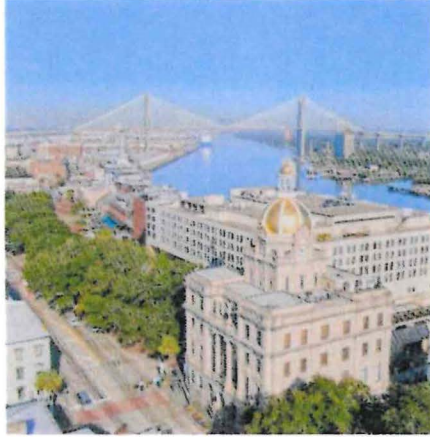


# Savannah, Georgia

Financial & Compliance Audit - December 31, 2025



*Presented by:*  
**Trey Scott, CPA**  
(912) 232-0475

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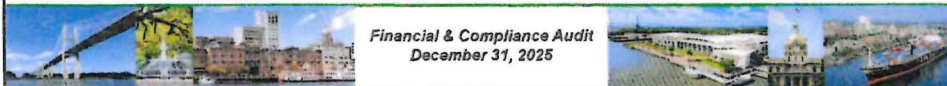


**Savannah,  
GEORGIA**

## Purpose of Today's Presentation

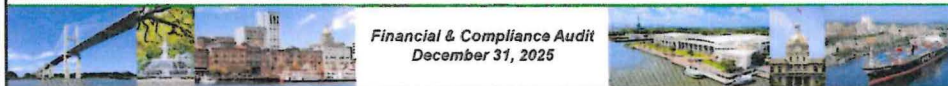
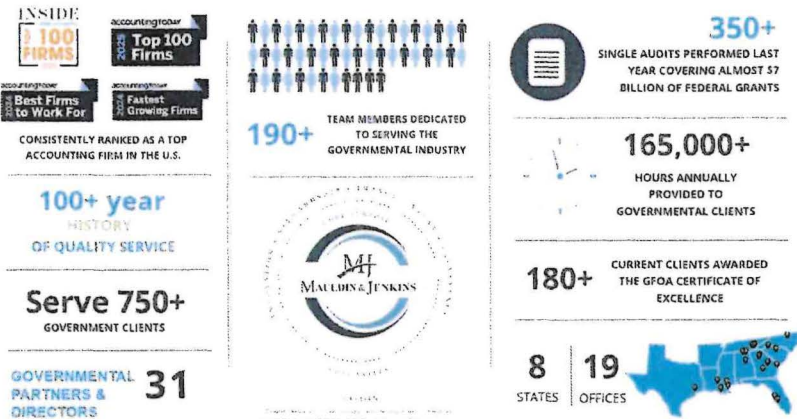
Overview of:

- **Mauldin & Jenkins**
- **Audit Opinion (Financial / Compliance)**
- **Financial Statement Highlights**
- **Other Audit Communications**
- **Other Matters (New Standards)**



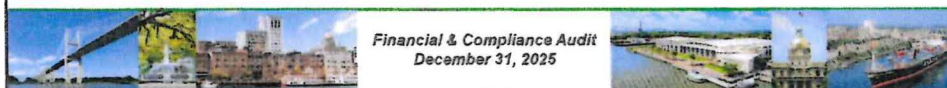
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## Engagement Team = Large Regional Firm



## Purpose of a Financial Statement Audit

- **What an Audit Does:**
  - Provides independent assurance on the financial statements
  - Confirms statements are fairly presented under GAAP
  - Focuses on areas of highest financial risk
- **What an Audit Does Not do:**
  - Evaluate day-to-day operations or performance
  - Test every transaction
  - Guarantee fraud will be detected
  - Catch every error

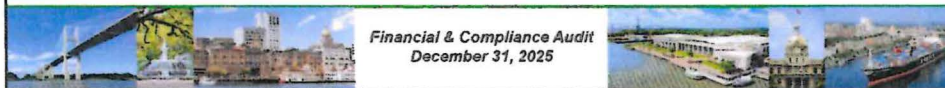


## Audit Opinion

- City = responsible for financial statements (ACFR).
- M&J = to express an opinion.
- Auditing Standards = *GAS and GAAS*.
- **Clean Opinion =**

**Financial Statements** - *The financial statements of Savannah, Georgia are considered to present fairly, in all material respects .....*

**Federal Pgms. of ~\$17.8M with 2 Major Programs (HUD and DOT) = ~\$4M -**  
*Complied, in all material respects.....*



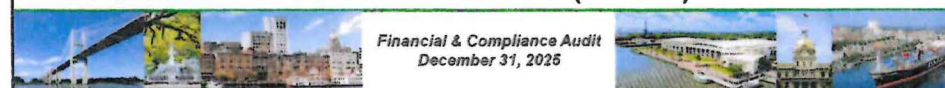
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## Award for ACFR

- Savannah has prepared an Annual Comprehensive Financial Report FY 2025.



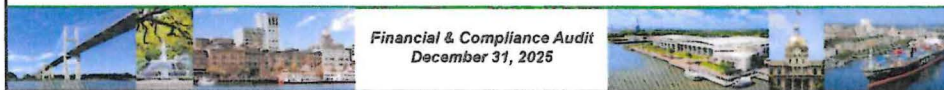
- Awarded **Certificate of Achievement for Excellence in Financial Reporting** from the Government Finance Officers Association (GFOA).



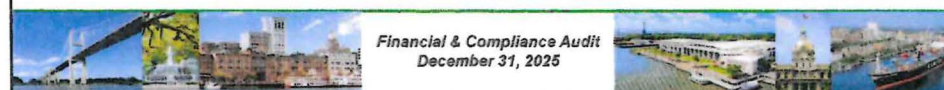
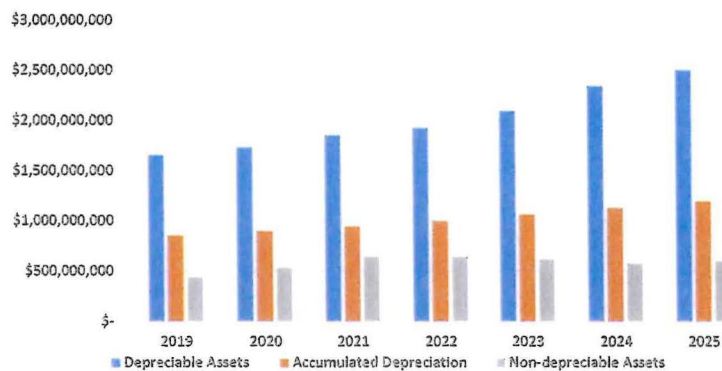
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### Entity-Wide Financial Statements

- \$2.9 billion = total assets
    - \$1.9 billion = capital assets, net of A/D
  - \$.6 billion = total liabilities
  - \$2.3 billion = net position (or equity)
- 
- \$663 million = revenues (~\$1 M dec. from py)
  - \$526 million = expenses (~\$49M inc. from py)
  - \$137 million = result = net change

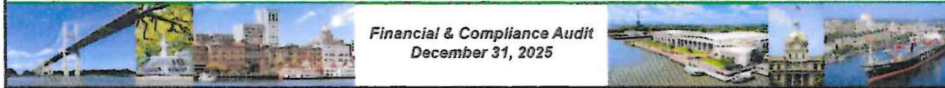


### Capital Asset Activity – Govt Wide – Last 7 Years

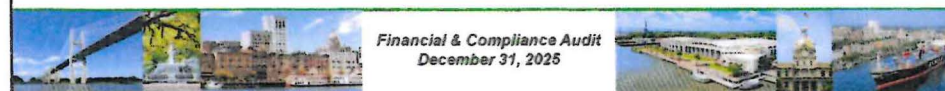
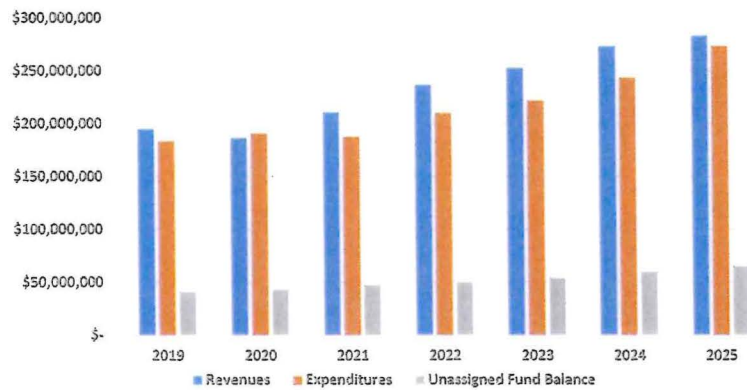


## General Fund Financial Statements

- **\$242.0 million = total assets**
  - **\$170.8 million = total liabilities**
  - **\$71.2 million = fund balance (3.1 months = 102 days)**
  - **\$64.7 million = unassigned (2.8 months = 88 days)**
- 
- **\$302.0 million = revenues & other fin sources**
  - **\$295.0 million = expenditures & transfers out**
  - **\$7.0 million = net increase in fund balance**



## Revenues & Expenditures Over the Past 7 Years



### Water / Sewer Financial Statements

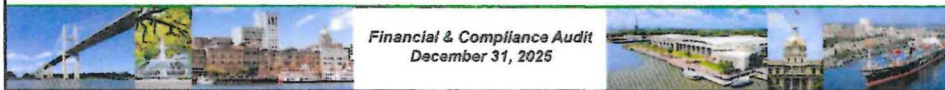
- **\$761.3 million = total assets** (\$602M = net capital assets)
- **\$60.0 million = total liabilities**
- **\$701.3 million = net position (or equity)**

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- **\$157.3 million = total revenues & other sources**
- **\$104.1 million = total expenses & other uses**
- **\$53.2 million = increase in net position**

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- **\$12.4 million = Dec. in Cash** (\$28 M gen. from ops)



### Pension & OPEB Trust Funds Financial Statements

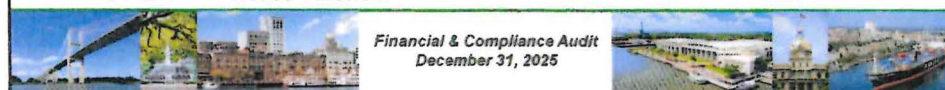
- **\$637.8 million = net position (or equity)**  
available to fund participants

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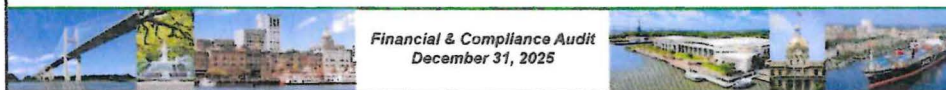
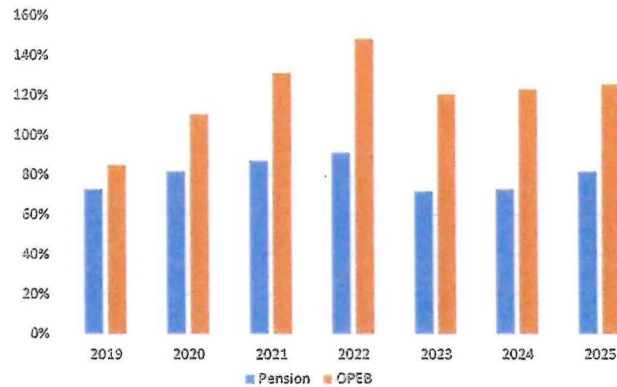
- **\$28.5 million = total contributions**
- **\$76.6 million = net investment income**
- **\$50.2 million = total benefit & admin expenses**
- **\$54.9 million = increase in net position**

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- Pension 82% funded
- OPEB 126% funded

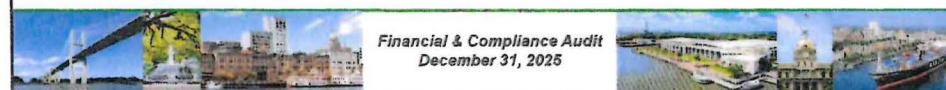


### Pension and OPEB Funded Status – Past 7 Plan Years



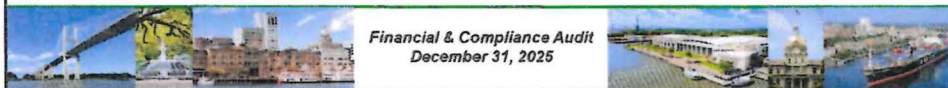
### Other Communications

- We are required to present information relative to the audit process and its results.
- Significant areas addressed in our reports:
  - Judgments & estimates;
  - Audit adjustments;
  - Independence;
  - Other.



## New Financial Reporting GASB Standards

- #103 – *Financial Reporting Model Improvements (2026)*
- #104 – *Disclosure of Certain capital Assets (2026)*
- #105 – *Subsequent Events (2027)*



## Newsletters, Free Continuing Education, Closing

### Newsletters

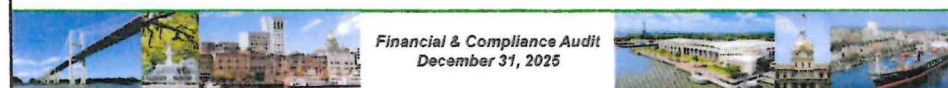
Written by M&J on topics pertinent  
to local governments in Georgia.

### Free Continuing Education

Since March 2009, quarterly  
continuing education is provided  
by M&J to government clients.

### Closing

Thanks, Questions, Thoughts.



# Savannah, Georgia

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*Presented by:*

*Trey Scott*