific amounts can be spent. Beginning with the most binding constraints, fund balance amounts will be reported in the following classifications:

Non-spendable Fund Balance – Fund balance reported as non-spendable represents fund balance associated with inventory, prepaid items, or long-term receivables. Non-spendable indicates that the respective resources are not available to be spent in any way due to their very nature and/or their lack of availability.

Restricted Fund Balance – Fund balance reported as restricted represents amounts that can be spent only on the specific purposes stipulated by law through constitutional provisions or enabling legislation or by the external providers of those resources.

Committed Fund Balance – Fund balance reported as committed can only be used for the specific purposes determined by a formal action of the highest level of decision-making authority, which is the Board. The only way committed funds can be removed or changed is by a formal action of the Board on or before the end of the fiscal year. A majority vote of the Board is required to pass a resolution in order to commit fund balance.

Assigned Fund Balance – Fund balance reported as assigned represents amounts intended to be used for specific purposes, but not meeting the criteria to be reported as non-spendable, restricted, committed or assigned. At fiscal year-end, any appropriation of existing fund balance to eliminate a projected budgetary deficit in the next year's budget is considered to be an assignment of fund balance. The Board adopted a fiscal goals and objectives policy which gives the Chief Financial Officer, through the Superintendent, the authority to assign funds for particular purposes.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Equity (Continued)

Equity Classifications (Continued)

Fund Statements (Continued)

Unassigned Fund Balance – Fund balance reported as unassigned represents the residual classification of fund balance and includes all spendable amounts not contained within the other classifications. The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

The Board has formally adopted a minimum fund balance policy in the general fund which states that it will strive to maintain a minimum unassigned fund balance in the General Fund of no less than two months of annual budgeted expenditures. This minimum fund balance is to protect against cash flow shortfalls related to the timing of projected revenue receipts and to maintain an emergency funding source.

When an expenditure is incurred that would qualify as an expenditure of either Restricted or Unrestricted fund balance, those expenditures will first be applied to the Restricted Fund Balance category. When expenditures are incurred that would qualify as a use of any of the Unrestricted Fund Balance categories (Committed, Assigned, Unassigned), those expenditures will be applied in the order of Committed first, then Assigned, and then Unassigned.

Proprietary fund equity is classified the same as in the district-wide statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues, Expenditures and Expenses

Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges to funds for risk management services. The District's operating expenses for internal service funds include risk management expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Expenditures/Expenses

In the district-wide financial statements, expenses are classified by function for governmental activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds – By Character: Current (further classified by function), Debt Service, and Capital Outlay.

Proprietary Fund – By Operating and Non-Operating.

In the fund financial statements, governmental funds report expenditures of current financial resources. Proprietary funds report expenses relating to use of economic resources.

Interfund Activity and Internal Balances

Interfund activities are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables, as appropriate, and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses and are eliminated from the statement of activities to remove the "doubling-up" effect of the activity. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. Permanent reallocation of resources between funds is classified as interfund transfers.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues, Expenditures and Expenses (Continued)

Interfund Activity and Internal Balances (Continued)

In the process of aggregating data for the Statement of Net Position and the Statement of Activities certain amounts reported as interfund activity and balances in the funds are eliminated or reclassified in the district-wide financial statements. Exceptions to this general rule are charges between the District's internal service functions and other District functions. The amounts charged are reasonably equivalent in value to the services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Compensated Absences

Eligible District employees earn annual vacation based on length of service, to a maximum of 22 days after 20 years of service. Sick leave accrues based upon the following provisions:

- a) All employees earn one and one-quarter days of sick leave with full pay each month worked.
- b) Sick leave is cumulative up to 120 days.
- c) Upon retirement or termination of employment with five or more years of service in the District and at least 30 full days of unused sick leave, employees are paid a portion of their accumulated sick leave as severance pay based on a formula approved by the District.

All compensated absences and related benefits are accrued when incurred in the district-wide 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.

Use of Estimates

The preparation of financial statements, in conformity with GAAP, requires management to make estimates and assumptions that may affect the amounts reported in the financial statements and the related notes. Accordingly, actual results could differ from these estimates.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgets and Budgetary Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, ESSER, Special Revenue, and Debt Service funds. Appropriations for capital projects are adopted by the District principally on an individual project basis, when the project is initially approved. All appropriations, both encumbered and unencumbered, lapse at June 30, except encumbrances in the ESPLOST and Other Capital Projects Fund, which are continuing. The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is at the fund level.

NOTE 2. DEPOSITS AND INVESTMENTS

Summary of the District's deposits and investments at June 30, 2021, is as follows:

Account Balances		Ownership of Funds	
Petty Cash/Cash on Hand	\$ 22,782	Governmental Funds:	
Demand Deposits	140,268,417	Cash and Cash Equivalents	\$ 126,213,913
Money Market Funds	11,619	Restricted Cash and Investments	215,591,953
Investments	200,424,237	Internal Service Funds	3,782,653
Guaranteed Investment Contract	5,157,670	Custodial Fund	296,206
	<u>\$ 345,884,725</u>		<u>\$ 345,884,725</u>

As of June 30, 2021, the District had the following investments:

Investment	Weighted Average Maturities	Fair Value
Georgia Fund 1 (investment pool)	36 day average	\$ 200,424,237
Investment	Maturities	Fair Value
Guaranteed investment contract	June 1, 2028	\$ 5,157,670

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. At June 30, 2021, the District's deposits, which totaled \$151,104,889, were either covered by federal depository insurance, collateralized through the Georgia Public Funds Pledging Pool, or collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's policy is to minimize interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity; and investing operating funds primarily in shorter-term securities, money market funds, or similar investment pools and limiting the average maturity of the portfolio.

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The District's investment policy minimizes credit risk by limiting the types of securities to those listed in Note 1D, pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisers with which the District does business, and diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized. As of June 30, 2021, the District's investment in Georgia Fund I (investment pool) was rated AA+ by Standards & Poor's. As of June 30, 2021, the District's investment in the guaranteed investment contract was rated AA- by Standard & Poors.

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's policy allows 100% of its portfolio to be invested in U.S. Treasury obligations, obligations of the U.S. government agencies, or the State sponsored local government investment pool. The District limits its investment portfolio to 50% for investments in repurchase agreements collateralized by U.S. government securities, certificates of deposit, and money market mutual funds. No more than the greater of \$10 million or 25% of the total portfolio for certificates of deposit may be placed with any one financial institution and 100% of the investments in repurchase agreements may be placed with any one financial institution. The Georgia Fund I (investment pool) investments are excluded from concentration of credit risk.

Fair value measurements is a way to categorize investments within the fair value hierarchy established by GAAP. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The Georgia Fund 1 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 District does not disclose investment in the Georgia Fund I within the fair value hierarchy. The guaranteed investment contract is classified as an other asset more fully described in Note 6. The fair value of the guaranteed investment contract is classified as Level 2 in the fair value hierarchy, and is valued using an option-adjusted discounted cash flow model.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. RECEIVABLES

Receivables as of year-end for the District's individual major and nonmajor funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>ESPLOST</u>	<u>ESSER</u>	<u>Other Governmental</u>	<u>Total</u>
Receivables:					
Taxes	\$ 19,699,522	\$ -	\$ -	\$ -	\$ 19,699,522
Accounts	1,628,265	-	-	22,000	1,650,265
Intergovernmental	47,855,343	8,840,861	727,765	6,961,821	64,385,790
	<u>\$ 69,183,130</u>	<u>\$ 8,840,861</u>	<u>\$ 727,765</u>	<u>\$ 6,983,821</u>	<u>\$ 85,735,577</u>
Less: Allowance for uncollectibles	(236,394)	-	-	-	(236,394)
Net total receivables	<u>\$ 68,946,736</u>	<u>\$ 8,840,861</u>	<u>\$ 727,765</u>	<u>\$ 6,983,821</u>	<u>\$ 85,499,183</u>

In the General Fund, significant components of intergovernmental receivables include \$21,389,538 from the State of Georgia for QBE formula grants and \$26,465,805 from the Chatham District Tax Commissioner.

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred inflows of resources reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
General Fund:		
Property tax receivable	\$ 16,895,494	\$ -
Lost and damaged textbook deposits	-	325
Nonmajor Governmental Funds:		
Grants	-	17,630
Donated USDA commodities	-	231,014
Total deferred inflows of resources	<u>\$ 16,895,494</u>	<u>\$ 248,969</u>

Grants and other receivables (reported in General and Nonmajor governmental funds) primarily represent funds due to the District for reimbursement of expenditures/expenses incurred as of year-end under grant terms.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. PROPERTY AND SALES TAXES

Chatham District bills and collects property taxes for the Board of Education. Property taxes are levied (assessed) on all taxable real, public utility and personal property (including vehicles) located within the District as of January 1st of each year. Assessed values for property tax purposes are determined by the Chatham District Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of fair market value. Public utility and motor vehicle assessed values are established by the State of Georgia.

Property is appraised and a lien on such property becomes enforceable 60 days after final notification on delinquency of property taxes. Taxes are due and payable when billed by the Chatham District Tax Commissioner. The Tax Commissioner withholds 1.75% of taxes collected as a fee for tax collection and remits the balance of taxes collected to the District. The Chatham District Tax Commissioner may place liens on property once the related tax payments become delinquent.

The property tax calendar is as follows:

Event	Date
Beginning of fiscal year for taxes	January 1, 2021
Vehicle personal property tax bills rendered	January 1, 2021
First installment real property tax bills rendered (based on prior year tax digest)	April 1, 2021
Delinquency date - vehicle personal property taxes	Various
First installment real property tax payment due date	June 1, 2021
Millage rate approved	June 16, 2021
Second installment real property tax bills and personal property tax bills rendered	September 15, 2021
Second installment real property tax bills and personal property tax payments due date	November 15, 2021
Tax sales - delinquent real property taxes and other assessments	Various

Tax millage rates levied for the 2021 tax year for the District were as follows:

School Maintenance and Operations	18.131 mills
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On November 8, 2016, the citizens of the District approved the continuation of the 1% Education Special Purpose Local Option Sales Tax ("ESPLOST") III. The funds will be used to continue the improvement of facilities and equipment, technology upgrades, and pay previously incurred debt. This sales tax was authorized by a local referendum and must be re-authorized at least every five years. The ESPLOST III extension is for a \$382 million limit or five years (whichever comes first). ESPLOST III collections for FY21 amounted to \$90,539,062.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. PROPERTY AND SALES TAXES (CONTINUED)

On November 2, 2021, the citizens of the District approved ESPLOST IV. This extension is for a \$410 million limit or five years (whichever comes first).

NOTE 5. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2021, is as follows:

	Balance June 30, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital Assets, not being depreciated:					
Land	\$ 24,351,218	\$ -	\$ -	\$ 9,234,090	\$ 33,585,308
Works of art	52,700	-	-	-	52,700
Construction in progress	81,146,940	69,742,620	-	(38,760,647)	112,128,913
Total capital assets, not being depreciated	<u>105,550,858</u>	<u>69,742,620</u>	<u>-</u>	<u>(29,526,557)</u>	<u>145,766,921</u>
Capital assets, being depreciated:					
Building and improvements	872,815,611	-	(27,617,318)	28,650,986	873,849,279
Equipment	80,558,421	4,746,076	(2,532,048)	875,571	83,648,020
Total capital assets, being depreciated	<u>953,374,032</u>	<u>4,746,076</u>	<u>(30,149,366)</u>	<u>29,526,557</u>	<u>957,497,299</u>
Less accumulated depreciation for:					
Buildings and improvements	(221,590,589)	(17,959,909)	15,626,495	-	(223,924,003)
Equipment	(53,837,812)	(6,525,693)	2,525,844	-	(57,837,661)
Total accumulated depreciation	<u>(275,428,401)</u>	<u>(24,485,602)</u>	<u>18,152,339</u>	<u>-</u>	<u>(281,761,664)</u>
Total capital assets, being depreciated, net	<u>677,945,631</u>	<u>(19,739,526)</u>	<u>(11,997,027)</u>	<u>29,526,557</u>	<u>675,735,635</u>
Governmental activities capital assets, net	<u>\$ 783,496,489</u>	<u>\$ 50,003,094</u>	<u>\$ (11,997,027)</u>	<u>\$ -</u>	<u>\$ 821,502,556</u>

Depreciation expense was charged to functions/activities of the primary government as follows:

Governmental activities:	
Instruction	\$ 18,714,297
Pupil services	19,504
Instructional services	19,406
General administration	624,449
School administration	75,343
Business administration	21,339
Maintenance and operations	512,050
Pupil transportation	4,334,643
Central support services	23,072
Food service operations	141,499
Total depreciation expense	<u>\$ 24,485,602</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2021, was as follows:

	Balance June 30, 2020	Additions	Retirements	Balance June 30, 2021	Due Within One Year
General Obligation Bonds	\$ 2,145,000	\$ -	\$ 2,145,000	\$ -	\$ -
Plus bond premium	193,479	-	193,479	-	-
Total bonds payable	2,338,479	-	2,338,479	-	-
Direct borrowings	8,229,372	-	4,587,048	3,642,324	-
Certificates of participation	7,664,000	-	-	7,664,000	-
Compensated absences	7,427,742	5,437,765	4,161,411	8,704,096	5,018,596
Claims payable	277,342	1,067,905	1,118,291	226,956	114,000
Net Pension Liability	391,130,810	98,952,507	52,241,172	437,842,145	-
OPEB Liability	277,182,727	70,416,357	15,493,362	332,105,722	-
Total	<u>\$ 694,250,472</u>	<u>\$ 175,874,534</u>	<u>\$ 79,939,763</u>	<u>\$ 790,185,243</u>	<u>\$ 5,132,596</u>

Compensated absences, net pension liability, and other post-employment benefits ("OPEB") liabilities are generally liquidated by the General Fund. The District had no unused lines of credit at year-end.

Financed Purchases from Direct Borrowings

The District has entered into several purchases from direct borrowings for financing the acquisition of buses and certain other equipment. Most of the outstanding balances at year end are for financing the purchase of buses with the Georgia Municipal Association ("GMA"). GMA has a lien on the buses until the borrowing is paid. Once paid, the lien is released. In the event of default, GMA could take possession of the buses, terminate the lease, or obtain court action to enforce the lease agreement.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Financed Purchases from Direct Borrowings (Continued)

The District's outstanding balances at June 30, 2021, are as follows:

	Interest Rates	Original Debt	Maturities	Balance June 30, 2021
Direct Borrowings:				
GMA Lease Supplement 00003	1.95%/2.37%	\$ 3,827,229	2015 – 2022	\$ 504,977
GMA Lease Supplement 00004	1.95%/2.37%	4,171,544	2016 – 2023	636,108
GMA Lease Supplement 00005	2.11%/2.56%	3,215,720	2018 – 2024	975,349
GMA Lease Supplement 00006	2.87%	1,228,500	2018 – 2022	-
GMA Lease Supplement 00007	3.13%	3,360,955	2019 – 2025	1,525,890
Total Direct Borrowings		<u>\$ 15,803,948</u>		<u>\$ 3,642,324</u>

Principal and interest payments under direct borrowings having remaining terms in excess of one year as of June 30, 2021, are as follows:

Year	Principal	Interest
2022	\$ -	\$ -
2023	2,116,823	99,888
2024	1,003,532	45,048
2025	521,969	16,453
	<u>\$ 3,642,324</u>	<u>\$ 161,389</u>

The following schedule shows the book value of these assets:

	Assets Purchased from Direct Borrowings
Equipment	\$ 14,575,448
Less: accumulated depreciation	(9,256,820)
Total	<u>\$ 5,318,628</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

General Obligation Bonds

The general obligation bonds were issued for the construction and major renovation of the District's facilities. These bonds are noncallable with interest and principal payments due semi-annually on August 1 and February 1. The District repays general obligation bonds with the ESPLOST. The bonds were paid off in full during the year ended June 30, 2021.

Certificates of Participation

In June 1998, the District entered into a lease pool agreement with the GMA. The funding of the lease pool was provided by the issuance of \$150,126,000 Certificates of Participation by the GMA. The GMA passed the net proceeds through to the participating municipalities with the District's participation totaling \$7,664,000. The lease pool agreement with the GMA provides that the District owns their portion of the assets invested by the pool and is responsible for the payment of their portion of the principal and interest of the Certificates of Participation. The principal is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year. The District draws from the investment to lease equipment from the GMA. The lease pool agreement requires the District to make lease payments back into its investment account to fund the principal and interest requirements of the 1998 GMA Certificates of Participation.

As part of the issuance of the certificates of participation, the District entered into an interest rate swap agreement. Under the Swap Agreement, the District is required to pay: 1) a semi-annual (and beginning July 1, 2003, a monthly) floating rate of interest based on the Securities Industry and Financial Markets Association ("SIFMA") Municipal Swap Index (plus a 31 basis points spread) to, or on behalf of, the Swap Counterparty (the "Swap Payment"); and the Swap Counterparty will pay to, or on behalf of, the District a semi-annual payment based on a rate equal to the fixed rate on the certificates of participation (4.75%) times a notional amount specified in the Swap Agreement, but generally equal to the outstanding unpaid principal portion of such contract, less the amount originally deposited in the Reserve Fund relating to the contract, and 2) a one-time Swap Premium to be paid on the effective date of the Swap Agreement. The semi-annual payments from the Swap Counterparty with respect to the District are structured, and expected, to be sufficient to make all interest payments due under the contract, and related distributions of interest on the certificates. Monthly interest payments between the District, the holders of the Certificates of Participation, and the Swap Counterparty can be made in net settlement form as part of this agreement. Under the Swap Agreement, the District's obligation to pay floating payments to the Swap Counterparty in any calendar year may not exceed an amount equal to the SIFMA Municipal Swap Index plus 5.00% to be determined on the first business day of December in the preceding year. This agreement matures on June 1, 2028, at the same time of the certificates of participation. This derivative qualifies as a fair market hedge.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

Certificates of Participation (Continued)

In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the District would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the District executed this agreement with counterparties of appropriate credit strength with the counterparty being rated A3 by Moody's. At June 30, 2021, the floating rate being paid by the District is 0.34% and the market value of this agreement is \$1,886,561. The market value of the hedge was determined using settlement prices at the end of the day on June 30, 2021, based on the derivative contract. This market value is reported as a component of the certificates of participation in long-term debt in the statement of net position. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal year end) is deferred and reported as a deferred inflow of resources in the statement of net position.

Annual debt service requirements to maturity on the District's outstanding certificate of participation were as follows at June 30, 2021:

Year	Principal	Interest
2022	\$ -	\$ 364,040
2023	-	364,040
2024	-	364,040
2025	-	364,040
2026	-	364,040
2027 and 2028	7,664,000	728,080
	\$ 7,664,000	\$ 2,548,280

NOTE 7. INTERFUND BALANCES AND TRANSFERS

The composition of interfund balances as of June 30, 2021 is as follows:

Receivable Fund	Payable Fund	Amount	Purpose
General	Nonmajor governmental	\$ 1,276,235	Cash to be repaid upon receipt of grant revenues.
General	ESSER	21,578,602	Cash to be repaid upon receipt of grant revenues.
Total		\$ 22,854,837	

NOTES TO FINANCIAL STATEMENTS

NOTE 7. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

These balances represent loans between the borrower fund and the lender fund. These balances resulted from the time lag between the dates that: 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. Interfund receivables and payables are reported in the fund financial statements. However, they are eliminated in the district-wide financial statements if the interfund loan is between governmental funds. Interfund receivables and payables are expected to be repaid within one year.

Interfund transfers for the fiscal year ended June 30, 2021, consisted of the following:

Transfer Out:	Transfers In			Total
	ESPLOST Fund	Nonmajor Governmental Funds	Internal Service Funds	
General Fund	\$ 3,953,777	\$ 16,396,184	\$ 719,335	\$ 21,069,296
ESPLOST	-	2,201,306	-	2,201,306
Nonmajor Governmental	-	-	8,211	8,211
Total Transfers out	<u>\$ 3,953,777</u>	<u>\$ 18,597,490</u>	<u>\$ 727,546</u>	<u>\$ 23,278,813</u>

Interfund transfers are used to: 1) move revenues from the fund that statute or budget requires collecting 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, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers of this type are recorded as other financing uses and other financing sources in the governmental funds financial statements. However, they are eliminated in the district-wide financial statements if the interfund transfer is within the governmental fund group.

The following are the significant interfund transfers that occurred in FY21:

- 1) Transferred \$2,201,306 from the ESPLOST fund to the Debt Service Fund to cover general obligation bond payments.
- 2) Transferred \$5,136,470 from the General Fund to the Debt Service Fund to cover capital lease payments.
- 3) Transferred \$3,953,777 from the General Fund to the ESPLOST fund in order to transfer a portion of the title ad valorem tax revenue.
- 4) Transferred \$3,123,961 from the General Fund to the School Food Service fund to help fund current year expenditures.
- 5) Transferred \$1,531,953 from the General Fund to the Special Programs Fund to help fund current year expenditures.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

- 6) Transferred \$6,603,800 from the General Fund to the Other Capital Projects Fund to help fund current year expenditures.
- 7) Transferred \$719,335 from the General Fund to the Internal Service Fund to help fund current year expenditures.
- 8) Transferred \$8,211 from the Special Programs Fund to the Internal Service Fund to help fund current year expenditures.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

State of Georgia School Employees Post-employment Benefit Fund

Plan Description

The District participates in the State of Georgia School Employees Post-employment Benefit Fund. Certified teachers and non-certified public school employees of the District as defined in §20-2-875 of the O.C.G.A. are provided OPEB through the School OPEB Fund — a cost-sharing multiple-employer defined benefit post-employment healthcare plan, reported as an employee trust fund of the State of Georgia and administered by a Board of Community Health (“DCH Board”). Title 20 of the O.C.G.A. assigns the authority to establish and amend the benefit terms of the group health plan to the DCH Board.

Benefits

The School OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for public school teachers, including librarians, other certified employees of public schools, regional educational service agencies, and non-certified public school employees. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees’ Retirement System (“ERS”), Georgia Judicial Retirement System (“JRS”), Legislative Retirement System (“LRS”), Teachers’ Retirement System (“TRS”) or Public School Employees’ Retirement System (“PSERS”). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement (“HRA”), Health Maintenance Organization (“HMO”) and a High Deductible Health Plan (“HDHP”). The School OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the School OPEB Fund is permitted.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

State of Georgia School Employees Post-employment Benefit Fund (Continued)

Contributions

As established by the Board of Community Health, the School OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions required and made to the School OPEB Fund from the District were \$8,451,488 for the year ended June 30, 2021. Active employees are not required to contribute to the School OPEB Fund.

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

At June 30, 2021, the District reported a liability of \$332,105,722 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020. The total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2019. An expected total OPEB liability as of June 30, 2020 was determined using standard roll-forward techniques. The District's proportion of the net OPEB liability was actuarially determined based on employer contributions to the School OPEB Fund during the fiscal year ended June 30, 2020. At June 30 2020, the District's proportion was 2.261119%, which was an increase of 0.002486% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized OPEB expense of \$15,333,740. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 36,255,634
Change of assumptions	54,922,911	29,550,266
Net difference between projected and actual earnings on OPEB plan investments	865,594	-
Changes in proportion and differences between districts contributions and proportionate share of contributions	5,868,119	-
District contributions subsequent to the measurement date	8,451,488	-
Total	<u>\$ 70,108,112</u>	<u>\$ 65,805,900</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

State of Georgia School Employees Post-employment Benefit Fund (Continued)

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

District contributions subsequent to the measurement date of \$8,451,488 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 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:

<u>Year ending June 30,</u>	<u>OPEB</u>
2022	\$ (4,459,043)
2023	(4,482,273)
2024	(3,435,878)
2025	816,403
2026	5,397,857
2027	2,013,658

Actuarial assumptions

The total OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2020:

Inflation	2.50%
Salary increases	3.00 – 8.75%, average, including inflation
Long-term expected rate of return	7.30%, compounded annually, net of investment expense, and including inflation
Healthcare cost trend rate:	
Pre-Medicare Eligible	7.00%
Medicare Eligible	5.25%
Ultimate trend rate	
Pre-Medicare Eligible	4.50%
Medicare Eligible	4.50%
Year of Ultimate trend rate	
Pre-Medicare Eligible	2029
Medicare Eligible	2023

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

State of Georgia School Employees Post-employment Benefit Fund (Continued)

Actuarial assumptions (Continued)

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB as follows:

- For TRS members: The Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree Mortality Table projected generationally with the MP-2019 projection scale (set forward one year and adjusted 106%) is used for death prior to retirement and for service retirements and beneficiaries. The Pub-2010 Teachers Mortality Table for Disabled Retirees projected generationally with the MP-2019 Projection scale (set forward one year and adjusted 106%) is used for disability retirements. For both, rates of improvement were reduced by 20% for all years prior to the ultimate rate.
- For PSERS members: The RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward three years for males and two years for females) is used for the period after service retirement and for beneficiaries of deceased members. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward five years for both males and females) is used for the period after disability retirement. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB. There is a margin for future mortality improvement in the tables used by the plan.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the pension system, which covered the five-year period ended June 30, 2018, with the exception of the assumed annual rate of inflation which was changed from 2.75% to 2.50%, effective with the June 30, 2018 valuation.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2019 valuation were based on a review of recent plan experience done concurrently with the June 30, 2019 valuation.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

State of Georgia School Employees Post-employment Benefit Fund (Continued)

Actuarial assumptions (Continued)

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

<u>Asset Class</u>	<u>OPEB Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	30.00%	0.50%
Equities	70.00%	9.20%
Total	<u>100.00%</u>	

Discount rate

In order to measure the total OPEB liability for the School OPEB, a single equivalent interest rate of 2.22% was used as the discount rate, as compared with last year's rate of 3.58%. This is comprised mainly of the yield or index rate for 20-year tax-exempt general obligation bonds with an average rating of AA or higher (2.21% per the Municipal Bond Index Rate). The projection of cashflows used to determine the discount rate assumed that contributions from members and from the employers will be made at the current level as averaged over the last five years, adjusted for annual projected changes in headcount. Projected future benefit payments for all current plan members were projected through 2118.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

State of Georgia School Employees Post-employment Benefit Fund (Continued)

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 2.22%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rates that is 1-percentage-point lower (1.22%) or 1-percentage-point higher (3.22%) than the current rate:

	<u>1% Decrease 1.22%</u>	<u>Current Discount Rate 2.22%</u>	<u>1% Increase 3.22%</u>
District's proportionate share of the collective net OPEB liability	\$ 390,169,433	\$ 332,105,722	\$ 285,670,971

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the healthcare cost trend rate

The following presents the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rates:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
District's proportionate share of the collective net OPEB liability	\$ 276,511,397	\$ 332,105,722	\$ 404,084,225

OPEB plan fiduciary net position

Detailed information about the OPEB plan's fiduciary net position is available in the Annual Comprehensive Financial Report ("ACFR") which is publicly available at <https://sao.georgia.gov/comprehensive-annual-financial-reports>.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS

Teachers' Retirement System

Plan Description: The District contributes to the Teachers' Retirement System of Georgia ("TRS"), a cost-sharing, multiple-employer defined benefit pension plan administered by the TRS Board of Trustees. Title 47, Chapter 3 of the O.C.G.A., assigns the authority to establish and amend benefit provisions to the TRS Board of Trustees. The TRS Board of Trustees issues a publicly available financial report that includes financial statements and required supplementary information for TRS. That report may be obtained at www.trsga.com/publications.

Benefits Provided: TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Funding Policy: Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00 % of their annual pay during fiscal year 2021. The school district's contractually required contribution rate for the year ended June 30, 2021 was 19.06 % of annual school district payroll. The District's contributions to TRS for the years ended June 30, 2021, 2020, and 2019 were \$45,315,902, \$49,213,874, and \$46,342,919, respectively, equal to the required contributions for each year.

Employees' Retirement System

Plan Description: The Employees' Retirement System of Georgia ("ERS") is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefits provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/financials.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

Employees' Retirement System (Continued)

Benefits provided: The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan ("GSEPS"). Employees under the Old Plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are New Plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS member hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS. Under the Old Plan, New Plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of ten years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

Contributions: Member contributions under the Old Plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the Old Plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the Old Plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the New Plan and GSEPS are 1.25% of annual compensation. The District's contractually required contribution rate, actuarially determined annually, for the year ended June 30, 2021 was 24.66% of annual covered payroll for the Old and New Plan members and 21.57% for GSEPS members. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employer contributions to the pension plan were \$57,595 for FY21.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

Public School Employees' Retirement System

Plan Description: Lunchroom, maintenance, and custodial personnel are covered by the Public Employees' Retirement System of Georgia ("PSERS"), a cost-sharing multiple-employer defined benefit pension plan. This pension plan was established by the Georgia General Assembly in 1969 for the purpose of providing retirement allowances for public school employees who are not eligible for membership in the TRS. The PSERS Board of Trustees, plus two additional trustees, administers PSERS. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. PSERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/financials.

Benefits provided: All full-time lunchroom personnel, maintenance, and custodial personnel are covered and must participate in PSERS as mandated by the State. Under the pension plan, benefits vest after ten years of full-time employment. An employee with ten years of service may retire at age 65 and receive full retirement benefits. A member may choose to receive reduced benefits after age 60 and upon completion of ten years of service. Employees covered by the pension plan must contribute a fixed monthly amount to the pension plan.

Upon retirement, the member will receive a monthly benefit of \$15.50, multiplied by the number of years of creditable service. Death and disability benefits are also available through PSERS. Additionally, PSERS may make periodic cost-of-living adjustments to the monthly benefits. Upon termination of employment, member contributions with accumulated interest are refundable upon request by the member. However, if an otherwise vested member terminates and withdraws his/her member contribution, the member forfeits all rights to retirement benefits.

Contributions: The District is not legally required and did not contribute to PSERS, which is fully funded by the state and by employee contributions. The general assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees. The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). For FY21, the State contribution on behalf of the District was \$941,602, which represents 4.2% of covered payroll. The employees made the required contribution of \$61,578 which represents .27% of covered payroll. Individuals who became members on or after July 1, 2012 contribute \$10 per month for nine months each fiscal year and members who became members prior to July 1, 2012 contribute \$4 per month for nine months each fiscal year.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability for TRS of \$437,489,943 and ERS of \$352,202. The TRS net pension liability reflected a reduction for support provided to the District by the State of Georgia for certain public school support personnel. The amount recognized by the District as its proportionate share of the TRS net pension liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the Net Pension Liability	\$ 437,489,943
State of Georgia's proportionate share of the Net Pension Liability	<u>718,724</u>
	<u><u>\$ 438,208,667</u></u>

The net pension liability for TRS and ERS was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2019. An expected total pension liability as of June 30, 2020, was determined using standard roll-forward techniques. The District's proportion of the net pension liability was based on contributions to TRS and ERS during the fiscal year ended June 30, 2020.

At June 30, 2020, the District's TRS proportion was 1.806025%, which was a decrease of 0.011444% from its proportion measured as of June 30, 2019. At June 30, 2020, the District's ERS proportion was 0.008356%, which was an increase of 0.000460% from its proportion measured as of June 30, 2019.

At June 30, 2021, the District did not have a PSERS liability for a proportionate share of the net pension liability because of a special funding situation with the State of Georgia, which is responsible for the net pension liability of the plan. The amount of the State's proportionate share of the net pension liability associated with the District is \$4,679,134 for PSERS.

The PSERS net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2019. An expected total pension liability as of June 30, 2020 was determined using standard roll-forward techniques. The State's proportion of the net pension liability associated with the District was based on actuarially determined contributions paid by the State during the fiscal year ended June 30, 2020.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

For the year ended June 30, 2021, the District recognized pension expense of \$71,459,377 for TRS, \$69,553 for ERS, and \$941,602 for PSERS and revenue of (\$82,294) for TRS and \$941,602 for PSERS. The revenue is support provided by the State of Georgia. For TRS, State of Georgia support is provided only for certain support personnel.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	TRS		ERS		Total	
	Deferred Outflow of Resources	Deferred Inflows of Resources	Deferred Outflow of Resources	Deferred Inflows of Resources	Deferred Outflow of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 19,052,823	\$ -	\$ 4,290	\$ -	\$ 19,057,113	\$ -
Change of assumptions	45,061,967	-	-	-	45,061,967	-
Net difference between projected and actual earnings on pension plan investments	10,537,018	-	4,975	-	10,541,993	-
Changes in proportion and differences between districts contributions and proportionate share of contributions	226,196	8,160,638	28,545	-	254,741	8,160,638
District contributions subsequent to the measurement date	45,315,902	-	57,595	-	45,373,497	-
Total	<u>\$ 120,193,906</u>	<u>\$ 8,160,638</u>	<u>\$ 95,405</u>	<u>\$ -</u>	<u>\$ 120,289,311</u>	<u>\$ 8,160,638</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

The District's contributions of \$45,315,902 for TRS and \$57,595 for ERS subsequent to the measurement date of June 30, 2020 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other 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 ending June 30,</u>	<u>TRS</u>	<u>ERS</u>	<u>Total</u>
2022	\$ 12,624,957	\$ 21,298	\$ 12,646,255
2023	21,537,960	6,388	21,544,348
2024	22,817,139	5,774	22,822,913
2025	9,737,310	4,350	9,741,660

Actuarial assumptions

The total pension liability as of June 30, 2020, was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement:

Teachers' Retirement System:

Inflation	2.50%	
Salary Increases	3.00% – 8.75%	average, including inflation
Investment rate of return	7.25%	net of pension plan investment expense including inflation

Post-retirement mortality rates for service retirements and beneficiaries were based on the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. Post-retirement mortality rates for disability retirements were based on the Pub-2010 Teachers Mortality Table for Disabled Retirees (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. The Pub-2010 Teachers Headcount Weighted Below Median Employee mortality table (ages set forward one year and adjusted 106%) used for death prior to retirement. Future improvement in mortality rates was assumed using the MP-2019 projection scale generationally. These rates of improvement were reduced by 20% for all years prior to the ultimate rate.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

Actuarial assumptions (Continued)

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 – June 30, 2018.

Employees' Retirement System:

Inflation	2.75%	
Salary Increases	3.25% – 7.00%	average, including inflation
Investment rate of return	7.30%	net of pension plan investment expense including inflation

Post-retirement mortality rates were based on the RP-2000 Combined Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward two years for both males and females) for service retirements and dependent beneficiaries. The RP-2000 Disabled Mortality Table with future mortality improvement projected to 2025 with Society of Actuaries' projection scale BB (set back seven years for males and set forward three years for females) was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the system. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-12% less than the actual number of deaths that occurred during the study period for service retirements and beneficiaries and for disability retirements. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014, with the exception of the assumed investment rate of return.

Public School Employees' Retirement System:

Inflation	2.75%	
Salary Increases	N/A	
Investment rate of return	7.30%	net of pension plan investment expense including inflation

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

Actuarial assumptions (Continued)

Post-retirement mortality rates were based on the RP-2000 Blue-Collar Mortality Table projected to 2025 with projection scale BB (set forward three years for males and two years for females) for the period after service retirements and for dependent beneficiaries. The RP-2000 Disabled Mortality projected to 2025 with projection scale BB (set forward five years for both males and females) was used for death after disability retirement. There is a margin for future mortality improvement in the tables used by the system. Based on the results of the most recent experience study adopted by the Board on December 17, 2015, the numbers of expected future deaths are 9-11% less than the actual number of deaths that occurred during the study period for healthy retirees and 9-11% less than expected under the selected table for disabled retirees. Rates of mortality in active service were based on the RP-2000 Employee Mortality Table projected to 2025 with projection scale BB.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2009 – June 30, 2014, with the exception of the assumed investment rate of return.

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

Asset Class	TRS Target Allocation	ERS/PSERS Target Allocation	Long-Term Expected Real Rate of Return *
Fixed income	30.00%	30.00%	-0.10%
U.S. large stocks	51.00%	46.20%	8.90%
U.S. small stocks	1.50%	1.30%	13.20%
International developed market stocks	12.40%	12.40%	8.90%
International emerging market stocks	5.10%	5.10%	10.90%
Alternative	0.00%	5.00%	12.00%
	<u>100.00%</u>	<u>100.00%</u>	

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

Actuarial assumptions (Continued)

Discount rate. The discount rate used to measure the total TRS pension liability was 7.25%. The discount rate used to measure the total ERS and PSERS pension liability was 7.30%. 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 employer and non-employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the TRS, ERS and PSERS 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.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.25% and 7.30% as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25% and 6.30%) or 1-percentage-point higher (8.25% and 8.30%) than the current rate:

Teachers' Retirement System:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
District's proportionate share of the net pension liability	\$ 693,754,614	\$ 437,489,943	\$ 227,426,389

Employees' Retirement System:

	1% Decrease 6.30%	Current Discount Rate 7.30%	1% Increase 8.30%
District's proportionate share of the net pension liability	\$ 495,486	\$ 352,202	\$ 229,925

NOTES TO FINANCIAL STATEMENTS

NOTE 9. RETIREMENT PLANS (CONTINUED)

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

Actuarial assumptions (Continued)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS, ERS and PSERS financial reports which is publicly available at www.trsga.com/publications and www.ers.ga.gov/financials.

Aggregate Amounts

Aggregate amounts for TRS and ERS are as follows:

	<u>TRS</u>	<u>ERS</u>	<u>Total</u>
Net pension liability	\$ 437,489,943	\$ 352,202	\$ 437,842,145
Deferred outflows	120,193,906	95,405	120,289,311
Deferred inflows	8,160,638	-	8,160,638
Pension expense	71,459,377	69,553	71,528,930

NOTE 10. CONTINGENCIES AND COMMITMENTS

The District is involved in a number of legal matters, which either have or could result in litigation. In the opinion of District management after consultation with legal counsel, the ultimate outcome of these contingencies will not have a material impact on the financial position of the District.

The District participates in a number of Federal Financial assistance programs, including the National School Lunch Program and the School Breakfast Program, the Title VIB Special Education, the Title I Part A Improving the Academic Achievement of the Disadvantaged Program, Title II Part A Improving Teacher Quality, and the Assistance for Education for All Children with Disabilities Program. Although the District's grant programs have been audited in accordance with the provisions of the Uniform Guidance through June 30, 2021, these programs are still subject to financial and compliance audits. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

The District is committed under outstanding construction contracts of \$136,872,098. Construction contracts include new school construction and expansion or renovation of existing facilities.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss for claims associated with torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, natural disasters, and unemployment compensation.

There were no significant reductions in insurance coverage from coverage in the prior year. Settled claims have not exceeded the commercial excess coverage in any of the past three fiscal years.

Self-Insurance

The District is self-insured for the risks associated with workers compensation. The District has established a separate fund for accounting for workers compensation risk financing. A contribution to the fund is calculated on the basis of .95% of each salary dollar. Liabilities of this fund are reported when it is probable a loss has occurred and the amounts can be reasonably estimated including amounts for claims incurred but not yet reported ("IBNR"s). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. An excess coverage insurance policy covers individual claims up to statutory limits.

The District also self-insures unemployment claims. These liabilities were immaterial at June 30, 2021.

Changes in the balances of claims liabilities for the workers' compensation fund during fiscal years 2019, 2020, and 2021 were as follows:

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Current Year Liability</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year-End</u>
2019	\$ 719,189	\$ 888,255	\$ 1,053,403	\$ 554,041
2020	554,041	947,724	1,224,423	277,342
2021	277,342	1,067,905	1,118,291	226,956

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RISK MANAGEMENT (CONTINUED)

Self-Insurance (Continued)

The fiscal year-end liability is calculated by a third party administrator considering the effects of inflation and recent claim settlement trends including frequency and amount of pay-outs as previously described.

Risk Pool

The District has elected to be a member of the Georgia School Boards Association Risk Management Fund ("GSBA-RMF"), an interlocal risk management agency created under Georgia law. Coverage for losses arising from certain liability and property risks to the District is provided through a group self-insurance plan. For accounting purposes, this plan is considered to be a Risk Transfer Pool. Under this plan, the District is responsible for the first \$25,000 of each property loss, \$25,000 for each auto liability loss, \$25,000 of each auto physical damage loss, and the first \$25,000 of each school leader's liability claim and law enforcement liability claim. The plan assumes certain risks of the District in excess of the stated retentions up to certain customary coverage limits. The District is required to make a financial contribution to the plan each year in an amount that is determined on the basis of actuarial projections of losses.

Management of GSBA-RMF has informed the District that it had an estimated outstanding liability of \$168,762 within the deductible retentions stated in the preceding paragraph.

Management of GSBA-RMF has also informed the District that there is a possibility of additional contribution liability in the event that the plan is terminated or the District elects to withdraw prematurely. No amount has been recorded in the financial statements due to the belief that plan termination is unlikely and withdrawal by the District is not contemplated.

Changes in the balances of claims liabilities for the risk pool fund during fiscal years 2019, 2020 and 2021 were as follows:

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Current Year Liability</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year-End</u>
2019	\$ 155,074	\$ 4,279,046	\$ 4,096,968	\$ 337,152
2020	337,152	4,388,187	4,463,322	262,017
2021	262,017	135,250	228,505	168,762

Claims are recorded in and liquidated by the General Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. RISK MANAGEMENT (CONTINUED)

Risk Transfer

The District transfers the risk from all other risks through the use of commercially purchased insurance.

NOTE 12. ON-BEHALF PAYMENTS

The District has recognized revenues and expenditures in the amount of \$915,526 for retirement contributions paid on the District's behalf by the following State Agencies.

Georgia Department of Education Paid to the Teachers' Retirement System of Georgia ("TRS") for the TRS Employer's Cost	\$ 75,653
Office of Treasury and Fiscal Services Paid to the Public School Employees' Retirement System ("PSERS") for the PSERS Employer's Cost	839,873
	<u>\$ 915,526</u>

NOTE 13. TAX ABATEMENTS

The Savannah Economic Development Authority ("SEDA") provides property tax abatements to attract new businesses to Chatham District, Georgia and to incentivize existing businesses to retain or expand operations in the District. SEDA is authorized to enter into tax abatement agreements as a state constitutional authority and by state law. Tax on real property and attached fixtures can be partially or fully abated. SEDA determines eligibility, length of agreement, as well as abatement percentage based on a projects' commitment of the dollar amount of investment and the number of qualifying jobs to be created and/or maintained. Property under abatement is titled in the name of SEDA (a tax exempt entity) and a lease agreement is executed to obligate the abatement recipient to pay the non-abated tax as a lease payment or payment in lieu of tax ("PILOT"). SEDA retains the payments to expend for public purposes of promoting trade, commerce, industry, and employment opportunities in the District. SEDA follows the State of Georgia's performance guidelines for recipients that fail to meet its commitments and the property may be placed back on the tax digest with no further abatement. Under agreements entered into by SEDA, the District's property tax revenues were reduced by \$12,254,923.

NOTES TO FINANCIAL STATEMENTS

NOTE 14. RESTATEMENT OF PRIOR YEAR NET POSITION AND FUND BALANCE

In FY21, the District adopted GASB Statement No. 84, *Fiduciary Activities*. This statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on: 1) whether a government is controlling the assets of the fiduciary activity, and 2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and post-employment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. The District restated beginning net position for governmental activities and beginning fund balance for nonmajor governmental funds for the cumulative effect of this accounting change. The District also restated beginning net position of the fiduciary activities to properly report the custodial fund. These changes are in accordance with generally accepted accounting principles.

Fund balance, nonmajor governmental funds, as previously reported	\$ 2,605,599
Prior period adjustment - implementation of GASB No. 84	<u>1,646,411</u>
Fund balance, nonmajor governmental funds, as restated	<u><u>\$ 4,252,010</u></u>
Net position, governmental activities, as previously reported	\$ 461,342,012
Prior period adjustment - implementation of GASB No. 84	<u>1,646,411</u>
Net position, governmental activities, as restated	<u><u>\$ 462,988,423</u></u>
Net position, Flex One Fund, as previously reported	\$ -
Prior period adjustment - implementation of GASB No. 84	<u>331,326</u>
Net position, Flex One Fund, as restated	<u><u>\$ 331,326</u></u>



REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

Description

Required supplementary information other than MD&A is presented in accordance with GASB Statement No. 34 and GASB Statement No. 68. It contains budget and actual comparison schedules for the District's major governmental funds with annual appropriated budgets (General Fund) and pension related schedules. The notes to the required supplementary information disclose relevant budgetary information and information about the Districts' retirement plans.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND - GAAP BASIS
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES				
Property taxes	\$ 290,468,813	\$ 290,468,813	\$ 299,267,667	\$ 8,798,854
State sources	144,435,219	152,518,419	152,679,283	160,864
Federal sources	485,000	3,645,161	1,014,916	(2,630,245)
Charges for services	304,070	304,070	171,125	(132,945)
Other	3,003,047	3,003,047	3,768,553	765,506
Total revenues	438,696,149	449,939,510	456,901,544	6,962,034
EXPENDITURES				
Current:				
Instruction	265,376,320	262,662,767	246,108,028	16,554,739
Pupil services	24,705,373	25,235,631	23,632,645	1,602,986
Instructional services	4,955,786	5,538,540	4,439,286	1,099,254
Educational media services	7,051,211	7,026,126	6,638,587	387,539
General administration	8,823,345	9,265,759	8,402,701	863,058
School administration	28,206,901	27,959,120	27,603,765	355,355
Business administration	8,148,228	10,168,844	8,459,336	1,709,508
Maintenance and operations	43,232,574	45,906,523	40,704,510	5,202,013
Pupil transportation	28,997,532	21,109,651	17,232,358	3,877,293
Central support services	6,708,029	7,225,839	6,922,388	303,451
Food service operations	-	-	122,443	(122,443)
Debt service:				
Interest and other charges	-	-	364,040	(364,040)
Capital outlay	5,959,039	8,201,347	6,072,415	2,128,932
Total expenditures	432,164,338	430,300,147	396,702,502	33,597,645
Excess of revenues over expenditures	6,531,811	19,639,363	60,199,042	40,559,679
OTHER FINANCING SOURCES (USES)				
Transfers in	1,048,566	1,053,063	-	(1,053,063)
Transfers out	(12,736,538)	(24,199,662)	(21,069,296)	3,130,366
Capital leases	4,412,642	4,412,642	-	(4,412,642)
Sale of capital assets	-	-	2,411,473	2,411,473
Total other financing uses, net	(7,275,330)	(18,733,957)	(18,657,823)	76,134
Net change in fund balance	(743,519)	905,406	41,541,219	40,635,813
FUND BALANCE, BEGINNING OF YEAR	93,811,977	93,811,977	93,811,977	-
FUND BALANCE, END OF YEAR	\$ 93,068,458	\$ 94,717,383	\$ 135,353,196	\$ 40,635,813

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - ESSER - GAAP BASIS
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL
				BUDGET
REVENUES				
Federal sources	\$ 10,929,786	61,749,489	\$ 12,606,276	\$ (49,143,213)
Total revenues	10,929,786	61,749,489	12,606,276	(49,143,213)
EXPENDITURES				
Current:				
Instruction	5,195,457	29,837,888	11,787,549	18,050,339
Pupil services	100,000	1,156,508	717,350	439,158
Instructional services	307,089	833,927	252,291	581,636
Educational media services	-	90,290	149,831	(59,541)
General administration	771,055	2,846,759	948,705	1,898,054
School administration	-	378,409	434,327	(55,918)
Business administration	-	3,565,277	10,327,247	(6,761,970)
Maintenance and operations	3,651,650	10,641,240	2,212,987	8,428,253
Pupil transportation	150,000	2,850,002	644,078	2,205,924
Central support services	714,000	739,362	599,043	140,319
Other support services	-	696,261	702,076	(5,815)
Food service operations	40,535	8,113,566	4,771,515	3,342,051
Capital outlay	-	-	11,626	(11,626)
Total expenditures	10,929,786	61,749,489	33,558,625	28,190,864
Net change in fund balance	-	-	(20,952,349)	(20,952,349)
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	\$ -	\$ -	\$ (20,952,349)	\$ (20,952,349)

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
FOR THE YEAR ENDED JUNE 30,**

	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	1.806025%	1.817469%	1.857429%	1.882325%	1.894124%	1.858785%	1.865884%
District's proportionate share of the net pension liability	\$ 437,489,943	\$ 390,804,979	\$ 344,778,609	\$ 349,835,899	\$ 390,778,901	\$ 282,981,559	\$ 235,729,832
State of Georgia's proportionate share of the net pension liability associated with the District	718,724	651,962	535,332	1,167,715	2,042,687	1,329,208	1,155,097
Total	<u>\$ 438,208,667</u>	<u>\$ 391,456,941</u>	<u>\$ 345,313,941</u>	<u>\$ 351,003,614</u>	<u>\$ 392,821,588</u>	<u>\$ 284,310,767</u>	<u>\$ 236,884,929</u>
District's covered payroll during measurement period	\$ 232,799,782	\$ 221,736,455	\$ 221,058,215	\$ 216,852,235	\$ 206,709,853	\$ 195,293,437	\$ 190,067,980
District's proportionate share of the net pension liability as a percentage of its covered payroll	187.925%	176.248%	155.967%	161.325%	189.047%	144.901%	124.024%
Plan fiduciary net position as a percentage of the total pension liability	77.01%	78.56%	80.27%	79.33%	76.06%	81.44%	84.03%

Note: This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
FOR THE YEAR ENDED JUNE 30,**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 45,315,902	\$ 49,213,874	\$ 46,342,919	\$ 37,159,886	\$ 30,944,814	\$ 29,497,496	\$ 25,681,087
Contributions in relation to the contractually required contribution	<u>45,315,902</u>	<u>49,213,874</u>	<u>46,342,919</u>	<u>37,159,886</u>	<u>30,944,814</u>	<u>29,497,496</u>	<u>25,681,087</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 237,753,944	\$ 232,799,782	\$ 221,736,455	\$ 221,058,215	\$ 216,852,235	\$ 206,709,853	\$ 195,293,437
Contribution as a percentage of covered payroll	19.06%	21.14%	20.90%	16.81%	14.27%	14.27%	13.15%

Note: This schedule is intended to show information for last ten fiscal years.

Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
FOR THE YEAR ENDED JUNE 30, 2021**

Changes of Assumptions

In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increases were adjusted to more closely reflect actual and anticipated experience.

On November 18, 2015, the District adopted recommended changes to the economic and demographic assumptions utilized by the system. Primary among the changes were the updates to the rates of mortality, retirement, disability, withdrawal, and salary increases. The expectation of retired life mortality was changed to the RP-2000 White Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward one year for males).

On May 15, 2019, the Board adopted recommended changes from the smoothed valuation interest rate methodology that has been in effect since June 30, 2009, to a constant interest rate method. In conjunction with the methodology, the long-term assumed rate of return in assets (discount rate) has been changed from 7.50% to 7.25%, and the assumed annual rate of inflation has been reduced from 2.75% to 2.50%.

In 2019 and later, the expectation of retired life mortality was changed to the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality table from the RP-2000 Mortality Tables. In 2019, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30,**

	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.008356%	0.007896%	0.005957%	0.008530%	0.008552%	0.007021%	0.005090%
District's proportionate share of the net pension liability	\$ 352,202	\$ 325,831	\$ 244,894	\$ 346,432	\$ 404,546	\$ 284,449	\$ 190,906
State of Georgia's proportionate share of the net pension liability associated with the District	-	-	-	-	-	-	-
Total	<u>\$ 352,202</u>	<u>\$ 325,831</u>	<u>\$ 244,894</u>	<u>\$ 346,432</u>	<u>\$ 404,546</u>	<u>\$ 284,449</u>	<u>\$ 190,906</u>
District's covered payroll during measurement period	\$ 211,095	\$ 200,032	\$ 146,957	\$ 211,549	\$ 206,167	\$ 159,933	\$ 116,607
District's proportionate share of the net pension liability as a percentage of its covered payroll	166.85%	162.89%	166.64%	163.76%	196.22%	177.86%	163.72%
Plan fiduciary net position as a percentage of the total pension liability	76.21%	76.74%	76.68%	76.33%	72.34%	76.20%	77.99%

Note: This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30,**

	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 57,595	\$ 52,056	\$ 49,568	\$ 36,460	\$ 47,310	\$ 53,185	\$ 28,384
Contributions in relation to the contractually required contribution	57,595	52,056	49,568	36,460	47,310	53,185	28,384
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 233,556	\$ 211,095	\$ 200,032	\$ 146,957	\$ 211,549	\$ 206,167	\$ 159,933
Contribution as a percentage of covered payroll	24.66%	24.66%	24.78%	24.81%	22.36%	25.80%	17.75%

Note: This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2021**

Changes of Assumptions

On December 17, 2015, the District adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to the rates of mortality, retirement, withdrawal, and salary increases.

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 measurement date. The assumed investment rate of return remained at 7.30% for the June 30, 2019 actuarial valuation.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30,**

	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Georgia's proportionate share of the net pension liability associated with the District	4,679,134	4,437,956	4,385,494	3,912,749	2,638,567	1,643,672	1,473,702
Total	<u>\$ 4,679,134</u>	<u>\$ 4,437,956</u>	<u>\$ 4,385,494</u>	<u>\$ 3,912,749</u>	<u>\$ 2,638,567</u>	<u>\$ 1,643,672</u>	<u>\$ 1,473,702</u>
District's covered payroll during measurement period	\$ 22,558,120	\$ 22,892,661	\$ 23,449,692	\$ 22,009,453	\$ 10,847,925	\$ 10,190,367	\$ 10,519,146
District's proportionate share of the net pension liability as a percentage of its covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	84.45%	85.02%	85.26%	85.69%	81.00%	87.00%	88.29%

Note: This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2021**

Changes of Assumptions

In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increases were adjusted to more closely reflect actual experience.

On December 17, 2015, the District adopted recommended changes to the economic and demographic assumptions utilized by the system. Primary among the changes were the updates to the rates of mortality, retirement, and withdrawal. The expectation of retired life mortality was changed to the RP-2000 Blue Collar Mortality Table with future mortality improvement projected to 2025 with the Society of Actuaries' projection scale BB (set forward three years for males and two years for females).

On March 15, 2018, the Board adopted a new funding policy. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation. In addition, based on the Board's new funding policy, the assumed investment rate of return was further reduced by 0.10% from 7.40% to 7.30% as of the June 30, 2018 measurement date. The assumed investment rate of return remained at 7.30% for the June 30, 2019 valuation.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
SCHOOL OPEB FUND
FOR THE YEAR ENDED JUNE 30,**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	2.261119%	2.258633%	2.257139%	2.247171%
District's proportionate share of the net OPEB liability	\$ 332,105,722	\$ 277,182,727	\$ 286,875,440	\$ 315,726,621
District's covered-employee payroll during measurement period	255,568,997	244,829,147	233,181,108	229,070,232
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	129.948%	113.215%	123.027%	137.830%
Plan fiduciary net position as a percentage of the total OPEB liability	3.99%	4.63%	2.93%	1.61%

Note: *This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.*

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
SCHOOL OPEB FUND
FOR THE YEAR ENDED JUNE 30,**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	\$ 8,451,488	\$ 7,646,578	\$ 12,164,304	\$ 11,698,532	\$ 11,716,929
Contributions in relation to the contractually required contribution	<u>8,451,488</u>	<u>7,646,578</u>	<u>12,164,304</u>	<u>11,698,532</u>	<u>11,716,929</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 260,498,690	\$ 255,568,997	\$ 244,829,147	\$ 233,181,105	\$ 229,070,232
Contribution as a percentage of covered-employee payroll	3.24%	2.99%	4.97%	5.02%	5.11%

Note: This schedule is intended to show information for last ten fiscal years.
Additional years will be displayed as they become available.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SCHOOL OPEB FUND
FOR THE YEAR ENDED JUNE 30, 2021**

Changes of Benefit Terms

There have been no changes in benefit terms.

Changes of Assumptions

The participation assumption, tobacco use assumption and morbidity factors were revised in the June 30, 2017 valuation.

The inflation assumption was lowered from 2.75% to 2.50% in the June 30, 2018 valuation.

Decremental assumptions were changed to reflect the Teachers' Retirement Systems experience study in the June 30, 2019 valuation.

The discount rate was updated from 3.07% as of June 30, 2016 to 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018, back to 3.58% as of June 30, 2019, and to 2.22% as of June 30, 2020.



**SUPPLEMENTARY DATA – COMBINING FUND FINANCIAL
STATEMENTS AND SCHEDULES**

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

These funds are used to account for revenues received from other governmental agencies or locally generated revenues that are legally restricted to expenditures for specified purposes. The following funds are included in the special revenue funds category:

Special Programs Fund – This fund was established to provide accounting for certain special programs that are funded for distinct program objectives.

Psychological Education Fund – This fund was established to provide accounting of federal categorical grants flowing through the Department of Education, State of Georgia, for the purpose of providing specialized educational treatment for emotionally disturbed students.

Title I Fund – This fund was established to provide accounting of federal categorical grants flowing through the Department of Education, State of Georgia, for the purpose of improving the academic achievement of disadvantaged students.

Title VIB Fund – This fund was established to provide accounting of federal categorical grants flowing through the Department of Education, State of Georgia, for the purpose of providing special education programs for handicapped students.

School Food Service Fund – This fund was established to provide accounting of the District's School Food Service operations.

Other Capital Projects Fund

This fund is used to account for financial resources to be used for the acquisition for construction of major capital facilities.

Debt Service Fund

This fund is used to account for resources accumulated for the payment of long-term debt principal and interest.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021**

	SPECIAL REVENUE FUNDS				SCHOOL FOOD SERVICE
	SPECIAL PROGRAMS	PSYCHOLOGICAL EDUCATION	TITLE I	TITLE VI B	
ASSETS					
Cash and investments	\$ 4,487,919	\$ -	\$ -	\$ -	\$ 3,280,661
Receivables	1,133,811	436,223	3,653,749	1,399,167	338,871
Inventories	-	-	-	-	255,238
Restricted cash and investments	-	-	-	-	-
Total assets	<u>\$ 5,621,730</u>	<u>\$ 436,223</u>	<u>\$ 3,653,749</u>	<u>\$ 1,399,167</u>	<u>\$ 3,874,770</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable and contracts payable	\$ 441,919	\$ -	\$ 83,140	\$ 30,491	\$ 166,707
Salaries and benefits payable	1,453,542	358,310	2,157,026	1,246,733	1,572,332
Due to other funds	-	55,845	1,167,647	52,743	-
Unearned revenue	17,630	-	-	-	231,014
Payable from restricted assets - Accounts and contracts payable	-	-	-	-	-
Total liabilities	<u>1,913,091</u>	<u>414,155</u>	<u>3,407,813</u>	<u>1,329,967</u>	<u>1,970,053</u>
FUND BALANCES					
Nonspendable					
Inventories	-	-	-	-	255,238
Restricted					
Debt service	-	-	-	-	-
Continuation of federal and state programs	3,708,639	22,068	245,936	69,200	1,649,479
Assigned					
Capital projects	-	-	-	-	-
Total fund balances	<u>3,708,639</u>	<u>22,068</u>	<u>245,936</u>	<u>69,200</u>	<u>1,904,717</u>
Total liabilities and fund balance	<u>\$ 5,621,730</u>	<u>\$ 436,223</u>	<u>\$ 3,653,749</u>	<u>\$ 1,399,167</u>	<u>\$ 3,874,770</u>

OTHER CAPITAL PROJECT FUNDS	DEBT SERVICE	TOTAL
\$ -	\$ 4,697,078	\$ 12,465,658
22,000	-	6,983,821
-	-	255,238
10,233,087	-	10,233,087
<u>\$ 10,255,087</u>	<u>\$ 4,697,078</u>	<u>\$ 29,937,804</u>
\$ -	\$ -	\$ 722,257
-	-	6,787,943
-	-	1,276,235
-	-	248,644
137,704	-	137,704
<u>137,704</u>	<u>-</u>	<u>9,172,783</u>
-	-	255,238
-	4,697,078	4,697,078
-	-	5,695,322
10,117,383	-	10,117,383
<u>10,117,383</u>	<u>4,697,078</u>	<u>20,765,021</u>
<u>\$ 10,255,087</u>	<u>\$ 4,697,078</u>	<u>\$ 29,937,804</u>

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	SPECIAL REVENUE FUNDS				SCHOOL FOOD SERVICE
	SPECIAL PROGRAMS	PSYCHOLOGICAL EDUCATION	TITLE I	TITLE VI B	
REVENUES					
State sources	\$ 6,715,258	\$ 2,794,660	\$ -	\$ -	\$ 487,696
Federal sources	4,395,290	279,835	16,255,838	7,985,413	7,899,017
Charges for services	-	-	-	-	33,085
Local and other funds	1,972,493	-	-	-	9,237
Total revenues	13,083,041	3,074,495	16,255,838	7,985,413	8,429,035
EXPENDITURES					
Current:					
Instruction	11,889,708	2,130,867	8,493,660	4,800,113	-
Pupil services	1,261,248	345,122	1,220,380	2,817,021	-
Instructional services	1,514,645	271,540	4,907,113	139,761	-
General administration	360,428	27,670	1,399,677	228,518	-
School administration	-	299,296	155,522	-	-
Maintenance and operations	20,472	-	-	-	-
Other support services	72,719	-	79,486	-	-
Food service operations	613	-	-	-	10,303,882
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	30,321	-	-	-	-
Total expenditures	15,150,154	3,074,495	16,255,838	7,985,413	10,303,882
Excess (deficiency) of revenues over (under) expenditures	(2,067,113)	-	-	-	(1,874,847)
OTHER FINANCING SOURCES (USES)					
Transfers in	1,531,953	-	-	-	3,123,961
Transfers out	(8,211)	-	-	-	-
Total other financing sources, net	1,523,742	-	-	-	3,123,961
Net change in fund balances	(543,371)	-	-	-	1,249,114
Fund balances - beginning, as restated	4,252,010	22,068	245,936	69,200	655,603
Fund balances - ending	\$ 3,708,639	\$ 22,068	\$ 245,936	\$ 69,200	\$ 1,904,717

OTHER CAPITAL PROJECT FUNDS	DEBT SERVICE	TOTAL
1,271,682	\$ -	\$ 11,269,296
-	-	36,815,393
184,469	-	217,554
-	-	1,981,730
1,456,151	-	50,283,973
-	-	27,314,348
-	-	5,643,771
-	-	6,833,059
-	-	2,016,293
-	-	454,818
-	-	20,472
-	-	152,205
-	-	10,304,495
-	6,732,048	6,732,048
-	259,624	259,624
1,412,128	-	1,442,449
1,412,128	6,991,672	61,173,582
44,023	(6,991,672)	(10,889,609)
6,603,800	7,337,776	18,597,490
-	-	(8,211)
6,603,800	7,337,776	18,589,279
6,647,823	346,104	7,699,670
3,469,560	4,350,974	13,065,351
\$ 10,117,383	\$ 4,697,078	\$ 20,765,021

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUNDS - SPECIAL PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL BUDGET
REVENUES				
State sources	\$ 6,686,163	\$ 6,868,184	\$ 6,715,258	\$ (152,926)
Federal sources	8,085,362	13,246,214	4,395,290	(8,850,924)
Other	234,750	1,187,083	1,972,493	785,410
Total revenues	15,006,275	21,301,481	13,083,041	(8,218,440)
EXPENDITURES				
Current:				
Instruction	12,424,307	16,126,200	11,889,708	4,236,492
Pupil services	116,923	200,763	1,261,248	(1,060,485)
Instructional services	2,031,937	3,004,017	1,514,645	1,489,372
Educational media services	-	3,622	-	3,622
General administration	418,246	2,725,482	360,428	2,365,054
School administration	-	929	-	929
Maintenance and operations	25,530	60,000	20,472	39,528
Pupil transportation	411,564	429,177	-	429,177
Other support services	103,545	1,549,778	72,719	1,477,059
Food service operations	-	401	613	(212)
Capital outlay	-	62,684	30,321	32,363
Total expenditures	15,532,052	24,163,053	15,150,154	9,012,899
Deficiency of revenues under expenditures	(525,777)	(2,861,572)	(2,067,113)	794,459
OTHER FINANCING SOURCES (USES)				
Transfers in	1,523,742	1,523,742	1,531,953	8,211
Transfers out	(8,211)	(8,211)	(8,211)	-
Total other financing sources, net	1,515,531	1,515,531	1,523,742	8,211
NET CHANGE IN FUND BALANCE	989,754	(1,346,041)	(543,371)	802,670
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED	4,252,010	4,252,010	4,252,010	-
FUND BALANCE, END OF YEAR	\$ 5,241,764	\$ 2,905,969	\$ 3,708,639	\$ 802,670

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUNDS - PSYCHOLOGICAL EDUCATION
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL BUDGET
REVENUES				
State sources	\$ 3,264,576	\$ 2,962,935	\$ 2,794,660	\$ (168,275)
Federal sources	460,526	495,866	279,835	(216,031)
Total revenues	3,725,102	3,458,801	3,074,495	(384,306)
EXPENDITURES				
Current:				
Instruction	2,312,741	2,455,524	2,130,867	324,657
Pupil services	592,409	351,968	345,122	6,846
Instructional services	428,471	284,934	271,540	13,394
General administration	35,287	29,926	27,670	2,256
School administration	356,194	336,449	299,296	37,153
Total expenditures	3,725,102	3,458,801	3,074,495	384,306
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	22,068	22,068	22,068	-
FUND BALANCE, END OF YEAR	\$ 22,068	\$ 22,068	\$ 22,068	\$ -

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUNDS - TITLE I
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL BUDGET
REVENUES				
Federal sources	\$ 17,574,481	\$ 25,917,034	\$ 16,255,838	\$ (9,661,196)
Total revenues	17,574,481	25,917,034	16,255,838	(9,661,196)
EXPENDITURES				
Current:				
Instruction	8,468,078	15,409,174	8,493,660	6,915,514
Pupil services	1,155,652	1,843,448	1,220,380	623,068
Instructional services	5,561,893	6,732,442	4,907,113	1,825,329
General administration	1,645,202	1,686,833	1,399,677	287,156
School administration	318,717	167,270	155,522	11,748
Pupil transportation	-	600	-	600
Other support services	376,528	77,267	79,486	(2,219)
Capital outlay	48,411	-	-	-
Total expenditures	17,574,481	25,917,034	16,255,838	9,661,196
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	245,936	245,936	245,936	-
FUND BALANCE, END OF YEAR	\$ 245,936	\$ 245,936	\$ 245,936	\$ -

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUNDS - TITLE VI B
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL BUDGET
REVENUES				
Federal sources	\$ 7,202,793	\$ 8,561,983	\$ 7,985,413	\$ (576,570)
Total revenues	7,202,793	8,561,983	7,985,413	(576,570)
EXPENDITURES				
Current:				
Instruction	4,134,260	5,246,646	4,800,113	446,533
Pupil services	2,780,438	2,828,406	2,817,021	11,385
Instructional services	106,021	155,553	139,761	15,792
General administration	182,074	331,378	228,518	102,860
Total expenditures	7,202,793	8,561,983	7,985,413	576,570
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	69,200	69,200	69,200	-
FUND BALANCE, END OF YEAR	\$ 69,200	\$ 69,200	\$ 69,200	\$ -

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUNDS - SCHOOL FOOD SERVICE
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL BUDGET
REVENUES				
State sources	\$ 111,047	\$ 111,047	\$ 487,696	\$ 376,649
Federal sources	19,059,153	19,180,511	7,899,017	(11,281,494)
Charges for services	3,579,914	3,579,914	33,085	(3,546,829)
Other	399,184	399,184	9,237	(389,947)
Total revenues	23,149,298	23,270,656	8,429,035	(14,841,621)
EXPENDITURES				
Current:				
Food service operations	24,649,364	26,394,683	10,303,882	16,090,801
Total expenditures	24,649,364	26,394,683	10,303,882	16,090,801
Deficiency of revenues under expenditures	(1,500,066)	(3,124,027)	(1,874,847)	1,249,180
OTHER FINANCING SOURCES:				
Transfers in	1,500,000	3,123,961	3,123,961	-
Sale of capital assets	66	66	-	(66)
Total other financing sources	1,500,066	3,124,027	3,123,961	(66)
NET CHANGE IN FUND BALANCE	-	-	1,249,114	1,249,114
FUND BALANCE, BEGINNING OF YEAR	655,603	655,603	655,603	-
FUND BALANCE, END OF YEAR	\$ 655,603	\$ 655,603	\$ 1,904,717	\$ 1,249,114

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	WITH FINAL
				BUDGET
REVENUES				
Other	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Debt service:				
Principal retirements	5,877,851	9,504,671	6,732,048	2,772,623
Interest and fiscal charges	438,185	438,185	259,624	178,561
Total expenditures	6,316,036	9,942,856	6,991,672	2,951,184
Deficiency of revenues under expenditures	(6,316,036)	(9,942,856)	(6,991,672)	2,951,184
OTHER FINANCING SOURCES:				
Transfers in	6,316,036	9,942,856	7,337,776	(2,605,080)
Total other financing sources	6,316,036	9,942,856	7,337,776	(2,605,080)
NET CHANGE IN FUND BALANCE	-	-	346,104	346,104
FUND BALANCE, BEGINNING OF YEAR	4,350,974	4,350,974	4,350,974	-
FUND BALANCE, END OF YEAR	<u>\$ 4,350,974</u>	<u>\$ 4,350,974</u>	<u>\$ 4,697,078</u>	<u>\$ 346,104</u>

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

INTERNAL SERVICE FUNDS

Internal Service Funds

These funds are used to account for services furnished by a designated department to other departments within the District. Amounts expended by the fund are restored to it either from operating earnings or by transfers from other funds, so that the original fund activity is kept intact. The following funds are included in the internal service funds category:

Workers' Compensation Fund – This fund was established to provide accounting for the self-insured workers' compensation claims activity of the District.

Employee Dental Fund – This fund was established to provide accounting for the self-supporting direct reimbursement dental plan for employees.

Unemployment Compensation Fund – This fund was established to provide accounting for the self-insured unemployment compensation claims activity of the District.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2021**

	WORKERS' COMPENSATION	EMPLOYEE DENTAL PLAN	UNEMPLOYMENT COMPENSATION	TOTAL
ASSETS				
Current assets				
Cash and cash equivalents	\$ 1,553,344	\$ 1,321,323	\$ 907,986	\$ 3,782,653
Total assets	1,553,344	1,321,323	907,986	3,782,653
LIABILITIES				
Current liabilities				
Accounts payable	170,989	7,982	-	178,971
Claims payable	114,000	-	-	114,000
Total current liabilities	284,989	7,982	-	292,971
Claims payable - non-current	112,956	-	-	112,956
Total liabilities	397,945	7,982	-	405,927
NET POSITION				
Unrestricted	1,155,399	1,313,341	907,986	3,376,726
Total net position	\$ 1,155,399	\$ 1,313,341	\$ 907,986	\$ 3,376,726

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION – INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	WORKERS' COMPENSATION	EMPLOYEE DENTAL PLAN	UNEMPLOYMENT COMPENSATION	TOTAL
OPERATING REVENUES				
Risk management fees	\$ 2,429,927	\$ 1,896,109	\$ 15	\$ 4,326,051
Total operating revenues	2,429,927	1,896,109	15	4,326,051
OPERATING EXPENSES				
Risk management	1,836,976	1,912,358	1,127,090	4,876,424
Total operating expenses	1,836,976	1,912,358	1,127,090	4,876,424
Operating income (loss)	592,951	(16,249)	(1,127,075)	(550,373)
NON-OPERATING REVENUES				
Transfers in	-	-	727,546	727,546
Change in net position	592,951	(16,249)	(399,529)	177,173
Total net position - beginning	562,448	1,329,590	1,307,515	3,199,553
Total net position - ending	<u>\$ 1,155,399</u>	<u>\$ 1,313,341</u>	<u>\$ 907,986</u>	<u>\$ 3,376,726</u>

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>WORKERS' COMPENSATION</u>	<u>EMPLOYEE DENTAL PLAN</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>TOTAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services and fees	\$ 2,429,927	\$ 1,896,109	\$ 15	\$ 4,326,051
Cash paid for supplies and insurance	<u>(1,765,207)</u>	<u>(1,904,376)</u>	<u>(1,127,090)</u>	<u>(4,796,673)</u>
Net cash provided by (used in) operating activities	<u>664,720</u>	<u>(8,267)</u>	<u>(1,127,075)</u>	<u>(470,622)</u>
CASH FLOW FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers in	<u>-</u>	<u>-</u>	<u>727,546</u>	<u>727,546</u>
Net cash provided by non-capital financing activities	<u>-</u>	<u>-</u>	<u>727,546</u>	<u>727,546</u>
Increase (decrease) in cash and cash equivalents	664,720	(8,267)	(399,529)	256,924
Cash and cash equivalents, beginning of year	<u>888,624</u>	<u>1,329,590</u>	<u>1,307,515</u>	<u>3,525,729</u>
Cash and cash equivalents, end of year	<u><u>\$ 1,553,344</u></u>	<u><u>\$ 1,321,323</u></u>	<u><u>\$ 907,986</u></u>	<u><u>\$ 3,782,653</u></u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 592,951	\$ (16,249)	\$ (1,127,075)	\$ (550,373)
Increase in accounts payable	122,155	7,982	-	130,137
(Decrease) in other liabilities	<u>(50,386)</u>	<u>-</u>	<u>-</u>	<u>(50,386)</u>
Net cash provided by (used in) operating activities	<u><u>\$ 664,720</u></u>	<u><u>\$ (8,267)</u></u>	<u><u>\$ (1,127,075)</u></u>	<u><u>\$ (470,622)</u></u>

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

SUPPLEMENTAL SCHEDULE

The Schedule of Approved Local Option Sales Tax Projects – This schedule is presented to demonstrate legal compliance with Special Purpose Local Option Sales Tax (“ESPLOST”) regulations.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**SCHEDULE OF APPROVED LOCAL OPTION SALES TAX PROJECTS
FOR THE YEAR ENDED JUNE 30, 2021**

	Original Estimated Cost	Current Estimated Cost	Expended in Current Year	Expended in Prior Years	Status
<u>ESPLOST I (Approved 2006. Funding period from 2007 to 2011)</u>					
For the purpose of acquiring, constructing, and equipping new facilities	\$ 195,768,543	\$ 184,330,096	\$ -	\$ 184,330,096	Completed
For the purpose of constructing additions and other modifications	18,380,418	10,835,648	-	10,835,648	Completed
For the creation of a technical career facility	4,250,000	3,407,679	-	3,407,679	Completed
Oatland Island renovations and upgrades	5,196,488	4,567,538	-	4,567,538	Completed
Massie Heritage Ctr renovations and upgrades	441,025	845,108	-	845,108	Completed
Existing site upgrades district-wide	41,346,860	19,166,127	214,076	18,952,051	Completed
Payment of principal and interest on the School District's general obligation bonds	67,372,185	67,374,185	-	67,374,185	Completed
Academic technology upgrade - district-wide	30,000,000	14,895,094	-	14,895,094	Completed
Program management	6,000,000	5,994,201	-	5,994,201	Completed
Totals for ESPLOST I activity	<u>\$ 368,755,519</u>	<u>\$ 311,415,676</u>	<u>\$ 214,076</u>	<u>\$ 311,201,600</u>	
<u>ESPLOST II (Approved 2011. Funding period from 2012 to 2016)</u>					
For the purpose of acquiring, constructing, and equipping new facilities	\$ 206,702,500	\$ 235,547,233	\$ 3,954,712	\$ 233,177,612	Active
For the purpose of constructing additions and other modifications	40,390,350	68,737,697	4,822,302	59,307,303	Active
Existing site upgrades district-wide	40,670,000	34,594,075	-	31,648,392	Active
Payment of principal and interest on the School District's general obligation bonds	47,237,150	46,898,000	-	46,897,520	Completed
Academic technology upgrade - district-wide	15,000,000	17,518,627	-	17,504,864	Active
Program management	-	6,456,000	-	6,601,223	Completed
Totals for ESPLOST II activity	<u>\$ 350,000,000</u>	<u>\$ 409,751,632</u>	<u>\$ 8,777,014</u>	<u>\$ 395,136,914</u>	
<u>ESPLOST III (Approved 2016. Funding period from 2017 to 2021)</u>					
For the purpose of acquiring, constructing, and equipping new facilities	\$ 254,510,650	\$ 237,816,270	\$ 62,186,362	\$ 45,924,839	Active
For the purpose of constructing additions and other modifications	82,930,030	82,930,030	19,249,284	14,353,666	Active
Existing site upgrades district-wide	26,193,970	29,506,550	-	7,968,057	Active
For the acquisition of buses	4,000,000	4,000,000	-	2,966,184	Active
Payment of principal and interest on the School District's general obligation bonds	26,291,163	26,291,163	2,201,306	24,089,857	Active
Academic technology upgrade - district-wide	12,000,000	12,000,000	5,021,134	6,711,000	Active
Program management	6,500,000	6,500,000	683,259	3,963,321	Active
Totals for ESPLOST III activity	<u>\$ 412,425,813</u>	<u>\$ 399,044,013</u>	<u>\$ 89,341,345</u>	<u>\$ 105,976,924</u>	
Total current year expenditures			<u>\$ 98,332,435</u>		
Total expenditures ESPLOST Fund			96,131,129		
Principal Series 2004 Bonds			2,145,000		
Interest Series 2004 Bonds			56,306		
			<u>\$ 98,332,435</u>		



**STATISTICAL
SECTION**

STATISTICAL SECTION

This part of the 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 district's overall financial health.

Contents	<u>Page</u>
Financial Trends	102 – 109
<i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	
Revenue Capacity	110 – 114
<i>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>	
Debt Capacity	115 – 120
<i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	121 and 122
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	
Operating Information	123 – 130
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING**

	Fiscal Year				
	2012	2013	2014	2015	2016
GOVERNMENTAL ACTIVITIES					
Net investment in capital assets	\$ 413,730,235	\$ 449,292,417	\$ 475,251,581	\$ 566,866,612	\$ 596,807,813
Restricted	72,193,382	81,785,005	107,944,463	93,984,933	110,146,155
Unrestricted	48,946,625	39,289,615	(253,163,352)	(242,547,670)	(222,854,200)
Total net position	<u>\$ 534,870,242</u>	<u>\$ 570,367,037</u>	<u>\$ 330,032,692</u>	<u>\$ 418,303,875</u>	<u>\$ 484,099,768</u>

	Fiscal Year				
	2017	2018	2019	2020	2021
GOVERNMENTAL ACTIVITIES					
Net investment in capital assets	\$ 682,711,615	\$ 706,890,352	\$ 707,669,075	\$ 765,236,503	\$ 810,196,232
Restricted	85,650,383	132,937,905	190,415,478	200,555,083	200,772,776
Unrestricted	(240,536,266)	(568,145,542)	(527,163,543)	(502,803,163)	(517,249,393)
Total net position	<u>\$ 527,825,732</u>	<u>\$ 271,682,715</u>	<u>\$ 370,921,010</u>	<u>\$ 462,988,423</u>	<u>\$ 493,719,615</u>

Notes: District implemented GASB 68 and 71 for FY15. Restated amounts for FY14 only.
District implemented GASB 75 for FY18. Restated amounts for FY17 only.
District implemented GASB 84 for FY21. Restated amounts for FY20 only.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING**

	Fiscal Year				
	2012	2013	2014	2015	2016
Expenses					
Governmental activities:					
Instruction	\$ 227,692,291	\$ 238,986,578	\$ 224,431,834	\$ 245,036,011	\$ 257,697,416
Support services:					
Pupil services	17,145,040	16,772,474	16,609,525	18,007,337	19,868,286
Instructional services	9,605,414	9,844,090	8,771,647	9,078,363	9,464,571
Educational media services	5,588,603	5,558,614	5,282,853	5,652,140	6,001,383
General administration	5,037,384	6,115,688	6,378,289	6,729,244	7,358,612
School administration	19,654,243	19,303,795	18,549,830	20,718,527	22,015,641
Business administration	4,766,002	5,341,550	5,054,738	5,061,489	5,333,838
Maintenance and operations	25,299,685	24,487,503	25,599,007	26,166,546	28,818,361
Pupil transportation	18,899,262	20,479,587	22,275,469	22,866,562	26,859,810
Central support services	4,241,940	4,524,785	4,424,969	4,749,646	5,640,951
Other support services	2,979,979	6,673,632	2,655,885	3,347,187	985,873
Food services	15,683,108	16,013,471	17,974,553	18,620,826	20,792,580
Interest on long-term debt	3,203,814	3,163,935	2,504,986	3,177,368	754,658
Total Expenses	<u>359,796,765</u>	<u>377,265,702</u>	<u>360,513,585</u>	<u>389,211,246</u>	<u>411,591,980</u>
Program revenues					
Charges for services:					
Instruction	374,452	430,001	563,854	469,076	639,959
Pupil services	314,542	282,561	275,400	335,947	390,471
Food services	2,094,703	2,457,847	2,267,097	2,147,159	2,220,368
Maintenance and operations	-	-	-	-	-
Pupil transportation	-	-	-	-	-
Operating grants and contributions	172,396,281	178,297,843	186,374,254	190,048,813	197,136,435
Capital grants and contributions	1,220,310	4,774,866	1,806,753	25,339,680	15,298,430
Total Program Revenues	<u>176,400,288</u>	<u>186,243,118</u>	<u>191,287,358</u>	<u>218,340,675</u>	<u>215,685,663</u>
Net (Expense) Revenue	<u>(183,396,477)</u>	<u>(191,022,584)</u>	<u>(169,226,227)</u>	<u>(170,870,571)</u>	<u>(195,906,317)</u>
General Revenues					
Property taxes	162,261,746	162,589,403	191,141,803	190,597,779	208,667,513
Special Purpose sales taxes	62,476,978	61,919,576	62,508,489	67,257,719	66,101,172
Grants and contributions not restricted to specific programs	925,889	1,066,119	853,907	758,989	1,220,430
Unrestricted investment earnings	161,150	132,012	126,105	185,343	305,458
Miscellaneous	133,033	812,269	351,008	341,924	154,375
Special item - Gain (Loss) on sale or disposal of capital assets	-	-	-	-	(14,746,738)
Total general revenues	<u>225,958,796</u>	<u>226,519,379</u>	<u>254,981,312</u>	<u>259,141,754</u>	<u>261,702,210</u>
Change in Net Position	<u>\$ 42,562,319</u>	<u>\$ 35,496,795</u>	<u>\$ 85,755,085</u>	<u>\$ 88,271,183</u>	<u>\$ 65,795,893</u>

Notes: District implemented GASB 68 and 71 for FY15. Restated amounts for FY14 only.
District implemented GASB 75 for FY18. Restated amounts for FY17 only.
District implemented GASB 84 for FY21. Restated amounts for FY20 only.

Fiscal Year				
2017	2018	2019	2020	2021
\$ 286,670,108	\$ 288,242,594	\$ 292,580,461	\$ 313,088,243	\$ 366,861,467
21,110,937	23,273,292	23,526,185	27,762,147	32,151,703
11,135,563	11,529,001	11,102,151	13,121,753	12,477,192
6,284,436	6,463,817	6,437,994	6,882,491	7,387,560
8,328,435	12,981,232	13,342,392	13,667,389	17,363,288
25,557,949	26,133,390	25,969,996	28,556,553	30,565,766
6,065,162	6,373,103	7,001,815	8,493,068	19,608,220
31,460,731	38,020,097	36,482,382	37,637,710	44,878,558
27,525,649	31,160,983	28,986,589	28,641,563	22,946,382
6,072,027	6,403,305	6,761,876	7,123,123	7,868,194
1,249,331	1,220,204	1,225,701	1,383,142	854,281
21,995,938	22,415,505	22,057,719	20,882,935	15,964,220
1,335,291	1,163,777	775,355	1,416,130	392,963
454,791,557	475,380,300	476,250,616	508,656,247	579,319,794
777,081	1,327,270	1,000,366	2,481,678	1,727,053
329,459	257,362	224,610	310,537	135,402
2,143,711	1,942,085	2,375,456	1,961,438	33,085
-	600	266,000	116,830	184,469
-	819,257	1,089,935	840,746	243,066
201,636,401	208,148,002	209,034,213	220,495,234	213,915,186
10,357,632	13,119,667	3,390,153	3,523,789	3,861,475
215,244,284	225,614,243	217,380,733	229,730,252	220,099,736
(239,547,273)	(249,766,057)	(258,869,883)	(278,925,995)	(359,220,058)
212,399,815	223,403,345	268,566,885	279,365,921	291,967,459
69,888,084	74,000,105	80,920,414	80,432,009	90,539,062
2,456,659	817,411	364,503	1,420,252	427,867
326,231	1,356,762	3,836,039	4,641,246	496,076
201,361	3,348,538	4,420,337	5,133,980	6,520,786
(1,998,913)	265,517	-	-	-
283,273,237	303,191,678	358,108,178	370,993,408	389,951,250
\$ 43,725,964	\$ 53,425,621	\$ 99,238,295	\$ 92,067,413	\$ 30,731,192

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

	Fiscal Year				
	2012	2013	2014	2015	2016
General Fund					
Nonspendable	\$ 22,481	\$ 100,936	\$ 57,513	\$ 87,161	\$ 3,404,315
Committed	15,006,900	15,921,096	16,706,195	18,132,787	19,054,995
Assigned	7,666,654	3,867,304	8,508,735	8,921,455	15,990,227
Unassigned	9,207,763	9,322,261	12,401,924	12,437,376	5,347,869
Total General Fund	<u>\$ 31,903,798</u>	<u>\$ 29,211,597</u>	<u>\$ 37,674,367</u>	<u>\$ 39,578,779</u>	<u>\$ 43,797,406</u>
Other Governmental Funds					
Nonspendable	\$ 211,585	\$ 453,863	\$ 410,947	\$ 325,085	\$ 371,866
Restricted	73,462,286	82,096,115	108,522,740	95,576,197	112,635,811
Assigned	1,808,511	193,007	1,718,864	968,082	1,020,876
Unassigned	-	-	-	-	-
Total Other Governmental Funds	<u>\$ 75,482,382</u>	<u>\$ 82,742,985</u>	<u>\$ 110,652,551</u>	<u>\$ 96,869,364</u>	<u>\$ 114,028,553</u>

Note: District implemented GASB 84 for FY21. Restated amounts for FY20 only.

Fiscal Year				
2017	2018	2019	2020	2021
\$ 47,028	\$ 70,513	\$ 37,055	\$ 1,861	\$ 17,942
19,730,718	21,325,335	22,277,547	-	-
5,269,081	-	32,634	-	16,325,501
10,853,916	11,487,399	40,065,894	93,810,116	119,009,753
<u>\$ 35,900,743</u>	<u>\$ 32,883,247</u>	<u>\$ 62,413,130</u>	<u>\$ 93,811,977</u>	<u>\$ 135,353,196</u>
\$ 316,429	\$ 248,136	\$ 307,849	\$ 510,174	\$ 255,238
88,405,106	132,937,905	190,415,478	200,555,083	200,772,776
2,800,364	2,529,904	2,087,410	3,469,560	10,117,383
-	-	(109,403)	-	(20,952,349)
<u>\$ 91,521,899</u>	<u>\$ 135,715,945</u>	<u>\$ 192,701,334</u>	<u>\$ 204,534,817</u>	<u>\$ 190,193,048</u>

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

	Fiscal Year				
	2012	2013	2014	2015	2016
REVENUES					
Property taxes	\$ 164,126,291	\$ 165,224,228	\$ 191,449,600	\$ 190,950,239	\$ 207,587,535
Sales Taxes	62,476,978	61,919,576	62,508,489	67,257,719	66,101,172
State sources	122,509,674	131,018,556	134,611,627	165,078,544	156,382,637
Federal sources	50,972,081	51,303,323	53,682,246	50,036,667	45,789,659
Charges for services	2,508,971	2,851,544	2,707,196	2,499,981	2,779,298
Local and other funds	2,770,579	2,861,462	2,599,580	3,084,308	14,502,705
Total revenues	<u>405,364,574</u>	<u>415,178,689</u>	<u>447,558,738</u>	<u>478,907,458</u>	<u>493,143,006</u>
EXPENDITURES					
Current:					
Instruction	214,630,103	218,730,893	225,380,888	233,496,655	243,429,990
Pupil services	17,114,412	16,707,099	17,129,496	18,277,760	20,114,642
Instructional services	9,540,441	9,732,055	8,957,363	8,876,589	9,243,342
Educational media services	5,584,236	5,547,990	5,685,663	5,800,539	6,163,215
General administration	5,330,296	6,159,347	6,771,907	6,911,452	7,530,495
School administration	19,618,186	19,280,228	20,218,882	21,492,777	22,887,541
Business administration	4,763,277	5,343,083	5,290,420	5,169,571	5,458,257
Maintenance and operations	25,144,415	24,322,533	25,929,384	26,347,890	28,816,019
Pupil transportation	17,637,802	19,278,331	20,848,013	21,175,249	24,719,890
Central support services	3,524,461	3,693,056	4,299,605	4,547,770	5,434,973
Other support services	2,980,980	6,673,632	2,740,038	3,386,703	1,036,264
Food service operations	15,558,750	16,001,307	18,069,430	18,780,498	20,895,761
Debt service:					
Principal retirement	7,801,936	8,053,633	8,842,127	9,310,901	10,125,249
Interest and other charges	3,474,046	3,028,454	2,778,078	2,443,214	1,988,169
Capital outlay	96,190,426	52,572,736	41,685,780	109,015,894	68,541,177
Total expenditures	<u>448,893,767</u>	<u>415,124,377</u>	<u>414,627,074</u>	<u>495,033,462</u>	<u>476,384,984</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>(43,529,193)</u>	<u>54,312</u>	<u>32,931,664</u>	<u>(16,126,004)</u>	<u>16,758,022</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	12,935,375	12,294,158	18,586,841	18,050,095	18,500,661
Transfers out	(12,935,375)	(12,294,158)	(18,586,841)	(18,050,095)	(18,500,661)
Proceeds from capital lease agreements	-	4,071,590	3,009,422	3,827,229	4,171,544
Sale of capital assets	453,750	442,500	431,250	420,000	448,250
Total other financing sources (uses)	<u>453,750</u>	<u>4,514,090</u>	<u>3,440,672</u>	<u>4,247,229</u>	<u>4,619,794</u>
NET CHANGE IN FUND BALANCES	<u>\$ (43,075,443)</u>	<u>\$ 4,568,402</u>	<u>\$ 36,372,336</u>	<u>\$ (11,878,775)</u>	<u>\$ 21,377,816</u>
Debt service as a percentage of noncapital expenditures	3.20%	3.06%	3.12%	3.04%	2.97%

Fiscal Year				
2017	2018	2019	2020	2021
\$ 212,197,623	\$ 223,156,462	\$ 266,009,066	\$ 274,489,050	\$ 299,267,667
69,888,084	74,000,105	80,920,414	77,472,084	90,539,062
165,502,123	175,297,766	167,124,055	180,175,330	166,538,372
45,895,597	45,383,663	43,977,294	43,250,945	50,436,585
2,629,582	2,348,064	2,671,872	2,303,090	388,679
4,203,403	5,606,486	8,656,725	11,202,971	5,910,996
500,316,412	525,792,546	569,359,426	588,893,470	613,081,361
253,575,737	258,940,453	268,117,239	275,389,471	285,671,699
20,711,000	22,619,964	24,039,087	26,575,992	29,993,766
10,417,745	11,001,984	11,203,118	12,537,587	11,524,636
6,001,188	6,239,658	6,566,606	6,584,297	6,788,418
8,098,958	8,575,996	9,480,936	9,311,563	11,367,699
24,107,127	24,980,170	26,208,314	27,195,864	28,038,092
5,917,678	6,275,568	7,094,332	8,280,275	19,241,401
30,747,421	33,070,084	35,999,965	36,241,599	42,937,969
24,494,528	27,101,208	24,856,771	24,006,548	17,876,436
5,612,123	6,012,325	6,687,024	6,856,269	7,521,431
1,190,781	1,220,204	1,225,701	1,383,142	854,281
21,520,172	21,724,901	21,752,367	20,465,549	15,198,453
11,270,463	12,764,546	12,558,253	8,349,966	6,732,048
1,713,230	1,486,802	1,134,980	684,935	623,664
113,548,438	46,411,045	28,976,353	81,852,013	103,195,845
538,926,589	488,424,908	485,901,046	545,715,070	587,565,838
(38,610,177)	37,367,638	83,458,380	43,178,400	25,515,523
21,601,124	20,280,479	21,322,426	21,148,000	22,551,267
(21,601,124)	(20,280,479)	(21,322,426)	(21,148,000)	(23,278,813)
7,809,360	3,360,955	2,972,030	-	-
397,500	447,957	84,862	53,930	2,411,473
8,206,860	3,808,912	3,056,892	53,930	1,683,927
\$ (30,403,317)	\$ 41,176,550	\$ 86,515,272	\$ 43,232,330	\$ 27,199,450
3.05%	3.19%	2.96%	1.92%	1.43%

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**ASSESSED VALUE AND ESTIMATED
ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2012	2013	2014	2015
Real and Personal	\$ 12,607,971,796	\$ 13,003,903,361	\$ 13,451,148,738	\$ 14,174,485,269
Motor Vehicles	616,388,070	653,925,150	549,492,390	368,337,530
Mobile Homes	27,102,608	27,803,358	27,225,240	26,223,266
Timber	1,430,748	503,505	321,279	3,297,767
Heavy Duty Equip	2,162,864	1,291,594	1,882,898	3,208,785
Gross Digest	<u>\$ 13,255,056,086</u>	<u>\$ 13,687,426,968</u>	<u>\$ 14,030,070,545</u>	<u>\$ 14,575,552,617</u>
Forest Land Assistance Grant Value	2,149,759	2,181,183	2,204,172	5,006,182
Less: Tax Exempt Real Property M&O	<u>(1,885,253,354)</u>	<u>(2,082,820,410)</u>	<u>(2,265,920,840)</u>	<u>(2,411,690,634)</u>
Total Taxable Assessed Value - M&O	<u>\$ 11,371,952,491</u>	<u>\$ 11,606,787,741</u>	<u>\$ 11,766,353,877</u>	<u>\$ 12,168,868,165</u>
Total Direct Tax Rate	14.631	15.881	15.881	16.631
Estimated Actual Value	\$ 33,137,640,215	\$ 34,218,567,420	\$ 35,075,176,363	\$ 36,438,881,543
Assessed Value as a Percentage of				
Actual Value	40%	40%	40%	40%

Source: Georgia Department of Revenue

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 14,625,620,238	\$ 15,314,881,325	\$ 16,614,200,156	\$ 17,778,831,255	\$ 18,892,106,432	\$ 19,345,249,423
267,319,390	193,909,140	141,469,660	112,887,330	96,645,340	73,692,450
24,668,693	25,627,575	24,378,236	25,490,238	23,031,998	22,865,384
324,497	1,430,524	668,222	2,036,488	2,248,081	785,924
2,378,665	729,561	5,944,689	9,983,527	6,335,724	7,784,505
<u>\$ 14,920,311,483</u>	<u>\$ 15,536,578,125</u>	<u>\$ 16,786,660,963</u>	<u>\$ 17,929,228,838</u>	<u>\$ 19,020,367,575</u>	<u>\$ 19,450,377,686</u>
4,970,554	4,995,210	2,194,736	-	-	-
(2,521,444,151)	(2,634,060,008)	(3,362,470,876)	(3,784,874,137)	(4,166,269,645)	(3,780,141,354)
<u>\$ 12,403,837,886</u>	<u>\$ 12,907,513,327</u>	<u>\$ 13,426,384,823</u>	<u>\$ 14,144,354,701</u>	<u>\$ 14,854,097,930</u>	<u>\$ 15,670,236,332</u>
16.631	16.631	18.881	18.881	18.881	18.131
\$ 37,300,778,708	\$ 38,841,445,313	\$ 41,966,652,408	\$ 44,823,072,095	\$ 47,550,918,938	\$ 48,625,944,215
40%	40%	40%	40%	40%	40%

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

City of Savannah									
Tax Year	County			School			City	State	Total
	General Fund	Chatham Area Transit Authority	Total County	School M&O ¹	School Bond	Total School			
2012	10.250	0.859	11.109	14.631	-	14.631	12.500	0.200	38.440
2013	11.908	1.000	12.908	15.881	-	15.881	12.500	0.150	41.439
2014	11.543	1.000	12.543	15.881	-	15.881	12.480	0.100	41.004
2015	11.543	1.000	12.543	16.631	-	16.631	12.480	0.050	41.704
2016	11.543	1.000	12.543	16.631	-	16.631	12.480	-	41.654
2017	11.543	1.150	12.693	16.631	-	16.631	12.480	-	41.804
2018	11.543	1.150	12.693	18.881	-	18.881	13.400	-	44.974
2019	11.543	1.150	12.693	18.881	-	18.881	12.856	-	44.430
2020	11.543	1.150	12.693	18.881	-	18.881	12.739	-	44.313
2021	11.543	1.150	12.693	18.131	-	18.131	12.739	-	43.563

Other Municipalities							
Tax Year	Bloomingtondale	Garden City	Pooler	Pt Wentworth	Thunderbolt	Tybee Island	Vernonburg
2012	None	None	4.635	4.397	6.496	4.186	None
2013	None	None	4.250	4.397	6.288	4.158	None
2014	None	4.000	4.179	4.711	6.288	4.158	None
2015	None	3.883	4.019	4.571	6.288	4.044	None
2016	None	3.883	3.909	4.571	6.288	4.044	None
2017	None	3.856	3.849	4.571	6.366	4.044	None
2018	None	3.756	3.799	4.571	6.148	3.931	None
2019	None	3.690	3.754	4.160	6.148	3.931	None
2020	None	3.690	3.754	4.160	6.148	3.931	None
2021	None	3.619	3.651	4.160	6.132	3.931	None

¹ School M&O is limited to 20 mills by state law

Source: District Records
Georgia Department of Revenue

Chatham County, Unincorporated

County			School					
Chatham Area Transit Authority								
General Fund	Special Service		Total County	School M&O ¹	School Bond	Total School	State	Total
10.250	3.590	0.859	14.699	14.631	-	14.631	0.200	29.530
11.908	4.130	1.000	17.038	15.881	-	15.881	0.150	33.069
11.543	4.130	1.000	16.673	15.881	-	15.881	0.100	32.654
11.543	4.130	1.000	16.673	16.631	-	16.631	0.050	33.354
11.543	4.130	1.000	16.673	16.631	-	16.631	-	33.304
11.543	4.990	1.150	17.683	16.631	-	16.631	-	34.314
11.543	4.990	1.150	17.683	18.881	-	18.881	-	36.564
11.543	4.911	1.150	17.604	18.881	-	18.881	-	36.485
11.543	4.801	1.150	17.494	18.881	-	18.881	-	36.375
11.543	4.801	1.150	17.494	18.131	-	18.131	-	35.625

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS PRIOR**

	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Elba Liquefaction Company LLC	\$ 391,303,912	1	2.62%	\$ -	-	-
Georgia Power (Savannah Electric)	203,812,870	2	1.37%	126,719,659	4	1.20%
International Paper Company	179,245,968	3	1.20%	140,607,873	2	1.33%
Gulfstream	192,809,578	4	1.29%	132,955,456	3	1.26%
Southern LNG Inc	113,108,379	5	0.76%	221,569,168	1	2.10%
Imperial Savannah LP	68,025,691	6	0.46%	39,852,610	9	0.38%
International Paper	44,426,200	7	0.30%	-	-	-
Memorial Health Hospital	28,597,790	8	0.19%	-	-	-
Kraton Chemical LLC	24,030,100	9	0.16%	-	-	-
Vitol Inc.	23,163,972	10	0.16%	-	-	-
Weyerhaeuser	-	-	-	70,409,406	5	0.67%
Walmart	-	-	-	60,992,159	6	0.58%
Colonial Oil/Terminals/Chemical	-	-	-	51,400,237	7	0.49%
Duke Realty Limited	-	-	-	40,327,240	8	0.38%
Oglethorpe Mall/General Growth Properties	-	-	-	36,702,352	10	0.35%
Sub-Total	\$ 1,268,524,460		8.51%	\$ 921,536,160		8.74%
All Others	13,655,271,599		91.49%	9,637,930,368		91.26%
Total	<u>\$ 14,923,796,059 *</u>		<u>100.00%</u>	<u>\$ 10,559,466,528 *</u>		<u>100.00%</u>

Source: Chatham County Board of Assessors

* Valuations do not include mobile homes and motor vehicles

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**PROPERTY TAX LEVIES AND COLLECTIONS - GENERAL FUND
LAST TEN FISCAL YEARS**

Tax Year	<u>Collected within the Tax Year of the Levy</u>				<u>Total Collections to Date</u>	
	Taxes Levied for the Year	Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2012	\$ 156,915,546	\$ 140,416,733	89.49%	\$ 16,498,813	\$ 156,915,546	100.00%
2013	173,496,907	156,680,347	90.31%	16,786,994	173,467,341	99.98%
2014	177,667,609	161,850,416	91.10%	15,788,943	177,639,359	99.98%
2015	195,710,295	173,195,822	88.50%	22,473,850	195,669,672	99.98%
2016	201,387,218	182,526,753	90.63%	18,827,491	201,354,244	99.98%
2017	210,977,815	188,065,038	89.14%	22,852,090	210,917,128	99.97%
2018	250,247,339	221,311,364	88.44%	28,678,756	249,990,120	99.90%
2019	267,059,561	236,398,356	88.52%	30,293,133	266,691,489	99.86%
2020	281,733,069	245,525,149	87.15%	34,218,158	279,743,307	99.29%
2021	284,117,055	(A)	(A)	(A)	(A)	(A)

(A) - Data is not yet available. The Tax Commissioner bills in two installments which are due June 1st and November 15th.

Notes: Taxes are assessed for the calendar year on January 1st. The fiscal year begins six months later on July 1st and ends on June 30th of the following year.

Source: Chatham County Tax Commissioner Office and District records

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**PROPERTY TAX LEVIES AND COLLECTIONS - DEBT SERVICE FUND
LAST TEN FISCAL YEARS**

Tax Year	Taxes Levied for the Year	<u>Collected within the Tax Year of the Levy</u>		Collections in Subsequent Years	<u>Total Collections to Date</u>	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	(A)	N/A	N/A	N/A	N/A	N/A
2013	(A)	N/A	N/A	N/A	N/A	N/A
2014	(A)	N/A	N/A	N/A	N/A	N/A
2015	(A)	N/A	N/A	N/A	N/A	N/A
2016	(A)	N/A	N/A	N/A	N/A	N/A
2017	(A)	N/A	N/A	N/A	N/A	N/A
2018	(A)	N/A	N/A	N/A	N/A	N/A
2019	(A)	N/A	N/A	N/A	N/A	N/A
2020	(A)	N/A	N/A	N/A	N/A	N/A
2021	(A)	N/A	N/A	N/A	N/A	N/A

(A) - No Debt Service taxes were levied for 2012-2021. The revenue from the Educational Sales Tax will be used to pay principal and interest on general obligation debt.

N/A - Not Applicable

Source: Chatham County Tax Commissioner Office and District records

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Contractual Obligations	Capital Leases	Certificates of Participation	Total	Personal Income (in 000's) ¹	Total Debt as a Percentage of Personal Income ¹	Per Capita ¹
2012	\$ 62,363,101	\$ -	\$ 8,982,003	\$ -	\$ 71,345,104	\$ 11,556,179	0.62%	258.09
2013	55,814,017	-	11,184,960	-	66,998,977	11,655,003	0.57%	240.63
2014	48,864,933	-	11,937,255	-	60,802,188	11,582,152	0.52%	214.56
2015	41,400,849	-	13,553,583	-	54,954,432	12,085,072	0.45%	191.51
2016	33,572,375	-	15,234,878	-	48,807,253	12,452,599	0.39%	168.84
2017	25,113,901	-	20,038,775	-	45,152,676	12,872,910	0.35%	155.43
2018	16,080,427	-	19,475,184	-	35,555,611	13,754,879	0.26%	122.95
2019	7,736,953	-	18,038,961	-	25,775,914	13,977,718	0.18%	89.06
2020	2,338,479	-	8,229,372	7,664,000	18,231,851	N/A	N/A	61.74
2021	-	-	3,642,324	7,664,000	11,306,324	N/A	N/A	N/A

¹ Personal income and population - U.S. Department of Commerce and U.S. Census Bureau

N/A - Data not available

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Value of Property	Per Capita ¹
2012	\$ 62,363,101	\$ 2,343,591	\$ 60,019,510	0.18%	217.12
2013	55,814,017	311,110	55,502,907	0.16%	199.34
2014	48,864,933	578,277	48,286,656	0.14%	170.40
2015	41,400,849	1,591,264	39,809,585	0.11%	138.73
2016	33,572,375	2,489,656	31,082,719	0.08%	107.52
2017	25,113,901	2,754,723	22,359,178	0.06%	76.97
2018	16,080,427	2,913,707	13,166,720	0.03%	45.53
2019	7,736,953	3,834,297	3,902,656	0.01%	13.48
2020	2,338,479	4,350,974	(2,012,495)	0.00%	N/A
2021	-	4,697,078	(4,697,078)	0.00%	N/A

¹ Population - U.S. Department of Commerce and U.S. Census Bureau

N/A - Data not available

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ¹	Estimated Share of Outstanding Debt
Chatham County, Georgia			
Contractual Obligations:			
Downtown Savannah Authority (Union Mission) Series 2009	\$ 1,330,000	100.00%	\$ 1,330,000
Downtown Savannah Authority (Chatham County Projects) Series 2014	4,785,000	100.00%	4,785,000
CDW Cybersecurity	191,189	100.00%	191,189
Downtown Sav'h Authority (Judicial Complex) Series 2020	67,415,000	100.00%	67,415,000
Capital Leases	595,819	100.00%	595,819
City of Savannah, Georgia			
General Obligation Bonded Debt	5,685,000	100.00%	5,685,000
Contractual Obligations:			
Downtown Savannah Authority, Series 2014	4,697,352	100.00%	4,697,352
Downtown Savannah Authority, Series 2015	16,014,991	100.00%	16,014,991
Downtown Savannah Authority, Tax Exempt Series 2016	7,270,000	100.00%	7,270,000
Downtown Savannah Authority, Series 2017	6,585,000	100.00%	6,585,000
Downtown Savannah Authority, Series 2018	13,928,670		13,928,670
Downtown Savannah Authority, Series 2019	8,415,000	100.00%	8,415,000
Total Overlapping Debt	<u>136,913,021</u>		<u>136,913,021</u>
Board of Public Education for Savannah and Chatham			
Capital Leases	3,642,324	100.00%	3,642,324
Certificates of Participation	7,664,000	100.00%	7,664,000
Total Direct Debt	<u>11,306,324</u>		<u>11,306,324</u>
Total Direct and Overlapping Debt			<u><u>\$ 148,219,345</u></u>

¹ **Method:** Applicable percentages were determined based on geographic boundaries. Chatham County shares the same boundaries as the District. The City of Savannah's boundaries are located entirely within the boundaries of the District.

Sources:

District records
Chatham County Finance Department
City of Savannah Finance Department

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2012	2013	2014	2015
Net Assessed Valuation - County Wide School Bonds - January 1,	<u>\$ 13,255,056,086</u>	<u>\$ 13,687,426,968</u>	<u>\$ 14,030,010,545</u>	<u>\$ 14,575,552,617</u>
Debt Limit - 10% of Assessed Value	<u>\$ 1,325,505,609</u>	<u>\$ 1,368,742,697</u>	<u>\$ 1,403,001,055</u>	<u>\$ 1,457,555,262</u>
Amount of Debt Applicable to Debt Limit:				
Total Bonded Debt	60,110,000	53,925,000	47,340,000	40,240,000
Less assets in debt service funds	<u>2,343,591</u>	<u>311,110</u>	<u>578,277</u>	<u>1,591,264</u>
Total Amount of Debt Applicable to Debt Limit	<u>57,766,409</u>	<u>53,613,890</u>	<u>46,761,723</u>	<u>38,648,736</u>
Unused Legal Debt Margin	<u>\$ 1,267,739,200</u>	<u>\$ 1,315,128,807</u>	<u>\$ 1,356,239,332</u>	<u>\$ 1,418,906,526</u>
Total net debt applicable to the limit as a percentage of debt limit	4.36%	3.92%	3.33%	2.65%

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 14,920,311,483	\$ 15,536,578,125	\$ 16,786,660,963	\$ 17,929,228,838	\$ 19,088,120,932	\$ 19,450,377,686
\$ 1,492,031,148	\$ 1,553,657,813	\$ 1,678,666,096	\$ 1,792,922,884	\$ 1,908,812,093	\$ 1,945,037,769
32,605,000	24,340,000	15,500,000	7,350,000	2,145,000	-
2,489,656	2,754,723	2,913,707	3,834,297	4,350,974	4,697,078
30,115,344	21,585,277	12,586,293	3,515,704	(2,205,974)	(4,697,078)
\$ 1,461,915,804	\$ 1,532,072,536	\$ 1,666,079,803	\$ 1,789,407,180	\$ 1,911,018,067	\$ 1,949,734,847
2.02%	1.39%	0.75%	0.20%	-0.12%	-0.24%

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population ¹	Personal Income (in 000's) ¹	Per Capita Personal Income	Median Age ²	School Enrollment ³	Unemployment Rate ⁴
2012	276,434	\$ 11,556,179	\$ 41,804	33.8	42,064	9.30%
2013	278,434	11,655,003	41,859	34.3	42,349	8.70%
2014	283,379	11,582,152	40,872	34.3	43,438	7.70%
2015	286,956	12,085,072	42,115	34.7	44,196	6.30%
2016	289,082	12,452,599	43,076	35.0	44,288	5.40%
2017	290,501	12,872,910	44,313	35.5	44,001	4.80%
2018	289,195	13,754,879	47,563	36.0	43,657	4.10%
2019	289,430	13,977,718	48,294	36.3	43,307	3.70%
2020	295,291	N/A	N/A	N/A	43,117	9.40%
2021	N/A	N/A	N/A	N/A	42,617	4.90%

N/A - Data not available

¹ U.S. Department of Commerce and U.S. Census Bureau

² U. S. Bureau of the Census - Population Estimates Program

³ District records - includes public and private school enrollment

⁴ U.S. Department of Labor Bureau of Labor Statistics - June data not seasonally adjusted

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**PRIMARY EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2021			2012		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Gulfstream Aerospace Corporation	11,391	1	6.34%	6,000	1	4.02%
Savannah-Chatham County Board of Education	5,700	2	3.17%	4,856	3	3.25%
Memorial Health	4,100	3	2.28%	5,000	2	3.35%
Ft. Stewart/Hunter Army Airfield	3,299	4	1.84%	4,300	4	2.88%
St. Joseph's/Candler	4,071	5	2.26%	3,300	5	2.21%
Georgia Southern University	2,901	6	1.61%			
Wal-Mart	2,605	7	1.45%	2,900	6	1.94%
City of Savannah	2,205	8	1.23%	2,500	7	1.67%
Chatham County	2,136	9	1.19%	1,500	8/9 tie	1.00%
YMCA of Coastal GA	1,987	10	1.11%			
Savannah College of Art and Design	-		-	1,500	8/9 tie	1.00%
Georgia-Pacific Corporation	-		-	1,200	10	0.80%

Source: Chamber of Commerce publications and District records

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION LAST TEN YEARS

	Fiscal Year				
	2012	2013	2014	2015	2016
Instruction	3,305	3,260	3,282	3,438	3,478.20
Pupil services	223.50	221.00	228.00	262.50	281.90
Instructional services	71.00	92.50	87.10	88.60	123.00
Educational media services	88.50	91.00	94.50	93.50	95.50
General administration	17.00	15.00	15.00	26.00	19.00
School administration	271.00	266.00	278.50	297.50	307.80
Business administration	38.00	38.00	38.00	43.00	48.50
Maintenance and operations	426.50	413.50	409.50	432.50	430.00
Pupil transportation	0.00	1.00	1.00	1.00	6.00
Central support services	59.00	55.00	54.00	53.50	64.00
Other support services	7.00	7.00	7.00	7.00	2.50
Food service operations	332.00	340.17	343.00	349.00	365.50
TOTAL	4,838.50	4,800.37	4,837.55	5,092.40	5,221.90

	Fiscal Year				
	2017	2018	2019	2020	2021
Instruction	3,553.00	3,504.80	3,513.70	3,560.89	3,432.44
Pupil services	261.40	268.20	315.30	299.10	278.00
Instructional services	94.30	85.50	85.30	107.95	112.80
Educational media services	97.00	92.50	92.00	91.00	80.50
General administration	50.35	39.00	38.15	52.50	49.50
School administration	300.05	296.50	300.50	301.95	300.65
Business administration	46.00	39.00	40.00	45.00	40.00
Maintenance and operations	420.00	448.30	502.35	475.60	459.50
Pupil transportation	625.00	626.00	625.00	625.00	475.00
Central support services	40.50	51.00	52.00	37.50	47.50
Other support services	25.00	8.00	6.00	24.50	58.50
Food service operations	366.00	361.00	362.00	358.00	290.00
TOTAL	5,878.60	5,819.80	5,932.30	5,978.99	5,624.39

Source: District records

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Enrollment	Total Governmental Activities Expense	Cost Per Student	Percentage Change	Teaching Staff	Student/ Teacher Ratio	Free/ Reduced Price Meal Eligibility
2012	35,808	\$ 359,796,765	\$ 10,048	-3.68%	2,798	12.80	64.50%
2013	36,452	377,265,702	10,350	3.00%	2,782	13.10	64.64%
2014	37,235	360,513,585	9,682	-6.45%	2,758	13.50	65.40%
2015	38,032	389,211,246	10,234	5.70%	2,873	13.24	67.14%
2016	38,112	411,591,980	10,800	5.53%	3,023	12.61	65.00%
2017	37,837	454,791,557	12,020	11.30%	3,054	12.39	64.00%
2018	37,339	475,380,300	12,731	5.92%	3,003	12.43	55.46%
2019	37,190	476,250,616	12,806	0.58%	3,002	12.39	64.54%
2020	37,090	508,656,247	13,714	7.09%	2,992	12.40	64.50%
2021	36,437	579,319,794	15,899	15.93%	2,951	12.35	42.54%

Source: District records

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**TEACHER DATA
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Teachers by Level of Education:										
Level Four - Bachelor's degree or equivalent	897.00	848.00	844.10	872.10	971.20	997.10	1,003.30	1,002.10	999.30	980.05
Level Five - Master's degree or equivalent	1,412.85	1,410.20	1,389.70	1,435.10	1,482.60	1,498.80	1,461.70	1,469.29	1,459.70	1,440.20
Level Six - Education Specialist's or equivalent	416.00	432.00	429.00	457.00	449.40	431.30	418.30	415.00	411.49	405.49
Level Seven - Ph.D. or Ed.D or equivalent	66.50	73.50	79.50	97.00	101.80	105.80	99.30	95.30	100.80	97.50
Other	5.50	18.00	16.00	12.00	18.00	21.00	20.00	20.00	20.55	27.50
TOTAL	<u>2,797.85</u>	<u>2,781.70</u>	<u>2,758.30</u>	<u>2,873.20</u>	<u>3,023.00</u>	<u>3,054.00</u>	<u>3,002.60</u>	<u>3,001.69</u>	<u>2,991.84</u>	<u>2,950.74</u>
Teachers by Salary Steps: ¹										
Step 0	120.50	192.10	265.60	299.60	339.50	339.50	286.00	250.00	246.00	178.50
Step 1	18.00	22.00	20.00	45.00	48.00	48.00	87.50	92.10	96.50	83.50
Step 2	22.50	18.00	23.00	27.00	29.00	29.00	33.00	76.00	57.00	47.00
Step 3	118.00	149.00	162.00	177.00	187.80	187.80	211.50	155.00	188.50	206.00
Step 4	153.50	109.50	140.00	137.00	153.00	153.00	155.80	182.50	137.00	164.00
Step 5	132.00	150.00	108.50	126.50	120.50	120.50	132.50	140.50	168.50	136.00
Step 6	139.50	129.50	149.00	108.00	118.00	118.00	120.00	126.80	137.05	159.05
Step 7	156.50	125.00	130.50	156.50	99.70	99.70	106.00	123.00	117.50	125.00
Step 8	162.50	141.50	121.00	123.00	144.00	144.00	94.50	98.50	113.00	116.00
Step 9	98.00	148.20	138.10	114.50	120.00	120.00	129.20	93.00	90.50	109.00
Step 10	137.00	89.50	142.50	137.10	110.60	110.60	110.00	128.69	91.49	91.99
Step 11	97.50	106.00	82.50	135.50	130.50	130.50	103.50	108.00	120.20	87.00
Step 12	113.80	100.50	103.00	77.40	124.00	124.00	113.50	98.50	97.00	129.70
Step 13	123.00	106.50	94.00	102.00	74.00	74.00	118.00	114.00	94.50	96.00
Step 14	97.50	111.50	107.00	96.00	91.00	91.00	68.00	114.50	113.00	93.00
Step 15	73.50	82.00	106.00	103.50	96.50	96.50	88.00	69.00	105.00	110.00
Step 16	90.50	63.50	78.00	113.00	96.00	96.00	97.50	87.50	67.50	106.00
Step 17	92.00	85.50	69.50	72.30	107.00	107.00	86.00	90.00	81.50	73.50
Step 18	69.40	88.00	82.50	71.50	68.30	68.30	104.00	80.00	90.00	73.50
Step 19+20	110.00	131.00	162.00	165.00	160.50	160.50	142.30	160.30	178.50	159.00
Step 21+22 ²	480.50	427.50	421.50	439.00	449.00	449.00	451.00	452.00	460.80	491.00
Step 25+26	176.00	182.00	167.00	196.60	187.10	187.10	164.80	161.80	140.80	116.00
TOTAL	<u>2,781.70</u>	<u>2,758.30</u>	<u>2,873.20</u>	<u>3,023.00</u>	<u>3,054.00</u>	<u>3,054.00</u>	<u>3,002.60</u>	<u>3,001.69</u>	<u>2,991.84</u>	<u>2,950.74</u>
Average Salary	\$50,672	\$51,075	\$51,284	\$50,387	\$51,982	\$52,933	\$53,917	\$54,445	\$57,605	\$57,544

Source: District records

¹ Salary Steps generally equal years of experience, although differences can occur.

² Step 21 was added to the salary scale in FY 2005.

**THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH
AND THE COUNTY OF CHATHAM, GEORGIA**

**TEACHERS' SALARY SCHEDULE
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Minimum *</u>	<u>Maximum *</u>
2012	\$ 35,815	\$ 77,352
2013	35,831	77,352
2014	36,189	78,126
2015	36,189	78,126
2016	38,760	79,689
2017	40,000	81,283
2018	41,000	82,908
2019	41,000	82,908
2020	44,000	85,908
2021	44,000	85,908

Source: District records

* Minimum - T-4 Certification, Maximum - Doctorate

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

SCHOOL ENROLLMENT LAST TEN FISCAL YEARS

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
	10th day Fall, '11	10th day Fall, '12	10th day Fall, '13	10th day Fall, '14	10th day Fall, '15	10th day Fall, '16	10th day Fall, '17	10th day Fall, '18	10th day Fall, '19	10th day Fall, '20
Elementary and K8 Schools:										
A.B Williams (Spencer)	521	530	579	547	456	424	445	578	546	508
Bloomingtondale	453	445	433	426	386	368	362	360	392	382
Brock (fmrly Bartow)	665	636	602	586	622	590	534	521	562	529
Butler	657	683	654	720	676	643	576	497	528	473
Coastal Empire Montessori	232	271	286	278	314	280	305	248	248	251
Henderson Formey (fmrly East Broad I	619	644	675	701	676	618	543	552	399	330
Ellis K-8	564	573	567	604	615	559	524	480	475	454
Gadsden	565	730	727	731	775	587	615	543	509	469
Garden City	707	731	761	751	764	758	431	408	388	365
Garrison K-8	809	804	736	735	744	764	772	778	782	774
Georgetown K-8	660	670	733	783	715	699	727	749	696	601
Godley Station K-8	1,436	1,547	1,592	1,586	1,332	1,490	1,550	1,689	1,675	1,589
Gould	814	834	856	825	858	808	788	753	772	710
Haven	484	482	415	445	398	403	398	414	416	427
Heard	583	547	590	592	609	614	637	628	640	635
Hesse K-8	989	997	1,010	1,025	1,092	1,229	1,283	1,308	1,308	1,157
Hodge	453	466	471	482	491	570	528	465	483	430
Howard	791	796	745	704	713	730	712	713	744	663
Isle of Hope K-8	705	712	686	745	810	818	806	829	794	719
J.G. Smith	395	393	417	485	529	503	492	522	481	423
Largo-Tibet	741	806	732	784	751	700	633	614	543	505
Low	542	540	562	535	636	487	777	757	711	653
Marshpoint	896	903	923	900	847	886	808	827	751	667
Pooler	504	539	524	516	516	486	459	462	459	431
Port Wentworth	519	519	595	740	497	523	632	606	620	589
Pulaski	583	653	704	734	690	735	686	663	624	570
Rice Creek 3-8	-	-	-	-	656	724	886	828	886	806
Savannah Classical Acad.K-10	-	-	317	377	437	471	447	268	260	346
Shuman	723	745	695	704	729	746	704	639	548	493
Southwest	737	802	821	791	810	809	751	755	749	682
Susie King Taylor	-	-	-	-	-	-	156	216	235	298
Thunderbolt	447	468	419	436	433	355	-	-	-	-
Tybee Island Maritime Acad.	-	-	150	238	257	258	271	284	289	331
West Chatham	822	827	877	934	925	853	834	830	848	790
White Bluff	626	586	597	653	632	646	632	581	548	492
Windsor Forest	629	663	695	714	695	612	629	627	679	580
Total Elementary School	20,871	21,542	22,146	22,807	23,086	22,746	22,333	21,992	21,588	20,122
Middle Schools:										
Bartlett	769	788	549	681	682	703	709	704	694	687
Coastal	695	765	756	717	705	704	723	713	711	651
DeRenne	679	710	660	651	636	636	650	637	684	645
Hubert	619	528	543	517	521	495	461	445	588	561
Mercer	619	582	447	489	335	324	330	372	418	423
Myers	551	536	698	660	595	586	532	508	552	579
Oglethorpe Charter	427	462	576	603	605	604	602	606	605	603
Southwest	711	683	881	832	788	760	750	800	750	719
West Chatham	1,001	1,040	993	921	869	875	888	984	1,043	1,064
Total Middle School	6,071	6,094	6,103	6,071	5,736	5,687	5,645	5,769	6,045	5,932

Source: District records

(Continued)

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GEORGIA

SCHOOL ENROLLMENT LAST TEN FISCAL YEARS

	Fiscal Year									
	2012 10th day Fall, '11	2013 10th day Fall, '12	2014 10th day Fall, '13	2015 10th day Fall, '14	2016 10th day Fall, '15	2017 10th day Fall, '16	2018 10th day Fall, '17	2019 10th day Fall, '18	2020 10th day Fall, '19	2021 10th day Fall, '20
High Schools:										
Beach	970	830	891	944	959	961	972	975	939	928
Gateway to College	18	-	-	-	-	-	-	-	-	-
Groves	1,304	730	667	635	659	674	691	712	771	870
Islands	730	833	946	932	973	1,013	1,028	1,001	1,033	988
Jenkins	1,294	1,152	978	1,012	973	1,028	1,029	1,024	1,025	964
Johnson	995	858	866	780	801	784	769	763	762	764
New Hampstead	-	920	1,198	1,300	1,352	1,321	1,201	1,305	1,178	1,219
Savannah Arts	765	774	790	814	858	893	914	953	967	966
Savannah Classical Acad HS	-	-	-	-	-	-	-	46	50	52
Savannah HS/Liberal Studies	762	715	676	644	587	529	534	500	587	630
Windsor Forest	1,179	1,159	1,109	1,098	1,078	1,073	1,091	1,021	1,012	964
Woodville-Tompkins	104	203	322	434	517	587	631	668	701	683
Total High School	8,121	8,174	8,443	8,593	8,757	8,863	8,860	8,968	9,025	9,028
Other Educational Programs:										
E-Learning Academy	-	-	-	-	-	-	-	-	-	900
Coastal GA Comp. Acad.	164	184	183	173	190	186	163	141	137	136
Corporate Academies	14	26	-	-	-	-	-	-	-	21
Early College	226	216	197	226	231	251	259	239	211	195
Fresh Start at Shuman ES	23	8	12	16	3	3	6	10	-	1
Bldg Bridges MS at Groves	-	-	-	-	40	25	15	16	15	15
Bldg Bridges HS at Scott WT	-	-	-	-	47	62	37	35	24	43
Susie King Taylor Comm. School	-	-	-	-	-	-	-	-	23	22
Alternative Learning at Scott	296	186	129	127	-	-	-	-	-	-
Woodville Tompkins Pre-K	22	22	22	19	22	14	21	20	22	22
Total Oth.Educ.Programs	745	642	543	561	533	541	501	461	432	1,355
Total Enrollment	35,808	36,452	37,235	38,032	38,112	37,837	37,339	37,190	37,090	36,437

Notes: Enrollment changes daily. Over the last ten fiscal years, the 10th day of school has been used for official enrollment reporting purposes.

Source: District records

**THE BOARD OF PUBLIC EDUCATION
FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GA**

SCHOOL BUILDINGS AND OTHER FACILITIES

	Grades	Date occupied¹	Square footage²	Acres³	Capacity⁴	FY2021 Enrollment⁵	Percentage of capacity used	Square footage per student
Elementary Schools:								
A.B. Williams Spencer	Pre-K - 5	2018	95,233.0	9.70	650	508	78%	187.5
Bloomingtondale	Pre-K - 5	1951	54,247.0	10.89	444	382	86%	142.0
Brock (fmrlly Bartow)	Pre-K - 5	2016	95,078.0	16.23	650	529	81%	179.7
Butler	Pre-K - 5	2011	85,906.0	14.78	600	473	79%	181.6
Coastal Empire Mntss	Pre-K - 3	2008	Leased	N/A	360	251	70%	N/A
Henderson Formey (fmrlly E.Broad)	Pre-K - 8	1990	100,554.0	12.95	846	330	39%	304.7
Ellis	Pre-K - 8	1929	53,136.0	0.60	500	454	91%	117.0
Gadsden	Pre-K - 5	2012	91,000.0	3.42	640	469	73%	194.0
Garden City	Pre-K - 5	1996	89,089.0	18.26	537	365	68%	244.1
Garrison	Pre-K - 8	1990	137,521.0	4.57	838	774	92%	177.7
Georgetown	Pre-K - 8	1994	89,089.0	22.97	758	601	79%	148.2
Godley Station	Pre-K - 8	2010	168,288.0	52.38	1,200	1,589	132%	105.9
Gould	Pre-K - 5	1956	80,730.0	16.98	755	710	94%	113.7
Haven	Pre-K - 5	2017	93,731.0	9.51	650	427	66%	219.5
Heard	Pre-K - 5	1957	76,824.0	7.85	635	635	100%	121.0
Hesse	Pre-K - 8	2015	144,251.0	12.38	1,150	1,157	101%	124.7
Hodge	Pre-K - 5	2014	91,173.0	14.50	650	430	66%	212.0
Howard	Pre-K - 5	2017	106,000.0	15.01	750	663	88%	159.9
Isle of Hope	Pre-K - 8	2014	120,389.0	9.80	800	719	90%	167.4
J.G. Smith	K - 5	1950	49,672.0	6.07	404	423	105%	117.4
Largo-Tibet	Pre-K - 5	2012	63,251.0	24.32	640	505	79%	125.2
Low	Pre-K - 5	2017	127,855.0	9.57	950	653	69%	195.8
Marshpoint	Pre-K - 5	1997	93,598.0	10.46	730	667	91%	140.3
Pooler	Pre-K - 5	1948	48,339.0	6.36	427	431	101%	112.2
Port Wentworth	Pre-K - 5	1937	72,836.0	20.15	687	589	86%	123.7
Pulaski	Pre-K - 5	2010	89,768.0	18.32	640	570	89%	157.5
Rice Creek (Pt.W.)	3 - 8	2015	142,653.0	29.96	1,000	806	81%	177.0
Savannah Classical Acad.	K - 8	2013	Leased	N/A	290	346	119%	N/A
Shuman	K - 5	1963	117,862.0	14.13	888	493	56%	239.1
Southwest	K - 5	1999	88,282.0	42.76	771	682	88%	129.4
Susie Taylor Comm. School	K - 8	2017	Leased	N/A	N/A	298	N/A	N/A
Tybee Isl. Maritime Acad.	K - 5	2013	Leased	N/A	225	331	147%	N/A
West Chatham	Pre-K - 5	1999	100,523.0	52.64	857	790	92%	127.2
White Bluff	Pre-K - 5	2020	99,969.0	15.34	800	492	62%	203.2
Windsor Forest	Pre-K - 5	1961	87,150.0	17.30	778	580	75%	150.3
TOTAL ELEMENTARY SCHOOLS			2,953,997.0	520.16	23,500	20,122	86%	146.8
Middle Schools:								
Bartlett	6-8	1962	121,486.0	13.13	1,036	687	66%	176.8
Coastal	6-8	1992	118,288.0	10.46	850	651	77%	181.7
DeRenne	6-8	1985	124,058.0	38.06	724	645	89%	192.3
Hubert	6-8	1960	100,465.0	9.49	716	561	78%	179.1
Mercer	6-8	1962	120,536.0	9.47	916	423	46%	285.0
Myers	6-8	2000	125,437.0	17.27	834	579	69%	216.6
Oglethorpe Charter	6-8	2012	108,000.0	16.30	600	603	101%	179.1
Southwest	6-8	1998	118,558.0	18.58	960	719	75%	164.9
West Chatham	6-8	1998	138,600.0	41.53	1,196	1,064	89%	130.3
TOTAL MIDDLE SCHOOLS			1,075,428.0	174.29	7,832	5,932	76%	181.3

(Continued)

THE BOARD OF PUBLIC EDUCATION FOR THE CITY OF SAVANNAH AND THE COUNTY OF CHATHAM, GA

SCHOOL BUILDINGS AND OTHER FACILITIES

	Grades	Date occupied ¹	Square footage ²	Acres ³	Capacity ⁴	FY2021 Enrollment ⁵	Percentage of capacity used	Square footage per student
High Schools:								
Beach	9-12	2013	200,000.0	23.10	1,200	928	77%	215.5
Groves	9-12	1958	190,517.0	24.36	1,672	870	52%	219.0
Islands	9-12	1992	153,424.0	17.11	986	988	100%	155.3
Jenkins	9-12	1956	168,914.0	28.71	1,433	964	67%	175.2
Johnson	9-12	2001	195,524.0	27.35	1,148	764	67%	255.9
New Hampstead	9-12	2012	175,370.0	77.00	1,200	1,219	102%	143.9
Savannah Arts	9-12	1937	135,989.0	7.49	700	966	138%	140.8
Savannah Classical HS	9-12	2013	Leased	N/A	50	52	104%	N/A
Sav'h HS/Liberal Studies	9-12	1998	244,410.0	51.37	1,443	630	57%	296.3
Windsor Forest	9-12	1969	182,643.0	24.62	1,369	964	70%	189.5
Woodville Tompkins TCI	9-12	1998	153,015.0	16.04	740	683	275%	75.1
TOTAL HIGH SCHOOLS			1,799,806.0	297.15	11,941	9,028	76%	199.4
Other Educational Programs:								
Coastal Georgia Comprehensive Academy	Pre-K - 12	1967	34,432.0	5.77	N/A	136	N/A	253.2
E-Learning Academy	K-12	2019	Online	N/A	N/A	900	N/A	N/A
Early College	9-12	1998	Housed at Savh HS	N/A	N/A	195	N/A	N/A
Fresh Start	K - 5	1963	Housed at Shuman ES	N/A	N/A	1	N/A	N/A
			Housed at Hopkins					
Building Bridges MS	6 - 8	1958	Swing Site	N/A	N/A	15	N/A	N/A
Building Bridges HS	9-12	2006	65,831.0	15.96	N/A	43	N/A	1,531.0
Susie Taylor Comm. School	6 - 8	2019	Leased	N/A	N/A	22	N/A	N/A
Corporate Academy		2021	Housed at WT	N/A	N/A	21	N/A	N/A
Woodville Tompkins		1998	Housed at WTTCl	N/A	N/A	22	N/A	N/A
TOTAL OTHER EDUCATIONAL PROGRAMS			100,263.00	21.73	N/A	1,355	N/A	N/A
Other Facilities:								
Central Office		1901	78,768.0	1.43				
Maintenance/Warehouse		1965	49,608.0	11.58				
Massie Heritage Center		1856	10,204.0	0.26				
Oatland Island		1927	48,277.0	181.51				
Riley Learning Center		1915	26,088.0	0.63				
Rockingham Farms			vacant land	19.74				
WTTCl Annex(fmrly SecondaryTech)		1967	59,500.0	5.56				
Thunderbolt - retired school		1968	50,551.0	5.99				
Transportation Facility		1989	27,690.0	6.17				
Whitney		1953	41,016.0	5.28				
TOTAL OTHER FACILITIES			391,702.0	238.15				
GRAND TOTAL			6,321,196.0	1,251.48	43,273	36,437	84%	

¹ District records

² Appraisal by CBIZ Valuation Group and district records. Does not include portable classrooms.

³ Chatham County Tax Assessor and district records

⁴ 2002 DeJong Associates, Inc., facility study and district records. Does not include portable classrooms.

⁵ Enrollment as of 10th day of school, FY 2021, per district records.