

CITY OF TYBEE ISLAND, GEORGIA
Tybee Island, Georgia

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2024



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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of City Council
City of Tybee Island, Georgia
Tybee Island, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tybee Island, Georgia (the City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tybee Island, Georgia, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof, and the budgetary comparison information for the General Fund and the Room Tax Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Honorable Mayor and Members of City Council
City of Tybee Island, Georgia

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, comprised of the management’s discussion and analysis, schedule changes in the City’s net pension liability and related ratios, and the schedule of City contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City’s basic financial statements. The combining and individual fund statements and the schedules of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia (O.C.G.A.) §48-8-121, (supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 19, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

As management of the City of Tybee Island (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Tybee Island for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2024 are as follows:

- The City's total net position is \$55,859,194 an increase of \$543,039. Net position from governmental activities increased \$281,983 and business-type activities increased \$261,056.
- The General Fund reported fund balance of \$10,789,104. This is a decrease of \$4.3 million over the prior year. The City purchased land and completed multiple capital purchases in current year.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. All governmental and business-type activities are consolidated to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. It is important to note that this statement consolidates the governmental fund's current financial resources (short-term) with capital assets, deferred outflows of resources, long-term liabilities, and deferred inflows of resources.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The governmental activities of the City include general government, judicial, public safety, public works, culture and recreation, and housing and community development.

The business-type activities of the City include water and sewer, sanitation, and campground management.

CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

The City's government-wide financial statements are presented on pages 1 and 2.

Reporting the City's Most Significant Funds

Unlike government-wide financial statements, the focus of fund financial statements is directed at specific activities of the City rather than the City as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations. The City's fund financial statements are divided into two broad categories, namely: (1) governmental funds, and (2) proprietary funds.

Governmental Funds

The governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures and change in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's assets, liabilities and deferred inflows of resources is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements; however, because different accounting bases are used to prepare fund financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis at the bottom of the balance sheet that reconciles the total fund balance to the amount of net position presented in the governmental activities column on the statement of net position. Also, there is an analysis at the bottom of the statement of revenues, expenditures and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities column in the statement of activities.

The City presents, in separate columns, funds that are most significant to the City (major funds) and all other governmental funds are aggregated and reported in a single column (nonmajor funds). The City's governmental fund financial statements are presented on pages 3 through 9.

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Proprietary Funds

The proprietary fund financial statements consist of a statement of net position, statement of revenues, expenses, and changes in fund net position and statement of cash flows, and are prepared on an accounting basis that is similar to the basis used to prepare the government-wide financial statements. The City uses proprietary funds to account for business-type activities that charge fees to customers for the use of specific goods or services. For the most part, the balances and activities accounted for in the City's proprietary funds are also reported in the business-type activities columns of the government-wide financial statements.

The City presents, in separate columns, proprietary funds that are most significant to the City and all other proprietary funds are aggregated and reported in a single column. A statement of cash flows is presented at the fund financial statement level for proprietary funds, but no equivalent statement is presented in the government-wide financial statements for either governmental activities or business-type activities.

The City's proprietary fund financial statements are presented on pages 10 through 13.

Overview of the City's Financial Position and Operations

The City's overall financial position and operations for the past two years are summarized as follows based on the information included in the government-wide financial statements (see pages 1 and 2):

City of Tybee Island Summary of Net Position						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 17,105,004	\$ 20,922,159	\$ 6,422,419	\$ 6,622,930	\$ 23,527,423	\$ 27,545,089
Capital assets	28,523,284	22,885,137	27,489,916	26,227,172	56,013,200	49,112,309
Total assets	45,628,288	43,807,296	33,912,335	32,850,102	79,540,623	76,657,398
Deferred outflows of resources	1,159,541	1,926,037	204,617	350,806	1,364,158	2,276,843
Total assets and deferred outflows	46,787,829	45,733,333	34,116,952	33,200,908	80,904,781	78,934,241
Current liabilities	3,279,403	3,020,162	1,460,817	1,144,844	4,740,220	4,165,006
Long-term liabilities	7,748,548	7,156,284	10,538,901	10,038,141	18,287,449	17,194,425
Total liabilities	11,027,951	10,176,446	11,999,718	11,182,985	23,027,669	21,359,431
Deferred inflows of resources	268,936	347,928	1,748,982	1,910,727	2,017,918	2,258,655
Total liabilities and deferred inflows	11,296,887	10,524,374	13,748,700	13,093,712	25,045,587	23,618,086
Net investment in capital assets	25,573,462	19,797,415	17,726,756	16,951,840	43,300,218	36,749,255
Restricted for capital outlay	135,878	128,420	1,193,538	600,070	1,329,416	728,490
Restricted for debt service	1,244,529	1,890,617	-	-	1,244,529	1,890,617
Unrestricted	8,537,073	13,392,507	1,447,958	2,555,286	9,985,031	15,947,793
Total net position	\$ 35,490,942	\$ 35,208,959	\$ 20,368,252	\$ 20,107,196	\$ 55,859,194	\$ 55,316,155

CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

Financial Position

The total net position of the City increased by \$543,039, or .9%, as noted in the table above. The governmental activities net position increased by \$281,983 while the business-type activities net position increased by \$261,056.

City of Tybee Island Changes in Net Position						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	\$ 9,247,913	\$ 8,932,632	\$ 7,077,255	\$ 6,795,840	\$ 16,325,168	\$ 15,728,472
Operating grants and contributions	127,521	-	-	-	127,521	-
Capital grants and contributions	1,822,494	1,578,066	6,000	12,000	1,828,494	1,590,066
General revenues:						
Taxes:						
Property taxes	2,898,921	2,383,510	-	-	2,898,921	2,383,510
Other taxes	10,152,795	10,981,643	-	-	10,152,795	10,981,643
Investment earnings	645,683	431,682	252,580	98,307	898,263	529,989
Miscellaneous	247,217	144,223	220,841	191,403	468,058	335,626
Gain (Loss) on disposal of assets	425	-	-	-	425	-
Total revenue	25,142,969	24,451,756	7,556,676	7,097,550	32,699,645	31,549,306
Expenses						
General government	6,008,113	4,822,030	-	-	6,008,113	4,822,030
Judicial	850,110	931,228	-	-	850,110	931,228
Public safety	8,766,731	7,987,296	-	-	8,766,731	7,987,296
Public works	4,102,843	3,860,868	-	-	4,102,843	3,860,868
Culture, recreation, and education	3,476,895	3,815,308	-	-	3,476,895	3,815,308
Housing and community development	1,243,134	878,838	-	-	1,243,134	878,838
Interest and fiscal charges	186,139	139,292	-	-	186,139	139,292
Water and sewer	-	-	4,570,367	3,659,575	4,570,367	3,659,575
River's end RV park	-	-	1,671,320	1,463,191	1,671,320	1,463,191
Solid waste	-	-	1,280,954	1,258,574	1,280,954	1,258,574
Total expenses	24,633,965	22,434,860	7,522,641	6,381,340	32,156,606	28,816,200
Increase in net position before transfers	509,004	2,016,896	34,035	716,210	543,039	2,733,106
Transfers	(227,021)	(204,946)	227,021	204,946	-	-
Change in net position	281,983	1,811,950	261,056	921,156	543,039	2,733,106
Net position - beginning	35,208,959	33,397,009	20,107,196	19,186,040	55,316,155	52,583,049
Net position - ending	\$ 35,490,942	\$ 35,208,959	\$ 20,368,252	\$ 20,107,196	\$ 55,859,194	\$ 55,316,155

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Governmental Activities

The total revenues for governmental activities increased \$691,213 or 2.83%. More revenue was generated through property taxes, as well as grant revenue. Local option sales tax decreased for previous year, but investment income increased as the City capitalized on higher return rates.

Total governmental expenses have increased \$2.2 million, or 9.80%. General Government expense increased \$1.2 million as a result of software upgrades, compliance costs and legal services. Public Safety increased \$779,435 due to system upgrades, software additions and personnel promotions.

Business-type Activities

Net position for business-type activities increased \$261,056. The Water and Sewer Fund had a decrease of \$738,709; the River's End RV Park Fund increased by \$999,765; and the Solid Waste Fund remained the same as the prior year. Below is the analysis of each enterprise fund.

Water and Sewer Fund

Water and Sewer operating revenues increased \$165,461, or 4.59%, which is slightly more than the prior year. Operating expenses increased \$799,509 or 22.44% as a result of higher repair and maintenance costs and depreciation and amortization.

City of Tybee Island Water and Sewer Fund

	2024	2023	\$ Change	% Change
Operating revenues	\$ 3,768,595	\$ 3,603,134	\$ 165,461	4.59%
Operating expenses	4,361,785	3,562,276	799,509	22.44%
Net operating income (loss)	<u>(593,190)</u>	<u>40,858</u>	<u>(634,048)</u>	
Nonoperating income (expenses)	<u>(151,519)</u>	<u>(97,299)</u>	<u>(54,220)</u>	55.73%
Income (loss) before contributions and transfers	<u>(744,709)</u>	<u>(56,441)</u>	<u>(688,268)</u>	
Capital contributions	<u>6,000</u>	<u>12,000</u>	<u>(6,000)</u>	-50.00%
Change in net position	(738,709)	(44,441)	(694,268)	
Beginning net position	\$ 12,212,875	\$ 12,257,316	(44,441)	-0.36%
Ending net position	<u>\$ 11,474,166</u>	<u>\$ 12,212,875</u>	<u>(738,709)</u>	-6.05%

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Solid Waste Collection Fund

Solid Waste operating revenues increased \$305 or .03%. Operating expenses increased 1.78% over prior year due to higher user fees. The General Fund transferred \$227,021 to the Solid Waste Collection Fund to cover operating deficits.

City of Tybee Solid Waste Collection Fund

	2024	2023	\$ Change	% Change
Operating revenues	\$ 1,053,933	\$ 1,053,628	\$ 305	0.03%
Operating expenses	1,280,954	1,258,574	22,380	1.78%
Net operating income (loss)	<u>(227,021)</u>	<u>(204,946)</u>	<u>(22,075)</u>	
Transfers in	<u>227,021</u>	<u>204,946</u>	<u>22,075</u>	10.77%
Change in net position	-	-	-	
Beginning net position	\$ 7,083	\$ 7,083	-	0.00%
Ending net position	<u>\$ 7,083</u>	<u>\$ 7,083</u>	<u>-</u>	0.00%

River's End RV Park Fund

Operating revenues for the River's End RV Park Fund increased \$145,087, or 6.23%. Operating expenses increased \$218,104, or 15.29%.

City of Tybee Island River's End RV Park Fund

	2024	2023	\$ Change	% Change
Operating revenues	\$ 2,475,568	\$ 2,330,481	\$ 145,087	6.23%
Operating expenses	1,644,095	1,425,991	218,104	15.29%
Net operating income (loss)	<u>831,473</u>	<u>904,490</u>	<u>(73,017)</u>	-8.07%
Nonoperating income (expenses)	<u>168,292</u>	<u>61,107</u>	<u>107,185</u>	175.41%
Income (loss) transfers	<u>999,765</u>	<u>965,597</u>	<u>34,168</u>	3.54%
Change in net position	999,765	965,597	34,168	3.54%
Beginning net position	\$ 7,887,238	\$ 6,921,641	965,597	13.95%
Ending net position	<u>\$ 8,887,003</u>	<u>\$ 7,887,238</u>	<u>999,765</u>	12.68%

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Financial Analysis of the City's Funds

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

Governmental Fund Balance

The City's combined fund balances as of the end of the current year for governmental funds, presented on pages 3 and 5 were \$11,748,749. This balance represents a decrease of \$4,546,720, or 28%, from last year's ending balance. The City expected a \$5.1 million decrease for use of fund balance to purchase property and for capital purchases approved in budget. The tables below reflect changes in governmental fund balances.

The City Council assigned \$5,731,057, or 53%, of the General Fund's fund balance for economic stabilization, \$3,063,262, or 28% for beach renourishment and \$79,253 for the Back River Study. The City council committed \$593,562 of the General Fund's fund balance for capital projects.

The following table reflects changes in the fund balance for the City's governmental funds.

City of Tybee Island Governmental Fund Balance (Deficit)

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
General Fund	\$ 10,789,104	\$ 15,100,748	\$ (4,311,644)	-28.55%
Grant Fund	(717,329)	(887,241)	169,912	-19.15%
Confiscated Asset Fund	36,487	26,267	10,220	38.91%
Capital Projects Fund	226,380	-	226,380	100.00%
SPLOST 2003 Fund	121,887	121,887	-	0.00%
SPLOST 2014 Fund	527,416	499,605	27,811	5.57%
SPLOST 2020 Fund	595,226	1,269,125	(673,899)	-53.10%
Debt Service Fund	169,578	165,078	4,500	2.73%
Total fund balance	<u>\$ 11,748,749</u>	<u>\$ 16,295,469</u>	<u>(4,546,720)</u>	-27.90%

CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

The components of changes to governmental fund balances are analyzed in the table below:

City of Tybee Island Governmental Fund Balance (Deficit)				
	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Revenues				
Taxes	\$ 12,731,486	\$ 13,084,152	\$ (352,666)	-2.70%
Intergovernmental	1,995,174	1,566,005	429,169	27.41%
Licenses and Permits	1,040,900	962,341	78,559	8.16%
Fine, Forfeitures and Penalties	1,471,310	1,565,822	(94,512)	-6.04%
Charges for Services	6,735,703	6,404,469	331,234	5.17%
Investment Income	645,683	431,682	214,001	49.57%
Miscellaneous	<u>247,217</u>	<u>144,223</u>	<u>102,994</u>	71.41%
Total Revenues	24,867,473	24,158,694	708,779	2.93%
Expenditures				
Current:				
General Government	5,474,360	4,480,664	993,696	22.18%
Judicial	824,573	920,929	(96,356)	-10.46%
Public Safety	8,011,548	7,610,830	400,718	5.27%
Public Works	3,519,821	3,153,289	366,532	11.62%
Culture, Recreation and Education	3,065,429	3,069,361	(3,932)	-0.13%
Housing and Community Development	1,230,079	873,586	356,493	40.81%
Capital Outlay	7,052,792	4,180,851	2,871,941	68.69%
Principal	464,100	135,000	329,100	243.78%
Interest and Fiscal Charges	<u>153,999</u>	<u>114,050</u>	<u>39,949</u>	35.03%
Total Expenditures	29,796,701	24,538,560	5,258,141	21.43%
Excess of revenues over (under) expenditures	(4,929,228)	(379,866)	(4,549,362)	1197.62%
Other financing sources (uses)				
Sale of City Property	425	-	425	100.00%
Leases	609,104	498,847	110,257	22.10%
Transfers In	9,487,635	7,435,473	2,052,162	27.60%
Transfers Out	<u>(9,714,656)</u>	<u>(7,640,419)</u>	<u>(2,074,237)</u>	27.15%
	382,508	293,901	88,607	30.15%
Net change in fund balance	(4,546,720)	(85,965)	(4,460,755)	5189.04%
Fund balance, beginning of year	<u>16,295,469</u>	<u>16,381,434</u>	<u>(85,965)</u>	-0.52%
Fund balance, end of year	<u><u>11,748,749</u></u>	<u><u>16,295,469</u></u>	<u><u>(4,546,720)</u></u>	-27.90%

CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

Overall governmental revenues decreased \$708,779, or 2.93%. Intergovernmental revenues increased \$429,169, or 27.41%, as more grant money was received compared to prior year. Investment income increased \$214,001 as the City capitalized on favorable interest rates.

Overall governmental expenditures increased \$5.3 million or 21.43%. General government expenditures increased \$993,696, or 22.18%, as a result of technology upgrades, compliance requirements and personnel changes. Housing and community development increased with grant activity, and capital outlays increased with numerous capital projects and a property purchase.

The City's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The final budgets passed by the City Council anticipated using \$5.1 million in General Fund fund balance to acquire property as well numerous capital purchases. A comparison of the final budgetary figures and the actual budgetary figures for revenues are located on pages 7 through 9.

- For the General Fund, the actual operating revenues were \$401,056 more than budgeted. Operating revenues were budgeted for \$15,373,440, and actual operating revenues were \$15,774,496. The most significant variances were property tax revenue which was \$483,203 and investment income which was \$408,058 more than budgeted due to conservative budgeting. Parking revenue was \$649,802 less than anticipated.
- The actual operating expenditures of \$18,584,417 were \$815,977 less than the budgeted amount of \$19,400,394. There were no department deficits in the current year.

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Capital Asset and Debt Administration

Capital Assets

The City has invested \$54,709,904 in capital assets (net of depreciation). Capital assets held by the City at the end of the current and previous year are summarized below:

City of Tybee Island Capital Asset Year-end Comparison						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 3,514,370	\$ 1,102,857	6,973,632	\$ 6,973,632	\$ 10,488,002	\$ 8,076,489
Construction in Progress	1,512,140	1,317,738	-	-	1,512,140	1,317,738
Land Improvements	-	-	357,003	357,003	357,003	357,003
Buildings	17,161,112	14,496,210	780,643	780,643	17,941,755	15,276,853
Machinery and Equipment	10,082,748	8,634,716	2,039,118	1,941,326	12,121,866	10,576,042
Infrastructure	<u>7,578,846</u>	<u>7,578,846</u>	<u>27,121,051</u>	<u>26,180,513</u>	<u>34,699,897</u>	<u>33,759,359</u>
Total Capital Assets	39,849,216	33,130,367	37,271,447	36,233,117	77,120,663	69,363,484
Less: Accumulated						
Depreciation	<u>(11,325,932)</u>	<u>(10,245,230)</u>	<u>(11,084,827)</u>	<u>(10,005,945)</u>	<u>(22,410,759)</u>	<u>(20,251,175)</u>
Capital Assets, Net	<u>\$ 28,523,284</u>	<u>\$ 22,885,137</u>	<u>\$ 26,186,620</u>	<u>\$ 26,227,172</u>	<u>\$ 54,709,904</u>	<u>\$ 49,112,309</u>
Percentage Depreciated	32.52%	33.36%	36.59%	34.20%	34.41%	33.77%

The schedules of capital asset activity are reported in Note 5 of the financial statements. The City added \$6.7 million of new governmental capital assets. The City added \$1.038 million of new business-type capital assets.

**CITY OF TYBEE ISLAND, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Long-Term Debt

At the end of the current year, the City had long-term debt related to governmental activities of \$7,748,548 and \$10,038,141 for business-type activities. The debt position of the City is summarized below and is more fully analyzed in Note 6 of the financial statements.

Debt	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Leases	\$ 1,144,921	\$ 864,917	\$ 151,208	\$ 198,665	\$ 1,296,129	\$ 1,063,582
Chatham Co. Recreation Bond	2,910,135	3,055,144	1,050,631	1,519,293	3,960,766	4,574,437
Water and Sewer Bonds	-	-	6,339,937	5,225,033	6,339,937	5,225,033
Notes Payable	-	-	2,373,553	2,543,414	2,373,553	2,543,414
Compensated Absences	477,986	560,048	56,150	64,300	534,136	624,348
Net Pension Liability	3,215,506	2,676,175	567,421	487,436	3,782,927	3,163,611
	<u>\$ 7,748,548</u>	<u>\$ 7,156,284</u>	<u>\$ 10,538,900</u>	<u>\$ 10,038,141</u>	<u>\$ 18,287,448</u>	<u>\$ 17,194,425</u>

Economic Factors and Next Year's Budgets and Rates

Currently known facts, decisions or conditions that could have a significant effect on the financial position or results of operations include:

The City also expects to increase water/sewer rates by 15% in 2025.

The City has seen a steady decrease in foot traffic across the island resulting in decreased room revenue and parking revenue.

The City expects the tax digest to remain consistent with the prior year.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City's Finance Department, City Hall, 403 Butler Street, Tybee Island, Georgia 31328 or by calling the Finance Director at (912) 472-5021.

BASIC FINANCIAL STATEMENTS

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 12,913,243	\$ 2,418,375	\$ 15,331,618
Receivables			
Taxes	1,812,419	-	1,812,419
Accounts (net)	172,937	458,873	631,810
Leases	291,632	1,856,338	2,147,970
Due from Other Governments	575,694	-	575,694
Inventory	-	130,356	130,356
Prepaid Items	233,845	212,770	446,615
Restricted - Cash and Cash Equivalents	-	1,193,538	1,193,538
Leased Assets, Net of Accumulated Amortization	1,105,234	152,169	1,257,403
Capital Assets			
Nondepreciable	5,026,510	8,276,928	13,303,438
Depreciable, Net of Accumulated Depreciation	23,496,774	19,212,988	42,709,762
Total Capital Assets	<u>28,523,284</u>	<u>27,489,916</u>	<u>56,013,200</u>
Total Assets	45,628,288	33,912,335	79,540,623
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Amounts	<u>1,159,541</u>	<u>204,617</u>	<u>1,364,158</u>
Total Deferred Outflows of Resources	1,159,541	204,617	1,364,158
LIABILITIES			
Accounts Payable	\$ 1,546,094	\$ 917,651	\$ 2,463,745
Accrued and Other Current Liabilities	575,173	154,966	730,139
Unearned Revenues	1,143,836	-	1,143,836
Customer Deposits Payable	14,300	388,200	402,500
Long-Term Obligations			
Due Within One Year	969,557	1,360,538	2,330,095
Due in More than One Year	6,778,991	9,178,363	15,957,354
Total Liabilities	<u>11,027,951</u>	<u>11,999,718</u>	<u>23,027,669</u>
DEFERRED INFLOWS OF RESOURCES			
Lease Related Amounts	<u>268,936</u>	<u>1,748,982</u>	<u>2,017,918</u>
Total Deferred Inflows of Resources	268,936	1,748,982	2,017,918
NET POSITION			
Net Investment in Capital Assets	25,573,462	17,726,756	43,300,218
Restricted			
Debt Service	135,878	1,193,538	1,329,416
SPLOST Capital Projects	1,244,529	-	1,244,529
Unrestricted	<u>8,537,073</u>	<u>1,447,958</u>	<u>9,985,031</u>
Total Net Position	<u>\$ 35,490,942</u>	<u>\$ 20,368,252</u>	<u>\$ 55,859,194</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals
GOVERNMENTAL ACTIVITIES							
General Government	\$ 6,008,113	\$ 7,074,456	\$ -	\$ -	\$ 1,066,343	\$ -	\$ 1,066,343
Judicial	850,110	626,808	-	-	(223,302)	-	(223,302)
Public Safety	8,766,731	684,656	-	1,161,144	(6,920,931)	-	(6,920,931)
Public works	4,102,843	37,594	127,521	5,712	(3,932,016)	-	(3,932,016)
Culture and Recreation	3,476,895	40,775	-	655,638	(2,780,482)	-	(2,780,482)
Housing and Community Development	1,243,134	783,624	-	-	(459,510)	-	(459,510)
Interest and Fiscal Charges	186,139	-	-	-	(186,139)	-	(186,139)
Total Governmental Activities	24,633,965	9,247,913	127,521	1,822,494	(13,436,037)	-	(13,436,037)
BUSINESS-TYPE ACTIVITIES							
Water and Sewer	4,570,367	3,587,053	-	6,000	-	(977,314)	(977,314)
River's End RV Park	1,671,320	2,436,269	-	-	-	764,949	764,949
Solid Waste Collection	1,280,954	1,053,933	-	-	-	(227,021)	(227,021)
Total Business-Type Activities	7,522,641	7,077,255	-	6,000	-	(439,386)	(439,386)
Total Primary Government	\$ 32,156,606	\$ 16,325,168	\$ 127,521	\$ 1,828,494	\$ (13,436,037)	\$ (439,386)	\$ (13,875,423)
General Revenues							
Property Taxes					2,898,921	-	2,898,921
Sales Taxes					1,689,439	-	1,689,439
Room Taxes					6,992,131	-	6,992,131
Franchise Taxes					513,926	-	513,926
Insurance Premium Taxes					275,863	-	275,863
Other Taxes					681,436	-	681,436
Investment Earnings					645,683	252,580	898,263
Miscellaneous					247,217	220,841	468,058
Gain (Loss) on Disposal of Asset					425	-	425
Transfers					(227,021)	227,021	-
Total General Revenues and Transfers					13,718,020	700,442	14,418,462
CHANGE IN NET POSITION							
					281,983	261,056	543,039
Net Position - July 1					35,208,959	20,107,196	55,316,155
NET POSITION - JUNE 30							
					\$ 35,490,942	\$ 20,368,252	\$ 55,859,194

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Room Tax Fund	Grants Fund	Capital Projects Fund	American Rescue Act Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 9,361,264	\$ -	\$ -	\$ 379,156	\$ 1,143,836	\$ 2,028,987	\$ 12,913,243
Receivables:							
Taxes (net)	602,748	1,209,671	-	-	-	-	1,812,419
Accounts (net)	127,917	-	-	-	-	45,020	172,937
Leases	291,632	-	-	-	-	-	291,632
Due from Other Governments	162,509	-	413,185	-	-	-	575,694
Due from Other Funds	691,448	-	-	-	-	-	691,448
Advances to Other Funds	712,415	-	-	-	-	-	712,415
Prepaid Items	233,845	-	-	-	-	-	233,845
Total Assets	\$ 12,183,778	\$ 1,209,671	\$ 413,185	\$ 379,156	\$ 1,143,836	\$ 2,074,007	\$ 17,403,633
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable	\$ 482,287	\$ 518,223	\$ 4,915	\$ 44,992	\$ -	\$ 495,677	\$ 1,546,094
Accrued Liabilities	304,603	-	-	107,784	-	127,736	540,123
Due to Other Funds	-	691,448	-	-	-	-	691,448
Deposits Payable	14,300	-	-	-	-	-	14,300
Unearned Revenue	-	-	-	-	1,143,836	-	1,143,836
Advances from Other Funds	-	-	712,415	-	-	-	712,415
Total Liabilities	801,190	1,209,671	717,330	152,776	1,143,836	623,413	4,648,216
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Intergovernmental	4,318	-	-	-	-	-	4,318
Unavailable Revenue - Grants	-	-	413,184	-	-	-	413,184
Leases	268,936	-	-	-	-	-	268,936
Unavailable Revenue - Property Taxes	320,230	-	-	-	-	-	320,230
Total Deferred Inflows of Resources	593,484	-	413,184	-	-	-	1,006,668
FUND BALANCES (DEFICITS)							
Nonspendable	233,845	-	-	-	-	-	233,845
Restricted							
Capital Projects	-	-	-	-	-	1,244,529	1,244,529
Public Safety Vehicles	-	-	-	-	-	36,487	36,487
Debt Service	-	-	-	-	-	169,578	169,578
Committed							
Future Capital Projects	593,562	-	-	226,380	-	-	819,942
Assigned							
Economic Stabilization	5,731,057	-	-	-	-	-	5,731,057
Back River Study	79,253	-	-	-	-	-	79,253
Beach Renourishment	3,063,262	-	-	-	-	-	3,063,262
Unassigned	1,088,125	-	(717,329)	-	-	-	370,796
Total Fund Balances (Deficits)	10,789,104	-	(717,329)	226,380	-	1,450,594	11,748,749
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,183,778	\$ 1,209,671	\$ 413,185	\$ 379,156	\$ 1,143,836	\$ 2,074,007	\$ 17,403,633

See accompanying Notes to Basic Financial Statements.

**CITY OF TYBEE ISLAND, GEORGIA
RECONCILIATION OF GOVERNMENTAL FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 1899**

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total fund balance for governmental funds	\$ 11,748,749
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 funds.	28,523,284
Leased assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	1,105,234
Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements	
Receivables Not Available Within 60 Days After Year-End	737,732
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.	
Deferred Outflows Related to Pensions	1,159,541
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	
Revenue Bonds	(2,760,000)
Premium on Debt	(150,135)
Compensated Absences	(477,986)
Net Pension (Liability) Asset	(3,215,506)
Lease Liability	(1,144,921)
Accrued Interest on Long-Term Obligations	<u>(35,050)</u>
Net position of governmental activities as reported on the statement of net position	<u>\$ 35,490,942</u>

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General Fund	Room Tax Fund	Grant Fund	Capital Projects Fund	American Rescue Act Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 5,739,355	\$ 6,992,131	\$ -	\$ -	\$ -	\$ -	\$12,731,486
Intergovernmental	127,521	-	700,797	-	5,712	1,161,144	1,995,174
Licenses and Permits	1,040,900	-	-	-	-	-	1,040,900
Fine, Forfeitures and Penalties	1,471,310	-	-	-	-	-	1,471,310
Charges for Services	6,640,135	-	-	-	-	95,568	6,735,703
Investment Income	558,058	-	-	-	-	87,625	645,683
Miscellaneous	197,217	-	-	50,000	-	-	247,217
Total Revenues	<u>15,774,496</u>	<u>6,992,131</u>	<u>700,797</u>	<u>50,000</u>	<u>5,712</u>	<u>1,344,337</u>	<u>24,867,473</u>
EXPENDITURES							
Current:							
General Government	5,474,360	-	-	-	-	-	5,474,360
Judicial	824,573	-	-	-	-	-	824,573
Public Safety	7,491,520	-	-	-	-	520,028	8,011,548
Public Works	3,519,821	-	-	-	-	-	3,519,821
Culture, Recreation and Education	-	3,065,429	-	-	-	-	3,065,429
Housing and Community Development	901,544	-	328,535	-	-	-	1,230,079
Capital Outlay	-	-	202,350	4,949,873	5,712	1,894,857	7,052,792
Debt Service:							
Principal	329,100	-	-	-	-	135,000	464,100
Interest and Fiscal Charges	43,499	-	-	-	-	110,500	153,999
Total Expenditures	<u>18,584,417</u>	<u>3,065,429</u>	<u>530,885</u>	<u>4,949,873</u>	<u>5,712</u>	<u>2,660,385</u>	<u>29,796,701</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,809,921)	3,926,702	169,912	(4,899,873)	-	(1,316,048)	(4,929,228)
OTHER FINANCING SOURCES (USES)							
Sale of City Property	425	-	-	-	-	-	425
Leases	609,104	-	-	-	-	-	609,104
Transfers In	3,676,702	-	-	5,126,253	-	684,680	9,487,635
Transfers Out	(5,787,954)	(3,926,702)	-	-	-	-	(9,714,656)
Net Other Financing Sources (Uses)	<u>(1,501,723)</u>	<u>(3,926,702)</u>	<u>-</u>	<u>5,126,253</u>	<u>-</u>	<u>684,680</u>	<u>382,508</u>
NET CHANGE IN FUND BALANCES	(4,311,644)	-	169,912	226,380	-	(631,368)	(4,546,720)
Fund Balances (Deficits) - Beginning of Year	<u>15,100,748</u>	<u>-</u>	<u>(887,241)</u>	<u>-</u>	<u>-</u>	<u>2,081,962</u>	<u>16,295,469</u>
FUND BALANCES (Deficits) - END OF YEAR	<u>\$10,789,104</u>	<u>\$ -</u>	<u>\$ (717,329)</u>	<u>\$ 226,380</u>	<u>\$ -</u>	<u>\$ 1,450,594</u>	<u>\$11,748,749</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF TYBEE ISLAND, GEORGIA
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net change in fund balances as shown on previous page \$ (4,546,720)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital assets reported as capital outlay in governmental fund statements	6,718,849
Depreciation expense reported in the statement of activities	(1,080,702)

Governmental funds report lease assets as expenditures. However, in the statement of activities, the cost of those right-to-use assets is allocated over the lease term or estimated useful lives and reported as amortization expense.

Right-to-use assets reported as expenditures in governmental fund statements	609,104
Amortization expense reported in the statement of activities	(336,209)

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.

275,071

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

New leases	(609,104)
Principal payments of leases	329,100
Principal payments of bonds	135,000

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:

Accrued interest on long-term debt	1,350
Amortization of premiums	10,009
Compensated absences	82,062
Net pension liability	(539,331)
Deferred outflows of resources related to pensions	(766,496)

Change in net position of governmental activities as reported in the statement of activities	\$ 281,983
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CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes				
Property Taxes	\$ 2,277,650	\$ 2,277,650	\$ 2,760,853	\$ 483,203
Local Option Sales Tax	1,850,000	1,850,000	1,689,439	(160,561)
Franchise Taxes	481,500	481,500	513,926	32,426
Insurance Premium Tax	250,000	250,000	275,863	25,863
Alcoholic Beverage Excise Tax	440,050	440,050	439,426	(624)
Real Estate Transfer Tax	25,000	25,000	22,529	(2,471)
Energy Excise Tax	75,000	75,000	37,319	(37,681)
Total Taxes	<u>5,399,200</u>	<u>5,399,200</u>	<u>5,739,355</u>	<u>340,155</u>
Intergovernmental	<u>50,000</u>	<u>50,000</u>	<u>127,521</u>	<u>77,521</u>
Licenses and Permits				
Regulatory Fees	125,000	125,000	163,139	38,139
Business Licenses	100,000	100,000	91,815	(8,185)
Building Permits	175,000	175,000	257,276	82,276
Zoning Variance Request Fees	5,500	5,500	7,975	2,475
Other	595,000	595,000	520,695	(74,305)
Total Licenses and Permits	<u>1,000,500</u>	<u>1,000,500</u>	<u>1,040,900</u>	<u>40,400</u>
Fine, Forfeitures and Penalties				
Municipal Fines	487,500	985,940	911,964	(73,976)
Parking Fines	425,000	425,000	559,346	134,346
Total Fine, Forfeitures and Penalties	<u>912,500</u>	<u>1,410,940</u>	<u>1,471,310</u>	<u>60,370</u>
Charges for Services				
Parking Fees	6,900,000	6,900,000	6,250,198	(649,802)
Other Charges for Services	332,000	332,000	389,937	57,937
Total Charges for Services	<u>7,232,000</u>	<u>7,232,000</u>	<u>6,640,135</u>	<u>(591,865)</u>
Investment Income	<u>150,000</u>	<u>150,000</u>	<u>558,058</u>	<u>408,058</u>
Miscellaneous				
Rents and Royalties	75,300	75,300	75,715	415
Other	55,500	55,500	121,502	66,002
Total Miscellaneous	<u>130,800</u>	<u>130,800</u>	<u>197,217</u>	<u>66,417</u>
Total Revenues	<u>14,875,000</u>	<u>15,373,440</u>	<u>15,774,496</u>	<u>401,056</u>

Continued

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES				
Current:				
General Government				
Governing Body	721,590	1,058,540	1,012,986	45,554
Clerk of Council	149,905	169,905	169,426	479
City Manager	1,165,400	1,601,400	1,525,731	75,669
Financial Administration	1,224,390	1,239,390	1,239,139	251
Information Technology	742,985	975,985	964,104	11,881
Human Resources	<u>492,560</u>	<u>563,560</u>	<u>562,974</u>	<u>586</u>
Total General Government	4,496,830	5,608,780	5,474,360	134,420
Judicial				
Municipal Court	<u>337,555</u>	<u>851,995</u>	<u>824,573</u>	<u>27,422</u>
Public Safety				
Police Administration	4,897,470	5,133,975	4,917,436	216,539
Fire Administration	<u>2,945,110</u>	<u>2,945,110</u>	<u>2,574,084</u>	<u>371,026</u>
Total Public Safety	7,842,580	8,079,085	7,491,520	587,565
Public Works				
General Operations	<u>3,481,370</u>	<u>3,521,370</u>	<u>3,519,821</u>	<u>1,549</u>
Housing and Development				
Zoning and Inspection	341,435	341,435	298,572	42,863
Parking	<u>625,130</u>	<u>625,130</u>	<u>602,972</u>	<u>22,158</u>
Total Housing and Development	966,565	966,565	901,544	65,021
Debt Service				
Principal	-	329,100	329,100	-
Interest and Fiscal Charges	<u>-</u>	<u>43,499</u>	<u>43,499</u>	<u>-</u>
Total Debt Service	-	372,599	372,599	-
Total Expenditures	17,124,900	19,400,394	18,584,417	815,977
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,249,900)</u>	<u>(4,026,954)</u>	<u>(2,809,921)</u>	<u>1,217,033</u>
OTHER FINANCING SOURCES (USES)				
Sale of City Property	-	-	425	425
Leases	-	609,104	609,104	-
Transfers In	2,925,000	2,925,000	3,676,702	751,702
Transfers Out	<u>(675,100)</u>	<u>(5,792,660)</u>	<u>(5,787,954)</u>	<u>4,706</u>
Net Other Financing Sources (Uses)	2,249,900	(2,258,556)	(1,501,723)	756,833
NET CHANGE IN FUND BALANCES	-	(6,285,510)	(4,311,644)	1,973,866
Fund Balances - Beginning of Year	<u>15,100,748</u>	<u>15,100,748</u>	<u>15,100,748</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 15,100,748</u>	<u>\$ 8,815,238</u>	<u>\$ 10,789,104</u>	<u>\$ 1,973,866</u>

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
ROOM TAX FUND
YEAR ENDED JUNE 30, 1899

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
REVENUES				
Taxes	\$ 6,745,000	\$ 6,992,131	\$ 6,992,131	\$ -
EXPENDITURES				
Current:				
Culture, Recreation and Education	2,930,000	3,065,429	3,065,429	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,815,000	3,926,702	3,926,702	-
OTHER FINANCING SOURCES (USES)				
Transfers Out	(3,815,000)	(3,926,702)	(3,926,702)	-
Net Other Financing Sources (Uses)	(3,815,000)	(3,926,702)	(3,926,702)	-
NET CHANGE IN FUND BALANCES	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
JUNE 30, 2024

	Water and Sewer Fund	River's End RV Park Fund	Solid Waste Collection Fund	Total Enterprise Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 321,701	\$ 2,070,883	\$ 25,791	\$ 2,418,375
Accounts Receivable (net)	370,099	-	88,774	458,873
Lease Receivable - Current	124,344	-	-	124,344
Inventory	99,427	30,929	-	130,356
Prepaid Items	132,740	80,030	-	212,770
Total Current Assets	<u>1,048,311</u>	<u>2,181,842</u>	<u>114,565</u>	<u>3,344,718</u>
Noncurrent Assets:				
Restricted - Cash and Cash Equivalents	696,808	496,730	-	1,193,538
Lease Receivable - Less Current Portion	1,731,994	-	-	1,731,994
Leased Assets, Net of Accumulated Amortization	152,169	-	-	152,169
Capital Assets:				
Nondepreciable	1,406,928	6,870,000	-	8,276,928
Depreciable, Net of Accumulated Depreciation	<u>18,582,619</u>	<u>630,369</u>	<u>-</u>	<u>19,212,988</u>
Total Capital Assets	19,989,547	7,500,369	-	27,489,916
Total Noncurrent Assets	<u>22,570,518</u>	<u>7,997,099</u>	<u>-</u>	<u>30,567,617</u>
Total Assets	23,618,829	10,178,941	114,565	33,912,335
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Amounts	<u>122,765</u>	<u>81,852</u>	<u>-</u>	<u>204,617</u>
Total Assets and Deferred Outflows of Resources	23,741,594	10,260,793	114,565	34,116,952
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 769,600	\$ 40,569	\$ 107,482	\$ 917,651
Accrued Liabilities	125,861	29,105	-	154,966
Compensated Absences - Current Portion	29,648	26,502	-	56,150
Lease Liability - Current Portion	48,900	-	-	48,900
Notes Payable - Current Portion	171,779	-	-	171,779
Bonds Payable - Current Portion	<u>604,871</u>	<u>478,838</u>	<u>-</u>	<u>1,083,709</u>
Total Current Liabilities	1,750,659	575,014	107,482	2,433,155
Noncurrent Liabilities:				
Customer Deposits	388,200	-	-	388,200
Lease Liability - Less Current Portion	102,308	-	-	102,308
Notes Payable - Less Current Portion	2,201,774	-	-	2,201,774
Bonds Payable - Less Current Portion	5,735,066	571,793	-	6,306,859
Net Pension Liability	<u>340,439</u>	<u>226,983</u>	<u>-</u>	<u>567,422</u>
Total Noncurrent Liabilities	8,767,787	798,776	-	9,566,563
Total Liabilities	10,518,446	1,373,790	107,482	11,999,718
DEFERRED INFLOWS OF RESOURCES				
Lease Related Amounts	<u>1,748,982</u>	<u>-</u>	<u>-</u>	<u>1,748,982</u>
Total Liabilities and Deferred Inflows of Resources	12,267,428	1,373,790	107,482	13,748,700
NET POSITION				
Net Investment in Capital Assets	11,277,018	6,449,738	-	17,726,756
Restricted for:				
Debt Service	696,808	496,730	-	1,193,538
Unrestricted	<u>(499,660)</u>	<u>1,940,535</u>	<u>7,083</u>	<u>1,447,958</u>
Total Net Position	<u>\$ 11,474,166</u>	<u>\$ 8,887,003</u>	<u>\$ 7,083</u>	<u>\$ 20,368,252</u>

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN NET POSITION – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Water and Sewer Fund	River's End RV Park Fund	Solid Waste Collection Fund	Total Enterprise Funds
OPERATING REVENUES				
Charges for Service	\$ 3,587,053	\$ 2,436,269	\$ 1,053,933	\$ 7,077,255
Other	181,542	39,299	-	220,841
Total Operating Revenues	<u>3,768,595</u>	<u>2,475,568</u>	<u>1,053,933</u>	<u>7,298,096</u>
OPERATING EXPENSES				
Personnel Services	1,492,243	843,450	15,050	2,350,743
Administrative	803,393	397,856	-	1,201,249
Utilities	341,105	199,082	-	540,187
Supplies	158,407	103,276	-	261,683
Repairs and Maintenance	503,302	25,980	-	529,282
Sanitation Services	-	-	1,265,904	1,265,904
Depreciation and Amortization	1,063,335	74,451	-	1,137,786
Total Operating Expenses	<u>4,361,785</u>	<u>1,644,095</u>	<u>1,280,954</u>	<u>7,286,834</u>
OPERATING INCOME	(593,190)	831,473	(227,021)	11,262
NONOPERATING REVENUES (EXPENSES)				
Investment Income	57,063	195,517	-	252,580
Interest Expense	(208,582)	(27,225)	-	(235,807)
Total Nonoperating Revenues (Expenses)	<u>(151,519)</u>	<u>168,292</u>	<u>-</u>	<u>16,773</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	(744,709)	999,765	(227,021)	28,035
CONTRIBUTIONS AND TRANSFERS				
Capital Contributions	6,000	-	-	6,000
Transfers In	-	-	227,021	227,021
Total Contributions and Transfers	<u>6,000</u>	<u>-</u>	<u>227,021</u>	<u>233,021</u>
CHANGE IN NET POSITION	(738,709)	999,765	-	261,056
Net Position - Beginning of Year	<u>12,212,875</u>	<u>7,887,238</u>	<u>7,083</u>	<u>20,107,196</u>
NET POSITION - END OF YEAR	<u>\$ 11,474,166</u>	<u>\$ 8,887,003</u>	<u>\$ 7,083</u>	<u>\$ 20,368,252</u>

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds			
	Water and Sewer Fund	River's End RV Park Fund	Solid Waste Collection Fund	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers and Users	\$ 3,676,449	\$ 2,245,469	\$ 1,053,403	\$ 6,975,321
Cash Payments to Employees for Services	(1,352,849)	(755,819)	(1,260,820)	(3,369,488)
Cash Payments to Suppliers for Goods and Services	(2,083,455)	(718,288)	(15,050)	(2,816,793)
Net Cash Provided (Used) by Operating Activities	240,145	771,362	(222,467)	789,040
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and Dividends Received	57,063	195,517	-	252,580
Net Cash Provided (Used) by Investing Activities	57,063	195,517	-	252,580
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers In (Out)	-	-	227,021	227,021
Net Cash Provided (Used) by Noncapital Financing Activities	-	-	227,021	227,021
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(1,665,030)	-	-	(1,665,030)
Proceeds from the Long-term Debt	1,598,970	-	-	1,598,970
Lease Payments	(47,457)	-	-	(47,457)
Principal Paid on Capital Debt	(653,927)	(468,662)	-	(1,122,589)
Interest Paid on Capital Debt	(124,167)	(14,354)	-	(138,521)
Net Cash Provided (Used) by Capital & Related Financing Activities	(891,611)	(483,016)	-	(1,374,627)
NET CHANGE IN CASH	(594,403)	483,863	4,554	(105,986)
Cash - Beginning of Year	1,612,912	2,083,750	21,237	3,717,899
CASH - END OF YEAR	<u>\$ 1,018,509</u>	<u>\$ 2,567,613</u>	<u>\$ 25,791</u>	<u>\$ 3,611,913</u>
RECONCILIATION TO STATEMENT OF NET POSITION				
Cash and Investments	\$ 321,701	\$ 2,070,883	\$ 25,791	\$ 2,418,375
Restricted Cash and Investments	696,808	496,730	-	1,193,538
CASH - END OF YEAR	<u>\$ 1,018,509</u>	<u>\$ 2,567,613</u>	<u>\$ 25,791</u>	<u>\$ 3,611,913</u>

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds			Total Enterprise Funds
	Water and Sewer Fund	River's End RV Park Fund	Solid Waste Collection Fund	
RECONCILIATION OF CHANGE IN NET POSITION TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (593,190)	\$ 831,473	\$ (227,021)	\$ 11,262
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization Expense	1,063,335	74,451	-	1,137,786
(Increase) Decrease:				
Accounts Receivable	(64,805)	-	(530)	(65,335)
Lease Receivable	109,686	-	-	109,686
Interest Receivable	24,718	12,311	-	37,029
Inventories and Prepaid Items	(34,182)	(11,577)	-	(45,759)
Pension Liability	-	42,671	-	42,671
Deferred Outflows of Resources	95,392	50,797	-	146,189
Increase (Decrease):				-
Accounts Payable	(243,066)	19,483	5,084	(218,499)
Other Accrued Liabilities	(2,313)	(248,247)	-	(250,560)
Deferred Inflows of Resources	(115,430)	-	-	(115,430)
Total Adjustments	<u>833,335</u>	<u>(60,111)</u>	<u>4,554</u>	<u>777,778</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 240,145</u>	<u>\$ 771,362</u>	<u>\$ (222,467)</u>	<u>\$ 789,040</u>
SUPPLEMENTARY NONCASH DISCLOSURE				
Acquisition and Construction of Capital Assets Financed by Capital Contributions	<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,000</u>
Acquisition and Construction of Capital Assets Financed by Accounts Payable	<u>\$ 670,596</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 670,596</u>

Concluded

See accompanying Notes to Basic Financial Statements.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the City of Tybee Island, Georgia (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below.

Reporting Entity

The City was incorporated on October 15, 1887. The City operates under the Council-City Manager form of government and provides the following services to its citizens as authorized by its charter: public safety (police and fire), highways and streets, water and sewer, sanitation, culture and recreation, planning and zoning, and general and administrative services.

The financial reporting of the City is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. The following organization is considered a component unit of the City:

Downtown Development Authority

The Downtown Development Authority (the Authority) was activated by the Mayor and City council in August 2014. The Authority is part of the City's Main Street Program, and directors serve as the Tybee Island Main Street Board of Directors of the Authority. Program directors are appointed by the City Council to provide assistance and opportunities as available that encourage economic growth and development while preserving the unique architectural and community heritage of the City. The Authority had no financial activity during the fiscal year ended June 30, 2024.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds) as described below:

Government-Wide Statements

The statement of net position and the statement of activities present financial information about the City's governmental and business-type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from legally separate component units for which the primary government is financially accountable.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental and business-type activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund statements provide information about the City's funds. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund financial statements is on major governmental funds; each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The City has the following major governmental funds:

General Fund – The General Fund is the operating fund of the City. It is used to account for all financial resources of the City except those accounted for in another fund.

Room Tax Fund – The Room Tax Fund is used to account for the room tax accommodation excise tax receipts and distributions to tourism promoting organizations as required by agreements with these organizations.

Grants Fund – The Grants Fund is used to account for the receipts and disbursements of various capital grants received by the City.

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

American Rescue Act Fund– Used to account for and report financial resources and expenditures associated with the U.S. Department of Treasury's Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act of 2021.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements (Continued)

The City reports the following major enterprise funds:

Water and Sewer Fund – This fund accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

River's End RV Park Fund – This fund accounts for the revenues and operating costs of the City's River's End RV Park. All activities necessary to provide such services are accounted for in this fund.

Solid Waste Collection Fund – This fund accounts for the provision of sanitation collection services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

The City reports the following non-major governmental funds:

Special Revenue Funds – Used to account for revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Funds – Used to account for expenditures for capital improvements made the City. Financing is provided by the special purpose local option sales tax ("SPLOST").

Debt Service Funds – Used to account for the payment of the 2019 Series Recreation Authority Bonds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water, sewer, gas, and solid waste functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Measurement Focus and Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, pension and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under noncancellable lease agreements are reported as other financing sources.

Under the terms of grant agreements, the City may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

Budget and Budgetary Accounting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the General Fund, the Room Tax Fund, the Emergency 911 Fund and the Confiscated Assets Fund in accordance with state law. Only the General Fund and major special revenue funds are presented. All appropriations lapse at the end of the June 30th fiscal year. Revenues and expenditures of the Capital Projects Fund are budgeted on a project length basis.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City because it is a present not considered necessary to ensure effective budgetary control or to facilitate effective cash planning and control.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity

1. Cash and Cash Equivalents

The City's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition.

**CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

2. Short-term Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due to/from other funds” in the fund financial statements. Short-term interfund loans are classified as “interfund receivables/payables.” Long-term interfund loans are classified as advances. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.”

3. Inventory and Prepaid Items

Inventories are valued at average cost, which approximates market, using the first-in/first-out (FIFO) method. The City accounts for inventory on the purchase basis.

Expendable supplies or noncapital items acquired for initial use in subsequent fiscal periods are recorded as prepaid items. Prepaid items are accounted for using the consumption method.

4. Capital Assets

Capital assets are reported at actual cost or estimated historical costs based on an appraisal conducted by an independent third-party appraisal firm. Donated assets are reported at estimated acquisition value at the time received.

Assets not being depreciated/amortized include land and construction in progress. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of two years. Depreciation/amortization is provided over the assets’ estimated useful lives using the straight-line method of depreciation/amortization. The range of estimated useful lives by type of asset is as follows:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings and Improvements	10 - 40
Machinery and Equipment	5 - 20
Infrastructure	20 - 50
Utility Systems and Improvements	20 - 50
Right-to-Use Leased Vehicles and Equipment	5 - 20

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose not to include all such items regardless of their acquisition date, but rather only those infrastructure assets acquired subsequent to the adoption of GASB No. 34 as allowed by GASB. As the City constructs or acquires additional capital assets, including infrastructure assets, they are capitalized. The cost of normal maintenance and repairs that do not add to the value of an asset or extend the useful lives are expensed as incurred.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

5. Leases

The City is a lessee for noncancellable leases of equipment and vehicles. As lessee, the City accounts for lease agreements by recognizing a lease liability and an intangible right-to-use lease asset based on the criteria dictated in Governmental Accounting Standards Board (GASB) Statement No. 87 – *Leases*. The City recognizes lease liabilities with an initial, individual value of \$10,000 or more. At the commencement of a lease, the City determines if the lease is a financed purchased lease or a right-to-use lease based on the criteria in GASB Statement No. 87 – *Leases*. The City then measures the lease liability at the present value of payments expected to be made during the lease term. During the lease term, the lease liability is reduced by the principal portion of lease payments made. The lease liabilities are reported with long-term obligations on the statement of net position.

An intangible right-to-use lease asset is initially measured as the amount of the lease liability adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. The intangible right-to-use lease asset is amortized on a straight-line basis over the term of the lease. The intangible right-to-use lease asset is reported with the City's capital assets in a stand-alone Leased Assets (Right-to-Use) category.

The City utilizes estimates and judgements to determine (1) the discount rate used to discount expected lease payments to present value, (2) lease term, and (3) lease payments.

The City uses the interest rate charged by the lessor as the discount rate when the lessor provides it. If the interest rate is not provided, the City uses its estimated incremental borrowing rate as the discount rate. The lease term includes the non-cancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise. The City accounts for lease and non-lease components separately when possible. In cases where the lease does not provide separate cost information for lease and non-lease components, the City treats the components as a single lease unit if it is impractical to estimate cost information. The City monitors changes in circumstances that would require re-measurement of the lease asset and liability.

6. Deferred Outflows of Resources

The City reports decreases in net position or fund balance that relate to future periods as deferred outflows of resources in a separate section of its government-wide statement of net position, governmental fund balance sheet, or proprietary fund statement of net position. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The City reports deferred outflows of resources related to pension benefits.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

7. Deferred Inflows of Resources

The City reports increases in net position or fund balance that relate to future periods as deferred inflows of resources in a separate section of its government-wide statement of net position, governmental fund balance sheet, or proprietary fund statement of net position. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The City reports deferred inflows of resources related to unavailable revenues, leases, and pension benefits. Unavailable revenue is reported from property taxes, intergovernmental revenues, and grants not received within 60 days of year-end. These amounts are deferred in the governmental fund balance sheet and will be recognized as an inflow of resources in the period in which the amounts become available.

8. Pension

For purposes of measuring the net pension liability, deferred outflows and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the City of Tybee Island Retirement Plan (the Plan), and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

9. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for non-vesting accumulated rights to receive sick pay benefits since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. An employee may be compensated for up to 65 days of sick leave at a rate of \$25 per day upon retirement or death. In the event the payment is owed as a result of the death of an employee, the payment will be made to the beneficiary designated by the employee for this purpose and/or the representative(s) of the employee's estate if no beneficiary is designated.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

10. Long-Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, outstanding long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses in the year the debt is issued.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Issuance costs are reported as debt service expenditures in the year the debt is issued.

11. Equity Classifications

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Fund Balances – Generally, fund balances represent the difference between the assets and liabilities under the current financial resources measurement focus of accounting.

In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

Nonspendable. Fund balances are reported as nonspendable when amounts cannot be spent because they are either: (a) not in spendable form (i.e., items that are not expected to be converted to cash), or (b) legally or contractually required to be maintained intact.

Restricted. Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

Committed. Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution. Only the City Council may modify or rescind the commitment.

Assigned Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, City Council has authorized the Director of Finance to assign fund balance.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

11. Equity Classifications (Continued)

Unassigned Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criteria. The City reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balances are available for use for expenditures incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balances, it is the City’s policy to use fund balances in the following order: 1) committed, 2) assigned, and 3) unassigned.

Net Position – Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowing used (i.e., the amount that the City has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted, using the same definition as used for restricted fund balance as described in the section above. All other net positions are reported as unrestricted.

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

12. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

13. Adoption of New Accounting Standard

In 2024, the City adopted GASB Statement No. 100 (GASB 100), Accounting Changes and Error Corrections, an amendment of GASB Statement No. 62. The Statement defines accounting changes, prescribes accounting and financial reporting for accounting changes and error corrections, and prescribes required accompanying note disclosures.

NOTE 2 LEGAL COMPLIANCE - BUDGETS

Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to the beginning of the fiscal year, the various departments submit to the governing Council a proposed operating budget for the fiscal year commencing the following July 1st.
2. Public hearings are conducted at the City Hall to obtain taxpayer comments.
3. Prior to the beginning of the year, the budget is formally enacted through passage of a resolution by the City Council.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund and the special revenue funds. Project length budgets are adopted for the Capital Projects Fund.
5. The budget for the General Fund and special revenue funds are adopted on a basis consistent with GAAP.
6. The governing Council must approve all revisions. Expenditures should not exceed the legally adopted budget at the department level without Council action amending the budget. All appropriations lapse at the end of each fiscal year.

Budgeted amounts are as originally adopted, or as amended by the City Council. Individual amendments were not material in relation to the original appropriations.

**CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899**

NOTE 2 LEGAL COMPLIANCE - BUDGETS (CONTINUED)

Excess of Expenditures Over Appropriations

For the year ended June 30, 2024, there were no departments that had an excess of actual expenditures over appropriations.

Deficit Fund Balance

The Grant Fund reported a deficit fund balance of \$717,329 for the fiscal year ended June 30, 2024. This deficit is intended to be eliminated through the receipt of revenues in the next fiscal year that were unavailable as of June 30, 2024, and through General Fund transfers.

NOTE 3 CASH AND CASH EQUIVALENTS

The City’s cash and cash equivalents on June 30, 2024 comprised of the following:

	Carrying Value	Bank Balances
Petty Cash	\$ 17,572	\$ -
Deposits	16,507,584	17,065,280
Total	\$ 16,525,156	\$ 17,065,280

The City’s cash and cash equivalents balances at June 30, 2024 are presented in the financial statements as follows:

Per Statement of Net Position	
Unrestricted Cash and Cash Equivalent	\$ 15,331,618
Restricted Cash and Investments	1,193,538
Total	\$ 16,525,156

State statutes authorize the City to invest in obligations of the U.S. Government and agencies or corporations of the U.S. Government; obligations of any state; obligations of any political subdivision of any state; certificates of deposit or time deposits of any national state bank or savings and loan which have deposits insured by the FDIC or FSLIC; prime bankers’ acceptances; repurchase agreements; and the Local Government Investment Pool of the State of Georgia (“Georgia Fund 1”). As of June 30, 2024, the City does not have any investments.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 3 CASH AND CASH EQUIVALENTS (CONTINUED)

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from fluctuating interest rates, the City's investment policy has been established to structure the investment portfolio so that securities mature to meet the City's cash requirements for ongoing operations, thereby avoiding the need to sell securities prior to maturity as well as investing operating funds primarily in short-term securities, money market funds, certificates of deposit or similar investment pools. As of June 30, 2024, the City does not have any investments.

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. Government, or bonds of public authorities, counties, or municipalities. At June 30, 2024, the City was not exposed to custodial credit risk for its deposits.

Custodial Credit Risk - Investments

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. Government, or bonds of public authorities, counties, or municipalities. As of June 30, 2024, the City does not have any investments.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 4 RECEIVABLES

Property taxes were levied in two installments on September 15, 2024 with a due date of November 15, 2024, and again on April 1, 2024 with a due date of June 1, 2024. Taxes are considered delinquent after November 15 and June 1 for the respective levy dates, which would also be the lien date. The net receivables collected during the year ended June 30, 2024 and expected to be collected by August 31, 2024, are recognized as revenues in the year ended June 30, 2024. Net receivables estimated to be collectible subsequent to August 31, 2024 are recorded as revenue when received. Receivables as of year-end, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Room Tax Fund	Grant Fund	Nonmajor Governmental Funds
Receivables:				
Taxes	\$ 619,602	\$ 1,209,671	\$ -	\$ -
Due from Other Governments	162,509	-	413,185	-
Leases	291,632	-	-	-
Accounts	127,917	-	-	45,020
Gross Receivables	<u>1,201,660</u>	<u>1,209,671</u>	<u>413,185</u>	<u>45,020</u>
Less: Allowance for				
Uncollectible Accounts	<u>(16,854)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receivables, Net	<u>\$ 1,184,806</u>	<u>\$ 1,209,671</u>	<u>\$ 413,185</u>	<u>\$ 45,020</u>

	Water and Sewer Fund	Solid Waste Collection Fund	Total
Receivables:			
Taxes	\$ -	\$ -	\$ 1,829,273
Due from Other Governments	-	-	575,694
Leases	1,856,338	-	2,147,970
Accounts	389,590	93,104	655,631
Gross Receivables	<u>2,245,928</u>	<u>93,104</u>	<u>5,208,568</u>
Less: Allowance for			
Uncollectible Accounts	<u>(19,491)</u>	<u>(4,330)</u>	<u>(40,675)</u>
Total Receivables, Net	<u>\$ 2,226,437</u>	<u>\$ 88,774</u>	<u>\$ 5,167,893</u>

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 5 CAPITAL ASSETS

Changes in the capital assets for the year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Nondepreciable:				
Land	\$ 1,102,857	\$ 2,411,513	\$ -	\$ 3,514,370
Construction in Progress	1,317,738	1,512,140	1,317,738	1,512,140
Total Capital Assets, Nondepreciable	2,420,595	3,923,653	1,317,738	5,026,510
Capital Assets, Depreciable:				
Buildings and Improvements	14,496,210	2,664,902	-	17,161,112
Machinery and Equipment	8,634,716	1,448,032	-	10,082,748
Infrastructure	7,578,846	-	-	7,578,846
Total Capital Assets, Depreciable	30,709,772	4,112,934	-	34,822,706
Less Accumulated Depreciation for:				
Buildings and Improvements	3,036,036	358,047	-	3,394,083
Machinery and Equipment	4,525,097	558,367	-	5,083,464
Infrastructure	2,684,097	164,288	-	2,848,385
Total Accumulated Depreciation	10,245,230	1,080,702	-	11,325,932
Total Capital Assets, Depreciable, Net	20,464,542	3,032,232	-	23,496,774
Governmental Activities Capital Assets, Net	\$ 22,885,137	\$ 6,955,885	\$ 1,317,738	\$ 28,523,284
	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets, Nondepreciable:				
Land	\$ 6,973,632	\$ -	\$ -	\$ 6,973,632
Construction in Progress	-	1,303,296	-	1,303,296
Total Capital Assets, Nondepreciable	6,973,632	1,303,296	-	8,276,928
Capital assets, Depreciable:				
Land Improvements	357,003	-	-	357,003
Buildings	780,643	-	-	780,643
Utility Systems and Improvements	26,180,513	940,538	-	27,121,051
Machinery and Equipment	1,941,326	97,792	-	2,039,118
Total Capital assets, Depreciable:	29,259,485	1,038,330	-	30,297,815
Less Accumulated Depreciation for:				
Land Improvements	242,084	22,784	-	264,868
Buildings	277,027	30,312	-	307,339
Utility Systems and Improvements	8,422,389	850,333	-	9,272,722
Machinery and Equipment	1,064,445	175,453	-	1,239,898
Total Accumulated Depreciation	10,005,945	1,078,882	-	11,084,827
Total Capital Assets, Depreciable, Net	19,253,540	(40,552)	-	19,212,988
Business-Type Activities Capital Assets, Net	\$ 26,227,172	\$ 1,262,744	\$ -	\$ 27,489,916

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 5 CAPITAL ASSETS (CONTINUED)

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

Governmental Activities	
General Government	\$ 156,616
Public Safety	382,543
Public Works	237,687
Culture and Recreation	303,856
Total Depreciation Expense - Governmental Activities	<u>\$ 1,080,702</u>
Business-Type Activities	
Water and Sewer	\$ 1,004,431
River's End RV Park	74,451
Total Depreciation Expense - Business-Type Activities	<u>\$ 1,078,882</u>

NOTE 6 LEASED ASSETS

Leased asset activity for the year ended June 30, 2024 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Leased Assets, Amortizable:				
Vehicles and Equipment	\$ 1,483,058	\$ 609,104	\$ 296,037	\$ 1,796,125
Less Accumulated Amortization for:				
Vehicles and Equipment	650,719	336,209	296,037	690,891
Governmental Activities Leased Assets, Net	<u>\$ 832,339</u>	<u>\$ 272,895</u>	<u>\$ -</u>	<u>\$ 1,105,234</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
Leased Assets, Amortizable:				
Equipment	\$ 294,521	\$ -	\$ -	\$ 294,521
Less Accumulated Amortization for:				
Equipment	83,448	58,904	-	142,352
Business-type Activities Leased Assets, Net	<u>\$ 211,073</u>	<u>\$ (58,904)</u>	<u>\$ -</u>	<u>\$ 152,169</u>

Amortization expense was charged to functions/programs of the primary government's governmental activities as follows:

Governmental Activities	
Public Safety	\$ 252,157
Public Works	84,052
Total Amortization Expense - Governmental Activities	<u>\$ 336,209</u>

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 7 LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2024 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Revenue Bonds Payable	\$ 2,895,000	\$ -	\$ 135,000	\$ 2,760,000	\$ 140,000
Premium on Debt	160,144	-	10,009	150,135	10,009
Lease Liability	864,917	609,104	329,100	1,144,921	341,562
Compensated Absences	560,048	271,563	353,625	477,986	477,986
Net Pension Liability	2,676,175	539,331	-	3,215,506	-
Total Governmental Activities					
Long-Term Obligations	<u>\$ 7,156,284</u>	<u>\$ 1,419,998</u>	<u>\$ 827,734</u>	<u>\$ 7,748,548</u>	<u>\$ 969,557</u>
Business-Type Activities					
Notes Payable	\$ 2,543,414	\$ -	\$ 169,861	\$ 2,373,553	\$ 171,779
Revenue Bonds Payable	6,744,326	1,598,970	952,728	7,390,568	1,083,709
Lease Liability	198,665	-	47,457	151,208	48,900
Compensated Absences	64,300	43,185	51,335	56,150	56,150
Net Pension Liability	487,436	79,986	-	567,422	-
Total Business-Type Activities					
Long-Term Obligations	<u>\$ 10,038,141</u>	<u>\$ 1,722,141</u>	<u>\$ 1,221,381</u>	<u>\$ 10,538,901</u>	<u>\$ 1,360,538</u>

For the governmental activities, compensated absences and the net pension liability are generally liquidated by the General Fund. For the business-type activities, compensated absences and the net pension liability are liquidated by the Water and Sewer Fund and the River's End RV Park Fund.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 7 LONG-TERM DEBT (CONTINUED)

Revenue Bonds

The City issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. The City's outstanding bonds at June 30, 2024 are as follows:

Description	Interest Rates	Year of Maturity	Original Indebtedness	Balance 6/30/2024
Chatham County Recreation Authority Refunding Revenue Bond, Series 2016	2.15%	2026	\$ 4,466,000	\$ 1,050,631
Water and Sewer Refunding Revenue Bonds, Series 2016	2.15%	2026	3,750,000	857,497
Chatham County Recreation Authority Revenue Bond, Series 2019	3.00 - 4.00%	2039	3,410,000	2,760,000
Water and Sewer Revenue Bonds, Series 2021	2.75%	2041	4,045,000	3,943,440
Water and Sewer Revenue Bonds, Series 2024	6.00%	2044	3,030,000	1,539,000
Total				<u>10,150,568</u>
			Add Unamortized Premium	150,135
			Less Current Portion	<u>(1,223,709)</u>
			Long-term Portion	<u>\$ 9,076,994</u>

1. Chatham County Recreation Authority Refunding Revenue Bonds (City of Tybee Island – Campground Project), Series 2016: The City of Tybee Island entered into an intergovernmental agreement with the Chatham County Recreation Authority to issue the Chatham County Recreation Authority Refunding Revenue Bonds (City of Tybee Island – Campground Project), Series 2016. The Series 2016 bonds were issued on August 1, 2016 to: 1) refund and redeem all of the outstanding Series 2006 Bonds, and 2) pay the necessary costs of issuing the bonds. These bonds are secured by and payable from revenues to be received by the Authority from the City pursuant to the intergovernmental agreement.
2. City of Tybee Island Water and Sewer Refunding Revenue Bond, Series 2016: The City of Tybee Island Water and Sewer Refunding Revenue Bond, Series 2016 was issued on August 1, 2016. The Series 2016 bond was used to: 1) fully pay off three loans with Georgia Environmental Facilities Authority, and 2) pay the necessary costs of issuing the bonds. These bonds are secured by and payable from net revenues of the City's water and sewer system.
3. Chatham County Recreation Authority Revenue Bond, Series 2019: The City of Tybee Island entered into an intergovernmental agreement with the Chatham County Recreation Authority to issue the Chatham County Recreation Authority Revenue Bonds (Tybee Island Marine Science Center Project), Series 2019. The Series 2019 bonds were issued on February 14, 2019 to finance a new Tybee Island Marine Science Center in the City, which includes recreational picnic and playground areas, a dune walk, and climbable marine life replicas. These bonds are secured under the provisions of an intergovernmental contract with the City.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 7 LONG-TERM DEBT (CONTINUED)

Revenue Bonds (Continued)

4. City of Tybee Island Water and Sewer Revenue Bond, Series 2021: The City of Tybee Island Water and Sewer Revenue Bond, Series 2021 was issued on November 17, 2021. The Series 2021 bond is being advanced to fund construction of water and sewer infrastructure. These bonds are secured by and payable from net revenues of the City's water and sewer system.

5. City of Tybee Island Water and Sewer Revenue Bond, Series 2024: The City of Tybee Island Water and Sewer Revenue Bond, Series 2024 was issued on January 18, 2024. The Series 2024 bond is being advanced to fund construction of water and sewer infrastructure. These bonds are secured by and payable from net revenues of the City's water and sewer system.

Revenue bond debt service requirements to maturity, including interest, are as follows:

Fiscal Years	Revenue Bonds			
	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 140,000	\$ 105,150	\$ 1,083,709	\$ 315,895
2026	150,000	99,550	1,161,893	286,995
2027	150,000	93,550	433,977	262,234
2028	160,000	87,550	295,190	250,307
2029	165,000	81,150	306,859	238,249
2030 - 2034	905,000	318,400	1,719,202	989,638
2035 - 2039	1,090,000	134,200	1,703,998	647,764
2040 - 2044	-	-	685,740	13,643
Total	\$ 2,760,000	\$ 919,550	\$ 7,390,568	\$ 3,004,725

Notes Payable

The Water and Sewer Fund has incurred debt to the Georgia Environmental Facilities Authority for water and sewer system improvements. These notes are as follows at June 30, 2024:

Description	Interest Rates	Year of Maturity	Original Indebtedness	Balance 6/30/2024
Water Line Extensions	1.40%	2035	\$ 1,601,090	\$ 974,903
Water and Sewer Improvements	0.89%	2038	1,361,000	996,733
Water and Sewer Improvements	0.89%	2038	568,973	401,917
Total				2,373,553
			Less Current Portion	(171,779)
			Long-term Portion	\$ 2,201,774

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 7 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Total notes payable service requirements to maturity are as follows:

Fiscal Years	Notes Payable	
	Principal	Interest
2025	\$ 171,779	\$ 25,214
2026	173,719	23,273
2027	175,683	21,309
2028	177,670	19,323
2029	179,679	17,313
2030 - 2034	929,410	55,551
2035 - 2039	565,613	9,400
Total	<u>\$ 2,373,553</u>	<u>\$ 171,383</u>

Leases

The City has entered into agreements as a lessee for the use of vehicles and equipment. Within Governmental Activities, the City has entered into vehicle lease agreements with five-year terms expiring at various dates through 2029 with varying monthly payments at an estimated incremental borrowing rate of 5%. Within Governmental Activities, the City has entered into an equipment agreement expiring in 2025 with varying monthly payments at an estimated incremental borrowing rate of 3%. Within Business-type Activities, within the Water and Sewer Fund, the City has entered into an equipment agreement expiring in 2027 with varying monthly payments at an estimated incremental borrowing rate of 3%.

Total lease requirements to maturity are as follows:

Fiscal Years	Governmental Activities Lease Agreements	
	Principal	Interest
2025	\$ 341,562	\$ 47,839
2026	281,033	33,786
2027	258,254	19,887
2028	176,061	8,593
2029	88,011	1,719
Total	<u>\$ 1,144,921</u>	<u>\$ 111,824</u>

Fiscal Years	Business-type Activities Water and Sewer Fund Lease Agreement	
	Principal	Interest
2025	\$ 48,900	\$ 3,935
2026	50,388	2,448
2027	51,920	915
Total	<u>\$ 151,208</u>	<u>\$ 7,298</u>

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 8 INTERFUND RECEIVABLES/ PAYABLES AND TRANSFERS

Interfund balances for the fiscal year ended June 30, 2024 consisted of the following:

Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Room Tax Fund	\$ 691,448
Total - Fund Financial Statements		691,448
Less: Government-wide Eliminations		(691,448)
Total Internal Balances - Government-Wide Statement of Net Position		<u>\$ -</u>

These amounts represent short-term receivables and payables. The balances resulted from the time lag between 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.

In addition to the above, the General Fund has an advance to the Grant Fund in the amount of \$712,415. This amount represents a long-term receivable and payable between these funds. It is anticipated this advance will be reduced by additional grant reimbursements.

Transfers

<u>Funds Transferred To</u>	<u>Funds Transferred From</u>	<u>Amount</u>
General Fund	Room Tax Fund	\$ 3,676,702
Solid Waste Collection Fund	General Fund	227,021
Capital Projects Fund	General Fund	5,126,253
Nonmajor Governmental Funds	General Fund	434,680
Nonmajor Governmental Funds	Room Tax Fund	250,000
Total Transfers - Fund Financial Statements		9,714,656
Less: Government-wide Eliminations		(9,487,635)
Total Transfers - Government-wide Statement of Activities		<u>\$ 227,021</u>

Transfers are used to: 1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and 2) use unrestricted revenues collected in the Room Tax Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 9 DEFINED BENEFIT PENSION PLAN

General Information about the Defined Benefit Plan

Plan Description: The City has established a non-contributory defined benefit pension plan City of Tybee Island Retirement Plan (the Plan), covering substantially all of the City’s employees. The City’s pension plan is administered through the Georgia Municipal Employee Benefit System (“GMEBS”), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to Plan members and beneficiaries. Benefits are provided by the Plan whereby retirees receive 1.5% – 2%, based on the dynamic breakpoint formula, multiplied by the average of the five highest years of regular earnings multiplied by the total credited years of service. The City Council, in its role as the Plan sponsor, has the governing authority to establish and amend, from time to time, the benefits provided and the contribution rates of the City and its employees. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

Plan membership: As of January 1, 2024, pension plan membership consisted of the following:

Employee Category	Employee
Retirees and Beneficiaries Currently Receiving Benefits	66
Terminated Employees Entitled to Benefits but Not Yet Receiving Them	66
Active Plan Members	134
Total Membership in the Plan	266

Contributions: The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan, as adopted by the City Council, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by Plan members during the year, with an additional amount to finance any unfunded accrued liability. Employees make no contributions to the Plan. The City is required to contribute at an actuarially determined rate. For the year ended June 30, 2024, the City's contribution rate was 7.79% of annual payroll. City contributions to the Plan were \$591,024 for the year ended June 30, 2024.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 9 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Pension Liability (Asset), Pension Expense (Benefit), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The City's net pension liability was measured as of September 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024.

For the year ended June 30, 2024, the City recognized pension expense of \$2,160,580. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 374,648	\$ -
Net differences between projected and actual earnings on pension plan investments	546,242	-
Employer contributions subsequent to the measurement date	443,268	-
Total	\$ 1,364,158	\$ -

City contributions subsequent to the measurement date of \$443,268 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, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized as a component of pension expense as follows:

Year Ended June 30,	Deferred Inflows and Deferred Deferred Outflows of Resources
2025	\$ 315,049
2026	227,725
2027	508,298
2028	(130,182)

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 9 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Pension Liability (Asset), Pension Expense (Benefit), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Changes in the Net Pension Liability of the City: The changes in the components of the net pension liability of the City for the year ended June 30, 2024, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Beginning Balance	\$ 13,766,122	\$ 10,602,511	\$ 3,163,611
Service Cost	389,347	-	389,347
Interest	1,019,357	-	1,019,357
Differences Between Expected and Actual Experience	134,154	-	134,154
Contributions - Employer	-	556,306	(556,306)
Net Investment Income	-	1,427,366	(1,427,366)
Benefit Payments, Including Refunds of Employee Contributions	(667,357)	(667,357)	-
Administrative Expense	-	(37,604)	37,604
Change in Benefit Terms	1,022,527	-	1,022,527
Total Changes	1,898,028	1,278,711	619,317
Ending Balances	\$ 15,664,150	\$ 11,881,222	\$ 3,782,928

The required schedule of changes in the City's net pension liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the City, calculated using the discount rate of 7.375%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.375%) or 1-percentage-point higher (8.375%) than the current rate:

	1% Decrease to Discount Rate (6.375%)	Current Discount Rate (7.375%)	1% Increase to Discount Rate (8.375%)
City's Net Pension Liability (Asset)	\$ 5,819,280	\$ 3,782,928	\$ 2,103,239

**CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899**

NOTE 9 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions

The total pension liability on the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2024
Measurement Date of Net Pension Liability (Asset)	September 30, 2023
Experience Study:	Jan. 1, 2015 - June 30, 2019
Actuarial Cost Method:	Projected Unit Credit Cost Method
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.375%
Discount Rate:	7.375%
Inflation	2.25%
Projected Salary Increases	2.25% Plus Service Based Merit Increases
Mortality	Pre-2012 head-counted weighted Health Retiree Mortality Table with Rate Multiplied by 1.25

The investment return and inflation assumptions used to value the Plan were approved in December 2019 by the Board. The remaining assumptions and methods used to value the Plan were approved in December 2019 by the Board of Trustees based on an experience study for the period January 1, 2015 through June 30, 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 31, 2023, are summarized in the following table:

<u>Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Real Rate of Return % ¹</u>
Domestic Equity	45.00%	6.91%
International Equity	20.00%	7.21%
Domestic Fixed Income	20.00%	1.61%
Real Estate	10.00%	3.61%
Global Fixed Income	5.00%	1.67%
Total	100.00%	

¹ Rates shown are net of the 2.25% assumed rate of inflation

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 9 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions (continued)

Discount rate: The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2023, and the current sharing pattern of costs between employer and employee.

NOTE 10 RISK MANAGEMENT

The City is exposed to various risks of losses related to: torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-Insurance Workers' Compensation Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments.

As part of these risk pools, the City is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The City is also to allow the pool's agents and attorneys to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the past three years have not exceeded insurance coverage.

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 1899

NOTE 11 JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the nine county coastal Georgia region, is a member of the Coastal Georgia Regional Commission ("RC") and is required to pay annual dues thereto. During the fiscal year ended June 30, 2024, the City paid approximately \$5,000 in such dues. Membership in an RC is required by the O.C.G.A. §50-8-34 which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. §50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from the Coastal Georgia Regional Commission, 127 "F" Street, Brunswick, Georgia 31520.

NOTE 12 COMMITMENTS AND CONTINGENCIES

Litigation

The City is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the City.

Grant Contingencies

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the City believes such disallowances, if any, will not be significant.

NOTE 13 ROOM LODGING TAX

The City has levied a 7% lodging tax. For the fiscal year ended June 30, 2024, \$6,992,131 of room tax was collected. Of the total collected, 100% was used for the promotion of tourism within the City (\$1,996,753 to the Savannah Chamber of Commerce, \$998,676 to the Georgia International Convention Center, \$70,000 to the Tybee Post Theater, \$681,273 to the Beach Renourishment, \$2,995,429 to the General Fund, and \$250,000 to the Debt Service Fund).

NOTE 14 SUBSEQUENT EVENT

Subsequent to June 30, 2024, the City has adopted a rate increase of approximately 15% in the water and sewer fund. The increase is effective as of January 1, 2025.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF TYBEE ISLAND, GEORGIA
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
(SCHEDULE PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 389,347	\$ 307,526	\$ 271,885	\$ 236,096	\$ 222,306	\$ 259,255	\$ 270,293	\$ 243,211	\$ 271,181	\$ 254,414
Interest on Total Pension Liability	1,019,357	945,744	861,439	799,348	750,299	724,949	678,645	632,774	591,196	559,195
Differences Between Expected and Actual Experience	134,154	285,308	525,506	276,274	445,331	(180,875)	107,516	55,701	(6,456)	(90,395)
Change in Benefit Terms	1,022,527	-	-	-	-	-	-	-	-	(2,320)
Benefit Payments, Including										
Refunds of Employee Contributions	(667,357)	(577,168)	(525,514)	(485,696)	(447,024)	(409,734)	(404,293)	(331,010)	(307,853)	(308,101)
Other	-	-	-	-	(130,732)	-	577	27,856	-	-
Net Change in Total Pension Liability	1,898,028	961,410	1,133,316	826,022	840,180	393,595	652,738	628,532	548,068	412,793
Total Pension Liability - Beginning	13,766,122	12,804,712	11,671,396	10,845,374	10,005,194	9,611,599	8,958,861	8,330,329	7,782,261	7,369,468
Total Pension Liability - Ending (a)	15,664,150	13,766,122	12,804,712	11,671,396	10,845,374	10,005,194	9,611,599	8,958,861	8,330,329	7,782,261
Plan Fiduciary Net Position										
Contributions - Employer	556,306	520,096	374,341	383,945	421,734	433,667	423,061	430,220	450,057	428,260
Net Investment Income	1,427,366	(2,085,517)	2,522,782	926,792	283,751	850,056	1,123,477	745,075	67,622	651,704
Benefit Payments, Including										
Refunds of Employee Contributions	(667,357)	(577,168)	(525,514)	(485,696)	(447,024)	(409,734)	(404,293)	(331,010)	(307,853)	(308,101)
Administrative Expenses	(37,604)	(36,412)	(30,534)	(30,976)	(27,528)	(28,995)	(29,890)	(17,953)	(20,168)	(15,776)
Net Change in Fiduciary Net Position	1,278,711	(2,179,001)	2,341,075	794,065	230,933	844,994	1,112,355	826,332	189,658	756,087
Plan Fiduciary Net Position - Beginning	10,602,511	12,781,512	10,440,437	9,646,372	9,415,439	8,570,445	7,458,090	6,631,758	6,442,100	5,686,013
Plan Fiduciary Net Position - Ending (b)	11,881,222	10,602,511	12,781,512	10,440,437	9,646,372	9,415,439	8,570,445	7,458,090	6,631,758	6,442,100
City's Net Pension Liability - Ending (a) - (b)	\$ 3,782,928	\$ 3,163,611	\$ 23,200	\$ 1,230,959	\$ 1,199,002	\$ 589,755	\$ 1,041,154	\$ 1,500,771	\$ 1,698,571	\$ 1,340,161
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.85%	77.02%	99.82%	89.45%	88.94%	94.11%	89.17%	83.25%	79.61%	82.78%
Covered Payroll	\$ 7,586,946	\$ 7,411,787	\$ 6,308,432	\$ 5,695,722	\$ 4,727,282	\$ 4,158,606	\$ 4,497,809	\$ 4,327,782	\$ 3,832,932	\$ 3,837,698
City's Net Pension Liability as a Percentage of Covered Payroll	49.86%	42.68%	0.37%	21.61%	25.36%	14.18%	23.15%	34.68%	44.32%	34.92%

CITY OF TYBEE ISLAND, GEORGIA
SCHEDULE OF CITY CONTRIBUTIONS
LAST TEN FISCAL YEARS
(SCHEDULE PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

Fiscal Year Ended: June 30,	2024	2023	2022	2021	2020
Actuarially Determined Contribution	\$ 591,024	\$ 494,662	\$ 455,971	\$ 408,372	\$ 372,670
City's Contributions in Relation to the Actuarially Determined Contribution	<u>(591,024)</u>	<u>(494,662)</u>	<u>(455,971)</u>	<u>(408,372)</u>	<u>(372,670)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 7,586,946	\$ 7,411,787	\$ 6,308,432	\$ 5,695,722	\$ 4,727,282
City's Contributions as a Percentage of Covered Payroll	7.79%	6.67%	7.23%	7.17%	7.88%
Fiscal Year Ended: June 30,	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 438,089	\$ 432,193	\$ 420,017	\$ 433,621	\$ 455,536
City's Contributions in Relation to the Actuarially Determined Contribution	<u>(438,089)</u>	<u>(432,193)</u>	<u>(420,017)</u>	<u>(433,621)</u>	<u>(455,536)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 4,158,606	\$ 4,497,809	\$ 4,327,782	\$ 3,832,932	\$ 3,837,698
City's Contributions as a Percentage of Covered Payroll	10.53%	9.61%	9.71%	11.31%	11.87%

CITY OF TYBEE ISLAND, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024

NOTE I. DEFINED BENEFIT PENSION PLAN

Change in benefit terms. There were no change in benefits terms during the current year.

Change in benefit terms. Amounts reported for fiscal years ending in 2024 and later reflect that effective May 11, 2023, the Officials' benefit multiplier was increased from \$20 to \$25 and employees became fully invested after five years of service. Previously, graded vesting, starting at 50% with five years increasing 10% per year until 100% at ten years, applied. In addition, during 2023, three participants retired under severance agreements with five years of additional service and for two participants, unreduced retirement benefits.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

E911 Fund – To account for the operations of the E911 system.

Confiscated Assets Fund – To account for the cash received either from a cash confiscation or cash received from a sale of capital assets acquired from drug enforcement.

CAPITAL PROJECT FUNDS

2003 SPLOST Fund – To account for capital projects financed from special purpose local option sales taxes. The projects include public safety buildings and equipment, beach related projects, road projects, and water and sewer equipment. These projects are financed with a special 1% sales tax.

2014 SPLOST Fund – To account for capital projects financed from special purpose local option sales taxes. The projects include public safety buildings and equipment, beach related projects, road projects, and water and sewer equipment. These projects are financed with a special 1% sales tax.

2020 SPLOST Fund – To account for capital projects financed from special purpose local option sales taxes. The projects include public safety buildings and equipment, beach related projects, road projects, and water and sewer equipment. These projects are financed with a special 1% sales tax.

DEBT SERVICE FUND

Debt Service Fund – To account for the debt payments and debt proceeds of the City.

**CITY OF TYBEE ISLAND, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds	2003 SPLOST Fund	2014 SPLOST Fund	2020 SPLOST Fund	Debt Service Fund	Total Nonmajor Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 58,058	\$ 121,887	\$ 527,416	\$ 1,152,048	\$ 169,578	\$ 2,028,987
Receivables	<u>6,390</u>	<u>-</u>	<u>-</u>	<u>38,630</u>	<u>-</u>	<u>45,020</u>
Total Assets	<u>\$ 64,448</u>	<u>\$ 121,887</u>	<u>\$ 527,416</u>	<u>\$ 1,190,678</u>	<u>\$ 169,578</u>	<u>\$ 2,074,007</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 3,033	\$ -	\$ -	\$ 492,644	\$ -	\$ 495,677
Accrued Liabilities	<u>24,928</u>	<u>-</u>	<u>-</u>	<u>102,808</u>	<u>-</u>	<u>127,736</u>
Total Liabilities	27,961	-	-	595,452	-	623,413
FUND BALANCES						
Restricted						
Public Safety Vehicles	36,487	-	-	-	-	36,487
Capital Projects	-	121,887	527,416	595,226	-	1,244,529
Debt Service	-	-	-	-	169,578	169,578
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>36,487</u>	<u>121,887</u>	<u>527,416</u>	<u>595,226</u>	<u>169,578</u>	<u>1,450,594</u>
Total Liabilities and Fund Balance	<u>\$ 64,448</u>	<u>\$ 121,887</u>	<u>\$ 527,416</u>	<u>\$ 1,190,678</u>	<u>\$ 169,578</u>	<u>\$ 2,074,007</u>

**CITY OF TYBEE ISLAND, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	2003 SPLOST Fund	2014 SPLOST Fund	2020 SPLOST Fund	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ 1,161,144	\$ -	\$ 1,161,144
Charges for Services	95,568	-	-	-	-	95,568
Investment Income	-	-	27,811	59,814	-	87,625
Total Revenues	<u>95,568</u>	<u>-</u>	<u>27,811</u>	<u>1,220,958</u>	<u>-</u>	<u>1,344,337</u>
EXPENDITURES						
Current:						
Public Safety	520,028	-	-	-	-	520,028
Capital Outlay	-	-	-	1,894,857	-	1,894,857
Debt Service:						
Principal	-	-	-	-	135,000	135,000
Interest and Fiscal Charges	-	-	-	-	110,500	110,500
Total Expenditures	<u>520,028</u>	<u>-</u>	<u>-</u>	<u>1,894,857</u>	<u>245,500</u>	<u>2,660,385</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(424,460)	-	27,811	(673,899)	(245,500)	(1,316,048)
OTHER FINANCING SOURCES (USES)						
Transfers In	<u>434,680</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>	<u>684,680</u>
NET CHANGE IN FUND BALANCES	10,220	-	27,811	(673,899)	4,500	(631,368)
Fund Balances - Beginning of Year	<u>26,267</u>	<u>121,887</u>	<u>499,605</u>	<u>1,269,125</u>	<u>165,078</u>	<u>2,081,962</u>
FUND BALANCES - END OF YEAR	<u>\$ 36,487</u>	<u>\$ 121,887</u>	<u>\$ 527,416</u>	<u>\$ 595,226</u>	<u>\$ 169,578</u>	<u>\$ 1,450,594</u>

**CITY OF TYBEE ISLAND, GEORGIA
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	E911 Fund	Confiscated Assets Fund	Total Nonmajor Special Revenue Funds
ASSETS			
Cash and Cash Equivalents	\$ 21,438	\$ 36,620	\$ 58,058
Receivables	6,390	-	6,390
 Total Assets	 \$ 27,828	 \$ 36,620	 \$ 64,448
 LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 3,033	\$ -	\$ 3,033
Accrued Liabilities	24,795	133	24,928
Total Liabilities	27,828	133	27,961
 FUND BALANCES			
Restricted			
Public Safety Vehicles	-	36,487	36,487
Total Fund Balances	-	36,487	36,487
 Total Liabilities and Fund Balance	 \$ 27,828	 \$ 36,620	 \$ 64,448

**CITY OF TYBEE ISLAND, GEORGIA
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	E911 Fund	Confiscated Assets Fund	Total Nonmajor Special Revenue Funds
REVENUES			
Charges for Services	\$ 85,348	\$ 10,220	\$ 95,568
Total Revenues	85,348	10,220	95,568
EXPENDITURES			
Current:			
Public Safety	520,028	-	520,028
Total Expenditures	520,028	-	520,028
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(434,680)	10,220	(424,460)
OTHER FINANCING SOURCES (USES)			
Transfers In	434,680	-	434,680
Net Other Financing Sources (Uses)	434,680	-	434,680
NET CHANGE IN FUND BALANCES	-	10,220	10,220
Fund Balances - Beginning of Year	-	26,267	26,267
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ 36,487</u>	<u>\$ 36,487</u>

CITY OF TYBEE ISLAND, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS (2003 RESOLUTION)
YEAR ENDED JUNE 30, 2024

Project	Estimated Cost		Actual Expenditures		Cumulative Total
	Original	Current	Prior Years	Current Year	
Drainage					
Drainage Reconstruction/Maintenance North Beach Area	\$ 200,000	\$ 559	\$ 559	\$ -	\$ 559
14th Street Drainage Project	-	966,226	966,226	-	966,226
Water and Sewer Improvements					
Beach Side of Butler Water Line Improvement	575,000	2,130,273	2,130,273	-	2,130,273
Butler Avenue Water Line	817,000	-	-	-	-
Water Line Looping	224,040	15,460	15,460	-	15,460
Replacement of 6" ACX Water Line Improvement	168,960	-	-	-	-
Fort Screven Water Line Replacement, Life Station Upgrades, and I&I Continuation	440,000	82,522	82,522	-	82,522
Roads					
Various Improvements	250,000	-	-	-	-
ADA Sidewalk Improvement	-	22,000	22,000	-	22,000
Bike Paths	100,000	3,200	3,200	-	3,200
Jones Avenue	350,000	175,653	175,653	-	175,653
Street Paving and Sidewalks	-	70,000	70,000	-	70,000
Marsh Hen Trail TE Match	-	21,717	21,717	-	21,717
Public Safety					
Public Safety Facility	500,000	294,402	294,402	-	294,402
Fire Department	-	163,310	163,310	-	163,310
Beach-related					
Beach Renourishment	1,000,000	1,000,000	1,000,000	-	1,000,000
Community Development					
Old Fort Theater, Guardhouse	600,000	774,825	774,825	-	774,825
Playground Equipment	200,000	196,559	196,559	-	196,559
Marine Rescue Squadron Facility	100,000	71,165	71,165	-	71,165
Tybee Marine Science Center Project	600,000	601,908	3,568,790	-	3,568,790
South Beach Business District	-	764,381	764,381	-	764,381
Other					
Other Capital Equipment	190,354	-	-	-	-
	<u>\$ 6,515,354</u>	<u>\$ 7,354,160</u>	<u>\$ 10,321,042</u>	<u>\$ -</u>	<u>\$ 10,321,042</u>

CITY OF TYBEE ISLAND, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS (2014 RESOLUTION)
YEAR ENDED JUNE 30, 2024

Project	Estimated Cost		Actual Expenditures		Cumulative Total
	Original	Current	Prior Years	Current Year	
Public Safety					
Police Vehicles	\$ 120,000	\$ 228,434	\$ 258,433	\$ -	\$ 258,433
Public Safety Software Upgrade	165,000	196,665	196,665	-	196,665
Fire Department Truck	630,000	867,347	1,240,278	-	1,240,278
Fire Department Equipment	630,000	246,431	230,792	-	230,792
Police Department Equipment	-	41,000	27,843	-	27,843
Water and Sewer					
Various Projects	1,554,000	-	-	-	-
Street and Infrastructure					
Street Paving and Repair	550,000	159,561	71,856	-	71,856
Marsh Hen Trail / Highway 80 Bike Trail	47,000	46,242	46,058	-	46,058
Drainage Projects	-	196,030	101,481	-	101,481
Street Sweeper Equipment	-	180,000	180,000	-	180,000
Culture and Recreation					
Memorial Park Pavilion Building	32,000	45,997	151,620	-	151,620
Memorial Park Bathroom Building	-	212,872	212,872	-	212,872
Playground Equipment	120,000	195,390	195,390	-	195,390
Tybee Arts Association - Audio/Video	-	54,018	27,017	-	27,017
YMCA - Batting Cage	-	5,842	5,842	-	5,842
Tybee Post Theatre - Audio/Video	-	117,056	117,056	-	117,056
Jaycee Park	-	460,000	716,268	-	716,268
Various Projects	332,000	-	-	-	-
South End Bathrooms	-	-	840,645	-	840,645
Beach-related					
Mobile Mats	20,000	-	-	-	-
Beach Crossovers	-	224,770	224,769	-	224,769
Future Beach Projects	-	248,039	-	-	-
	<u>\$ 4,200,000</u>	<u>\$ 3,725,694</u>	<u>\$ 4,844,885</u>	<u>\$ -</u>	<u>\$ 4,844,885</u>

**CITY OF TYBEE ISLAND, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS (2020 RESOLUTION)
YEAR ENDED JUNE 30, 2024**

Project	Estimated Cost		Actual Expenditures		Cumulative Total
	Original	Current	Prior Years	Current Year	
Public Safety					
Fire Station	\$ 460,000	\$ 460,000	\$ -	\$ -	\$ -
Fire Vehicles	545,000	545,000	468,977	-	468,977
Public Works					
Street Paving & Maintenance	200,000	200,000	705,331	464,313	1,169,644
Water / Sewer Improvements	500,000	500,000	-	-	-
Drainage Projects	230,000	230,000	54,680	-	54,680
Culture and Recreation					
Recreational Facilities & Improvements	469,653	469,653	6,474	730,544	737,018
Recreational Area Improvements	550,000	550,000	858	-	858
Beach Area Improvements	450,000	450,000	-	-	-
General Government					
City Facilities	550,000	550,000	311,730	700,000	1,011,730
	<u>\$ 3,954,653</u>	<u>\$ 3,954,653</u>	<u>\$ 1,548,050</u>	<u>\$ 1,894,857</u>	<u>\$ 3,442,907</u>



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