



**Georgia Ports Authority**  
(a Component Unit of the State of Georgia)  
**Annual Comprehensive Financial Report**  
**For the Fiscal Years Ended June 30, 2021 and 2020**

**Prepared by:**  
**GPA Finance Department**



**GEORGIA PORTS AUTHORITY**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

---

**TABLE OF CONTENTS**

**Page**

**INTRODUCTORY SECTION**

|   |       |
|---|-------|
| Letter of Transmittal .....   | i – v |
| Organizational Chart.....   | vi    |
| Directory of Officials .....  | vii   |
| Certificate of Achievement for Excellence in Financial Reporting..... | viii  |

**FINANCIAL SECTION**

|                                    |       |
|------------------------------------|-------|
| INDEPENDENT AUDITOR'S REPORT ..... | 1 – 3 |
|------------------------------------|-------|

|   |        |
|---|--------|
| MANAGEMENT'S DISCUSSION AND ANALYSIS..... | 4 – 12 |
|---|--------|

**FINANCIAL STATEMENTS**

|  |           |
|--|-----------|
| Statements of Net Position .....                                   | 13 and 14 |
| Statements of Revenues, Expenses and Changes in Net Position ..... | 15        |
| Statements of Cash Flows .....                                     | 16 and 17 |
| Statements of Fiduciary Net Position .....                         | 18        |
| Statements of Changes in Fiduciary Net Position .....              | 19        |
| Notes to Financial Statements .....                                | 20 – 52   |

**REQUIRED SUPPLEMENTARY INFORMATION**

|   |           |
|---|-----------|
| Schedule of Changes in the Authority's Net Pension Liability (Asset) and Related Ratios<br>– Retirement Plan for the Employees of Georgia Ports Authority ..... | 53 and 54 |
| Schedule of Authority Contributions – Retirement Plan for the Employees of<br>Georgia Ports Authority.....  | 55 and 56 |
| Schedule of Pension Investment Returns – Retirement Plan for the Employees of<br>Georgia Ports Authority.....   | 57        |
| Schedule of Changes in the Authority's Total Pension Liability and Related<br>Ratios – Supplemental Retirement Plans .....                                      | 58        |
| Schedule of Authority Contributions – Supplemental Retirement Plans .....   | 59        |
| Schedule of Changes in the Authority's Net OPEB Liability and Related Ratios –<br>Retiree Medical And Dental Plan (OPEB).....                                   | 60        |
| Schedule of Authority Contributions – Retiree Medical and Dental Plan (OPEB) .....  | 61        |
| Schedule of OPEB Investment Returns – Retiree Medical and Dental Plan (OPEB).....   | 62        |

**GEORGIA PORTS AUTHORITY**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

---

**TABLE OF CONTENTS (CONTINUED)**

**Page**

**SUPPLEMENTARY INFORMATION**

|   |           |
|---|-----------|
| Combining Statements of Fiduciary Net Position.....             | 63 and 64 |
| Combining Statements of Changes in Fiduciary Net Position ..... | 65 and 66 |

**STATISTICAL SECTION**

**FINANCIAL TRENDS INFORMATION**

|  |           |
|--|-----------|
| Net Position by Component – Last Ten Fiscal Years..... | 67 and 68 |
| Change in Net Position – Last Ten Fiscal Years .....   | 69 and 70 |

**REVENUE CAPACITY INFORMATION**

|  |           |
|--|-----------|
| Operating Revenues and Revenue Tonnage by Type –     |           |
| Last Ten Fiscal Years .....                          | 71 and 72 |
| Revenue Tonnage Report – Last Ten Fiscal Years ..... | 73 and 74 |
| Top Ten Vessel and Cargo Customers –                 |           |
| Current Year and Nine Years Ago .....                | 75        |

**DEBT CAPACITY INFORMATION**

|   |           |
|---|-----------|
| General Bonded Debt by Type – Last Ten Fiscal Years .....           | 76        |
| Net Revenue Available for Debt Service – Last Ten Fiscal Years..... | 77 and 78 |

**OPERATING INFORMATION**

|  |           |
|--|-----------|
| State of Georgia Population/Demographics –                             |           |
| Last Ten Calendar Years .....  | 79        |
| State of Georgia Principal Private Sector Employers –                  |           |
| Current Year and Nine Years Ago .....                                  | 80        |
| Port of Savannah and Brunswick Seaborne Trade by Region –              |           |
| Current Year and Nine Years Ago .....                                  | 81        |
| Vessel Arrivals by Terminal – Last Ten Fiscal Years .....              | 82 and 83 |
| Cargo Statistics – Last Ten Fiscal Years .....                         | 84 and 85 |
| Freight Traffic Statistics – Last Ten Fiscal Years.....                | 86 – 88   |
| Physical Characteristics of the Port Facilities of the Authority ..... | 89        |
| Number of Authority Employees by Type – Last Ten Fiscal Years .....    | 90 and 91 |

## **INTRODUCTORY SECTION**



Telephone: 912-964-3811  
Toll Free (in U.S.): 800-342-8012  
P.O. Box 2406  
Savannah, GA 31402  
USA

**GRIFFITH LYNCH**  
*Executive Director*  
**Email:** [glynch@gaports.com](mailto:glynch@gaports.com)  
**Call Direct:** 912-963-5563  
**Fax:** 912-966-3615

**J. RUSSELL MINCEY**  
*Chief Financial Officer*  
**Email:** [rmincey@gaports.com](mailto:rmincey@gaports.com)  
**Call Direct:** 912-964-3893  
**Fax:** 912-964-3903

August 30, 2021

To Chairman Wooten, Distinguished Members of the Georgia Ports Authority Board and the Readers of this Report:

Ladies and Gentlemen:

Enclosed please find the Georgia Ports Authority (Authority) Annual Comprehensive Financial Report (ACFR) for the years ended June 30, 2021 and 2020. This report, which includes descriptions of the Authority's operations and facilities and various statistics, provides the reader with the Authority's financial condition and activities that demonstrate solid growth over the last decade. The management of the Authority is responsible for the accuracy and completeness of the information presented in this report.

The Authority's management is responsible for the establishment and maintenance of internal accounting controls which are designed to provide reasonable, but not absolute, assurance that assets are safeguarded, and financial transactions are properly recorded and adequately documented, and to ensure the reliability of financial records for preparing the Authority's financial statements. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from such control and that the evaluation of costs and benefits requires estimates and judgments by the Authority's management.

Mauldin and Jenkins LLC, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Authority's financial statements for the years ended June 30, 2021 and 2020. The independent auditor's report is located at the front of the financial section of this report.

The Authority's management follows a comprehensive set of financial policies. The Authority has a policy that requires Board approval of annual operating and capital budgets. The Authority's management prepares the operating budget using responsible assumptions and projections to help ensure the Authority generates operating income. The Authority's management incorporates its strategic plans in preparing the capital budget to help ensure that long-range organization goals are achieved.

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

## **PROFILE OF THE GOVERNMENT**

Since 1945, Georgia's ports have served as magnets for international trade and investment, enriching the state's economy to benefit all Georgians. The Georgia Ports Authority is dedicated to providing customers with the most efficient, productive port facilities in the nation and to creating jobs and business opportunities to benefit more than 10.7 million Georgians. The Authority is committed to maintaining its competitive edge through development of leading-edge technology, marketing, and operations to move cargo more efficiently. The Authority is working hard to identify what must be done today to sustain growth, performance, and security for tomorrow.

Georgia's deep-water ports in Savannah and Brunswick, together with inland operations in Bainbridge and Chatsworth, are Georgia's gateways to the world. These ports are critical conduits through which raw materials and finished products flow to and from destinations around the globe.

As an Authority of the State, a thirteen-member Board governs the activities of the Authority. Members are appointed by the Governor, from the state at large, to serve four-year, staggered terms. The Executive Director reports to the Authority and is responsible for directing all phases of port operations, policies and management controls.

The Authority directly employs over 1,475 trained logistics professionals. The Authority, however, is responsible for generating far more employment throughout the state. In a study performed by The Selig Center for Economic Growth, Terry College of Business, Authority operations, together with the private sector port-related operations, directly and indirectly impact more than 496,000 jobs statewide, \$122 billion of dollars in Georgia's total sales, and \$29 billion in income annually.

For additional information, please see the *Demographic and Economic Information* in the Statistical Section of this ACFR.

### **Business of the Authority**

The Port of Savannah is comprised of two modern, deep-water terminals: Garden City Terminal and Ocean Terminal. Together, these facilities exemplify the Authority's exacting standards of efficiency and productivity. Garden City Terminal is the largest single container-handling facility in North America, encompassing approximately 1,350 acres and currently moves over 36 million tons of containerized cargo annually. For the first time in its history, the Port of Savannah moved 5.3 million twenty-foot equivalent container units, growing cargo volumes by 20 percent in FY2021, or nearly 900,000 additional TEUs compared to FY2020.

Ocean Terminal is Savannah's multi-faceted terminal that supports container, breakbulk and roll-on / roll-off operations. The terminal covers 208 acres and provides customers with more than 1.3 million square feet of covered, versatile storage.

The Port of Brunswick is comprised of three Authority-owned deep-water terminals, two of which are operated by the Authority. The port's well-earned reputation for productivity and efficiency is heightened by its position as one of the fastest growing auto and heavy machinery ports in North America. During FY2021, over twenty-six auto manufacturers, supported by four auto processors, and over eighteen machinery manufacturers utilized the Colonel's Island Terminal.

Brunswick's Mayor's Point Terminal facilitates the import and export of valuable forest products, while Marine Port Terminals, operated by Logistec U.S.A., specialize in the handling of bulk and breakbulk commodities at the Lanier Docks and East River Terminals.

Georgia's inland terminal operation, the Appalachian Regional Port near Chatsworth, Georgia, provides an efficient and cost-effective connection for cargo moving by rail to and from North Georgia, Alabama, Tennessee, Kentucky and the Port of Savannah. In addition, Port Bainbridge provides a strategic advantage for bulk commodities moving to and from the Southeastern United States.

For additional information, please see the *Table of Physical Characteristics of the Port Facilities of the Authority* in the Statistical Section of this ACFR.

### **LONG-TERM FINANCIAL PLANNING**

Over the last fifteen years the Authority's container volume has grown at a faster rate than any other major port in the country. At the Garden City Terminal, the number of twenty-foot equivalent units (TEUs) has grown from 2.04 million in FY2006 to 5.33 million in FY2021, an increase of over 161%. The Authority's long-term growth forecast projects container volume to increase over 106% from FY2021 to FY2030.

To prepare for this growth, the Authority has developed strategic plans to build out Savannah's annual operating capacity to 11.0 million TEUs through improvements at Garden City Terminal and the completion of several phases of the new Savannah Container Terminal. These improvements will allow the Authority to continue to be the southeast United States' gateway container terminal and serve the largest container vessels calling on the east coast.

In 2008, the Authority entered into an "Intergovernmental Agreement for Development of an Ocean Terminal on the Savannah River within the State of South Carolina" with the Georgia Department of Transportation and the South Carolina Ports Authority (SCPA). Under the Agreement, the Authority purchased approximately 1,500 acres of land for the planned Jasper Ocean Terminal (JOT) jointly with the SCPA. In 2015, the Authority and the SCPA determined that going forward the development of JOT should be pursued as a joint venture between the Authority and the SCPA. The JOT will provide capacity to meet the region's long-term forecasted demand.

## MAJOR INITIATIVES

### COVID-19 Pandemic Impact and Response

The outbreak in late 2019 of a novel strain of coronavirus, referred to as COVID-19, has spread throughout the world, including the U.S. and the State. COVID-19 was declared to be a pandemic (the “COVID-19 Pandemic”) by the World Health Organization, as well as a U.S. national emergency, and a statewide emergency in the State. The responses of governments, businesses, and individuals, which are intended to slow and limit the spread of the coronavirus, have resulted in widespread and significant adverse impacts upon economic activity. Reductions in business revenues and sales, while costs related to cleaning and disinfecting measures, as well as healthcare expenses for infected persons, have been significant. The COVID-19 Pandemic is a continuing and dynamic situation, and predictions as to when it will be contained and effectively eliminated are not possible at this time. As a result, the Authority continues to analyze and address the ongoing impact of the COVID 19 Pandemic.

Prior to the onset of the COVID-19 Pandemic, and the government and public responses to it, the Authority was on a record-setting pace for FY 2020. The Authority’s container volumes were expected to increase at least 3.5% over FY2019 and revenues by 6.5%. The Authority’s operating income and cash flows from operations growth were expected to nearly mirror the increase in revenues. Post-COVID-19, the Authority’s container volumes were down just over 1.0% year-over-year, while revenues were up just over 1.7%. Those revenues represented an annual record level of revenues generated at that time but have since been superseded by FY2021’s reported revenues. The Authority’s operating income and cash flows from operations, adjusted for changes in current liabilities, were both down 6.5%.

During FY2020, the Authority continued steady operations with normal, 24-hour vessel and terminal services. As the Authority is considered “essential” logistical infrastructure, its operations were exempted from many government actions that would have prevented employees from reporting to work (e.g., “shelter-in-place” orders). The Authority suspended most hiring of new employees but did continue to hire skilled people in critical operations roles that have a long training lead-time (e.g., ship-to-shore crane operators). To keep cargo moving smoothly at its facilities, the Authority implemented an “Isolate and Operate” strategy by spreading out workers, practicing social distancing, and disinfecting and deep-cleaning equipment, thereby attempting to minimize impact from the pandemic. Using the “Isolate and Operate” strategy, The Authority has worked day and night to protect the Authority’s employees, our partners in the ILA and all the truckers, contractors, vendors, and others who work on our terminals daily.

Despite the challenges of the COVID-19 Pandemic, the Authority had a record-setting year in FY2021. TEU container volumes were up 20.1%, at 5.331M TEUs, and revenues of \$615.4M were an increase of 27.8% year-over year and a new annual record. The Authority’s cash flows from operations, at \$317.4M, were up \$136.8M, or 75.7%.

As the country’s third busiest port complex, the Authority clearly understands the importance of keeping our ports operational through this crisis to support the needs of our customers and the nation.

## **Savannah Harbor Expansion Project**

The completion of the Savannah Harbor Expansion Project (SHEP) is the number one strategic priority for the Georgia Ports Authority and its valued customers and is critically important to economic growth in Georgia and the southeastern United States. This project will deepen the river from its current 42-foot depth to 47 feet at mean low water. The federal navigation channel in Savannah is utilized by more than 20 private businesses and associated terminals in addition to the Georgia Ports Authority terminals.

The Port of Savannah ranks as the third largest container gateway in the nation, with approximately 45% of the United States population living within the Authority's service region. As the largest container port in the Southeast, the Port of Savannah is responsible for moving nearly 10.0% of the U.S. overseas containerized cargo. The volume to be handled by the Authority is projected to increase by more than 106% from FY2021 to FY2030.

While cargo has grown, so has the size of the ships. The Authority proposed in 1996 to deepen the Savannah River to handle these larger container vessels more efficiently. With the completion of the Panama Canal improvements in 2016, now even larger container vessels are calling the U.S. East Coast with increased efficiencies and reduced costs for the American consumer. In May 2021, the CMA CGM vessel Marco Polo called on the Port of Savannah. At a capacity of over 16,000 twenty-foot equivalent container units, the Marco Polo is the largest ship ever to call on the U.S. East Coast. Currently, approximately 80% of the containerized cargo vessels that call on the Port of Savannah are unable to load to their maximum design draft and call at any tide.

SHEP received the last of all required federal and state regulatory approvals in 2013. On June 10, 2014, the Water Resources Reform and Development Act of 2014 was signed into law, thereby allowing the U.S. Army Corps of Engineers to proceed to construction on the project. Today, dredging on the entrance channel is complete along with several other components of the project including acquisition of property for wetlands mitigation, payment for a striped bass stocking program, the removal of the CSS Georgia from the channel and the initial dike-raising for the project. Contracts for other project features have been awarded. Among the features under construction are the oxygen injection systems and a freshwater diversion structure. The final dredging contract was awarded in November 2019 with completion scheduled in early 2022.

While the authorized cost of the SHEP was estimated at \$706 million in 2014, a mandated update resulted in an increased cost due to the awards of several contracts at higher than estimated amounts and increased expenses and price levels effected by the length of time for the project. The new cost of \$1.019 billion was authorized by Congress as part of America's Water Infrastructure Act of 2018. The economics analysis was also updated resulting in an increased benefit-to-cost ratio of 7.3 to 1, one of the highest of any deep draft navigation project for the Corps of Engineers across the nation.

## **Mason Mega Rail**

In addition to SHEP, the Georgia Ports Authority's expansion plans include the development of significant rail infrastructure known as the Mason Mega Rail that plans to increase rail capacity from 500,000 to over 1 million rail lifts. Since March of 2018 the project has experienced significant progress including the completion of multiple bridge structures, civil infrastructure development and the commissioning of five (5) of the ten (10) rail mounted gantry cranes that will operate in the yard. While Norfolk Southern and CSX have occupied the west rail bundle of nine (9) working tracks, the second set of nine (9) working tracks that make up the east bundle experienced significant progress with expected completion in November 2021. At that time, both railroads will be able to operate in the complete eighteen (18) track facility along with six (6) of the ten (10) rail mounted gantry cranes in operation. All ten (10) rail mounted cranes are expected to be in operation in the summer of 2022. When fully completed in 2022, the facility will be the largest on-port rail terminal in North America and provide a new supply chain option directly to America's Midwest.

The Mason Mega Rail, specifically designed to efficiently handle 10,000-foot unit trains by both major rail carriers, will have 18 working tracks, a lift capacity of over 1 million containers per year and nearly 180,000 feet of track.

Shippers in major markets from Memphis to St. Louis and Chicago to Cincinnati will experience greater efficiencies and reduced transit times to and from Savannah's growing intermodal hub. In many instances, cargo will avoid rail hub layovers, pick up a full day, and in turn open new markets and opportunities for shippers.



## Environmental Affairs

As an instrumentality of the State, the Authority's mission states that the organization will develop, maintain and operate ocean and inland river ports within Georgia; foster international trade and new industry for state and local communities; promote Georgia's agricultural, industrial and natural resources; and maintain the natural quality of the environment. To that end the Authority is committed to conducting port operations in an environmentally sensitive and responsible manner to the extent feasible, practicable and consistent with the Authority's overall mission and goals.

The Authority will strive to:

- Meet or exceed all applicable federal, state, and local regulations and other commitments.
- Define and establish environmental objectives, targets and best management practices and monitor performance.
- Minimize pollution from port operations.
- Continually improve the port's performance.
- Ensure that the environmental management policy is available to staff, tenants, customers and the general public.

## ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Georgia Ports Authority Members and the Audit, Budget and Finance Committee for their unfailing support for maintaining the highest standards of professionalism in the management of the Georgia Ports Authority's finances.

Respectfully submitted,



Griffith V. Lynch  
Executive Director

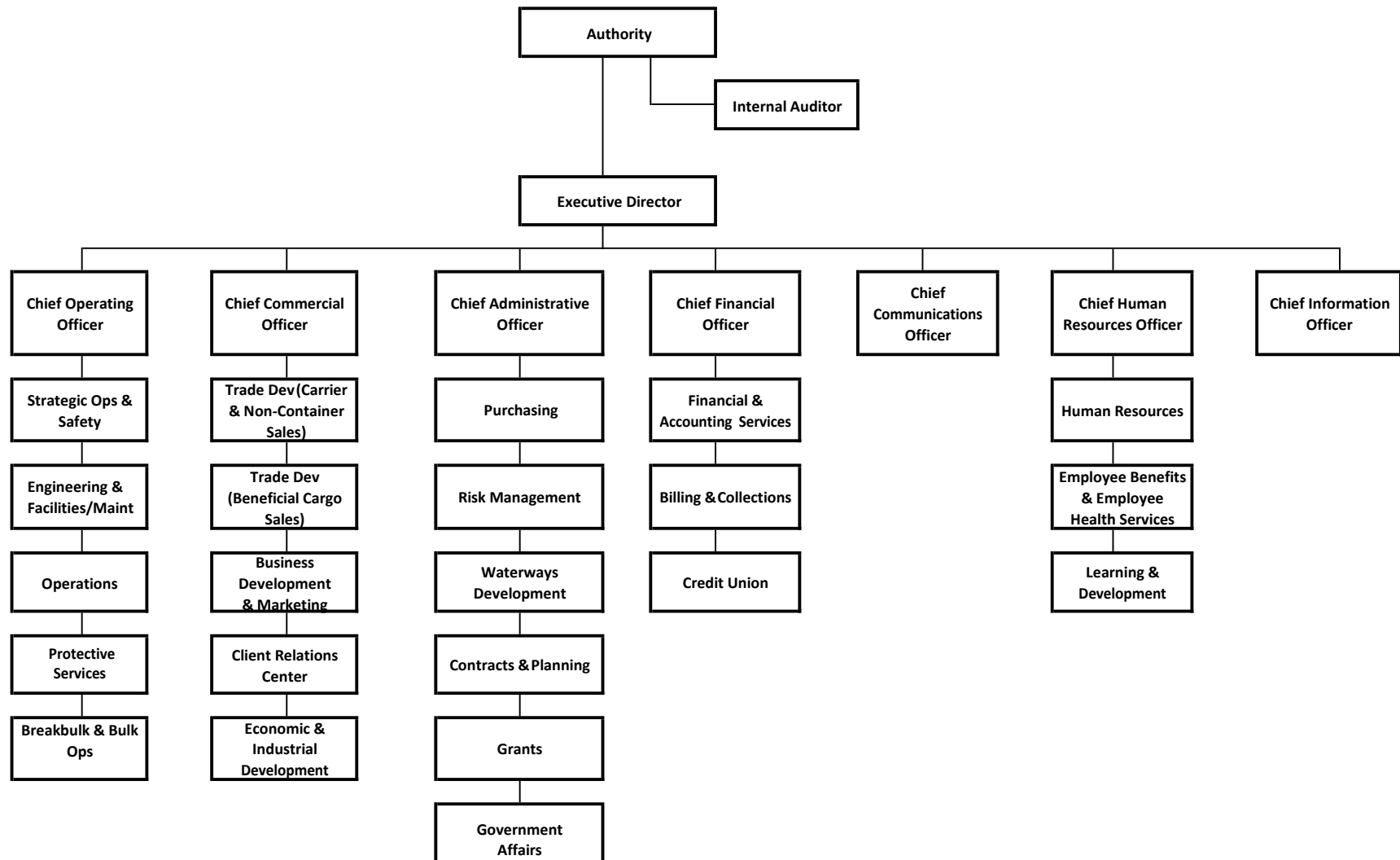


J. Russell Mincey  
Chief Financial Officer

# GEORGIA PORTS AUTHORITY

## ORGANIZATIONAL CHART JUNE 30, 2021

---



# GEORGIA PORTS AUTHORITY

## DIRECTORY OF OFFICIALS JUNE 30, 2021

---

### **Authority**

William D. McKnight, Chairman  
Joel O. Wooten, Jr., Vice Chairman  
Kent Fountain, Secretary and Treasurer  
Patrick Kelly Farr, Jr., Member  
James L. Allgood, Jr., Member  
Christopher C. Womack, Member  
Ben H. Hall, Jr., Member  
Douglas J. Hertz, Member  
David J. Cyr, Member  
Julie E. Hunt, Member  
Alec L. Poitevint, II, Member  
Don A. Grantham, Sr., Member  
Philip Wilheit, Jr., Member

### **Executive Staff**

Griffith V. Lynch, Executive Director  
Edward McCarthy, Chief Operating Officer  
Clifford R. Pyron, Chief Commercial Officer  
J. Russell Mincey, Chief Financial Officer  
James C. McCurry, Chief Administrative Officer  
Lise Altman, Chief Human Resources Officer  
Robert C. Morris, Chief Communications Officer  
Bill Sutton, Chief Information Officer  
M. Christopher Logan, Senior Director of Trade Development, Beneficial Cargo Owner Sales  
Bruce A. Kuzma, Senior Director of Trade Development, Open Carrier & Non-Container Sales  
Wes Lanier, Senior Director of Strategic Operations & Safety  
Christopher B. Novack, Senior Director of Engineering & Facilities Maintenance  
Kevin R. Doyle, Senior Director of Protective Services  
Daniel E. Rohde, Senior Director of Operations  
Susan E. Gardner, Senior Director of Operations and Projects



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Georgia Ports Authority**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morrell*

Executive Director/CEO

## **FINANCIAL SECTION**

## INDEPENDENT AUDITOR'S REPORT

---

**To the Board of Directors  
Georgia Ports Authority  
Savannah, Georgia**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the business-type activities and aggregate remaining fund information of the **Georgia Ports Authority** (the "Authority"), a component unit of the State of Georgia, as of and for the years ended June 30, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

---

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities and the aggregate remaining fund information of the Georgia Ports Authority, a component unit of the State of Georgia, as of June 30, 2021 and 2020, and the changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters******Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 12), the Schedule of Changes in the Authority's Net Pension Liability (Asset) and Related Ratios – Retirement Plan for the Employees of the Georgia Ports Authority (on pages 53 and 54), the Schedule of Authority Contributions – Retirement Plan for the Employees of the Georgia Ports Authority (on pages 55 and 56), the Schedule of Pension Investment Returns – Retirement Plan for the Employees of the Georgia Ports Authority (on page 57), the Schedule of Changes in the Authority's Total Pension Liability and Related Ratios – Supplemental Retirement Plans (on page 58), the Schedule of Authority Contributions – Supplemental Retirement Plans (on page 59), the Schedule of Changes in the Authority's Net OPEB Liability and Related Ratios – Retiree Medical and Dental Plan (OPEB) (on page 60), the Schedule of Authority Contributions – Retiree Medical and Dental Plan (OPEB) (on page 61), and the Schedule of OPEB Investment Returns – Retiree Medical and Dental Plan (OPEB) (on page 62) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

---

**Other Information**

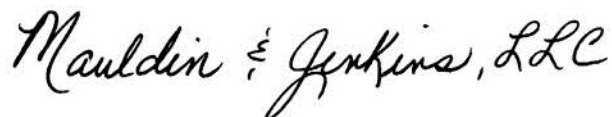
Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Georgia Ports Authority's basic financial statements. The introductory section, combining statement of fiduciary net position, combining statement of changes in fiduciary net position and the statistical section, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining statement of fiduciary net position and combining statement of changes in fiduciary net position are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statement of fiduciary net position and combining statement of changes in fiduciary net position are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2021, on our consideration of the Georgia Ports Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Georgia Ports Authority's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Mauldin & Jenkins, LLC". The script is cursive and fluid, with the letters "M", "J", and "L" being particularly large and stylized.

Savannah, Georgia  
August 30, 2021



# GEORGIA PORTS AUTHORITY

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

On behalf of Management at the Georgia Ports Authority (Authority), we respectfully offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal years ended June 30, 2021 and 2020, with selected comparative information for the year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with the financial statements and footnotes. All dollar amounts, unless otherwise indicated, are expressed in thousands.

### Operating Highlights

The Authority operates deep-water port terminals in Savannah and Brunswick, an inland river terminal in Bainbridge and an inland rail terminal in Chatsworth. The Authority handles three basic types of international and domestic cargos:

- containerized cargo (various products that can be placed inside an intermodal container)
- non-containerized general cargo and rolling stock (products such as steel beams, various products in rolls and bales, autos, tractors, and other heavy equipment)
- bulk cargo (products such as agri-commodities and various liquid commodities)

The Authority enjoyed its best performances ever in fiscal year 2021 posting significant gains in several important cargo categories and increasing overall tonnage by 8.9% to a record as measured against fiscal year 2020 results.

During fiscal year 2021, the Authority had a record year by handling 5.33 million twenty-foot equivalent units (TEUs) of containerized cargo representing a 20.1% increase from fiscal year 2020. During fiscal year 2021 containerized cargo benefited from inventory replenishment due to COVID-19 recovery and increased e-commerce. As COVID-19 disrupted world trade, United States containerized cargo primarily increased due to trade with China / Asia.

Total non-containerized general cargo increased by 6.8% in fiscal year 2021 versus fiscal year 2020 to 2.62 million tons. Ocean Terminal non-containerized general cargo decreased by 1.2% and Mayor's Point Terminal decreased by 59.3% in fiscal year 2021 compared to fiscal year 2020. For fiscal year 2020, total non-containerized general cargo decreased by 12.8% from fiscal year 2019, with a decrease of 24.2% at Ocean Terminal and an increase of 59.9% at Mayor's Point Terminal.

At the Colonel's Island Terminal in Brunswick, auto and machinery business increased 21.2% to 685,460 units in fiscal year 2021 versus fiscal year 2020. Fiscal year 2020 auto and machinery results decreased 7.9% to 565,418 units as compared to fiscal year 2019.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Financial Highlights

- The Authority's net position (the amount assets and deferred outflows of resources, exceeded liabilities and deferred inflows of resources) was \$2,045,495 at the close of fiscal year 2021; \$1,832,785 at the close of fiscal year 2020; and \$1,696,166 at the close of fiscal year 2019.
- The Authority's total net position increased \$212,710 and \$136,619 during fiscal years 2021 and 2020, respectively. These net changes are further reflected in the Authority's Statements of Revenues, Expenses and Changes in Net Position.
- The Authority generated record annual operating revenues of \$615,429 for fiscal year 2021, representing an increase of approximately 27.8% compared to fiscal year 2020, resulting from US economic growth in fiscal year 2021 and increased cargo growth with Asia. Operating revenues during fiscal year 2020 were \$481,728, representing an increase of 1.7% over fiscal year 2019.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction of Georgia Ports Authority's basic financial statements. The *Statements of Net Position* present information on all the Authority's assets, deferred outflows, liabilities and deferred inflows, with the *net position* reported as assets plus deferred outflows less liabilities and deferred inflows. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating.

The *Statements of Revenues, Expenses and Changes in Net Position* present information showing how the Authority's net position changed during the fiscal year. All changes in net position are reported on an accrual basis.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Financial Statements

**Net Position:** The following table reflects the overall financial condition of the Authority as of the last three fiscal years ended June 30, 2021, 2020 and 2019, respectively.

|                                  | <u>2021</u>         | <u>2020</u>         | <u>2019</u>         |
|----------------------------------|---------------------|---------------------|---------------------|
| Current assets                   | \$ 567,227          | \$ 434,837          | \$ 490,727          |
| Capital assets                   | 1,589,653           | 1,460,779           | 1,310,360           |
| Other long-term assets           | 24,988              | 23,032              | 31,244              |
| Total Assets                     | <u>2,181,868</u>    | <u>1,918,648</u>    | <u>1,832,331</u>    |
| Deferred Outflows of Resources   | 37,449              | 53,264              | 29,728              |
| Current liabilities              | 89,048              | 41,579              | 71,619              |
| Other noncurrent liabilities     | 82,067              | 94,943              | 89,652              |
| Total Liabilities                | <u>171,115</u>      | <u>136,522</u>      | <u>161,271</u>      |
| Deferred Inflows of Resources    | 2,707               | 2,605               | 4,622               |
| Net investment in capital assets | 1,589,653           | 1,460,779           | 1,310,360           |
| Unrestricted                     | 455,842             | 372,006             | 385,806             |
| Total Net Position               | <u>\$ 2,045,495</u> | <u>\$ 1,832,785</u> | <u>\$ 1,696,166</u> |

The Authority's total current assets increased by \$132,390 and decreased by \$55,890 during fiscal years 2021 and 2020, respectively. Elements to consider related to these changes include:

- Cash and cash equivalents increased from \$371,498 to \$469,359 in fiscal year 2021 and decreased from \$400,706 to \$371,498 in fiscal year 2020, thus resulting in a total increase of \$68,653 over the two years.
- Accounts receivable – trade increased by \$28,262 in fiscal year 2021 and decreased by \$8,986 in fiscal year 2020. The increase in fiscal year 2021 was due to a rebound in economic activity from the COVID-19 low in fiscal year 2020.
- Accounts receivable – non-trade increased by \$7,477 in fiscal years 2021 and decreased by \$6,759 in fiscal year 2020. The net increase from fiscal year 2019 was due to federal grants activity.
- Inventories decreased by \$329 in fiscal year 2021 and increased by \$406 in fiscal year 2020, resulting in a \$77 increase from fiscal year 2019 due to rubber tire gantry crane spare parts.
- Prepaid expenses decreased by \$881 and by \$11,343 in fiscal years 2021 and 2020 respectively. These changes resulted in a total decrease of \$12,224 due to a construction project deposit with the Georgia Department of Transportation.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Financial Statements (Continued)

Cash and cash equivalents as presented on the statements of net position increased by \$97,861 during the year ended June 30, 2021 and decreased by \$29,208 during the year ended June 30, 2020.

Long-term assets include certain investments (insurance contracts), pension assets, and capital assets. The Authority's capital and other long-term assets increased by \$130,830 and \$142,207 in fiscal years 2021 and 2020, respectively. Elements to consider related to these changes include:

- Long-term investments increased by \$1,910 and \$1,442 in fiscal years 2021 and 2020, respectively. The \$3,352 increase over the two fiscal years is due to increased insurance contracts.
- Pension assets decreased by \$0 and by \$9,420 in fiscal year 2021 and 2020, respectively. The fiscal year 2019 balance of \$9,420 resulted from the fiduciary net position exceeding the liability of the pension at the measurement date of June 30, 2018. The measurement dates for June 30, 2020 and June 30, 2019, both resulted in a pension liability.
- Other noncurrent assets increased by \$46 in fiscal year 2021 and decreased by \$234 in fiscal year 2020. These results produced a decrease of \$188 over the two-year period.
- Capital assets increased by \$128,874 and by \$150,419 in fiscal year 2021 and 2020, respectively. Included in the increase for both years was the purchase of capital assets in the amount of \$422,579 net of disposals. Depreciation expense of \$143,286 was incurred during these two years, which offset the overall increase in capital assets.

Deferred outflows of resources included contributions made to the pension and Other Post-employment Benefits (OPEB) trusts after the measurement date, differences between the expected and actual economic and demographic experience, the net difference between projected and actual earnings of the pension trust, and assumption changes.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Financial Statements (Continued)

- Contributions made after the measurement date were \$18,572 in fiscal year 2021 and \$22,178 in fiscal year 2020. Combined contributions to the pension and OPEB trusts were \$40,750 over the two-year period.
- Net difference between projected and actual earnings of the pension and OPEB trusts decreased by \$2,179 over fiscal years 2021 and 2020 due to greater-than-expected actual earnings.
- Assumption changes to the pension and OPEB plans increased the deferred outflow of resources by \$4,521 over fiscal years 2021 and 2020.
- Differences between the expected and actual economic and demographic experience decreased by \$2,424 in fiscal year 2021 and increased \$3,249 in fiscal year 2020.

The Authority's total current liabilities increased by \$47,469 in fiscal year 2021 and decreased by \$30,040 in fiscal year 2020. Elements to consider related to these changes include:

- Accounts and contracts payable increased by \$44,741 in fiscal year 2021 and decreased by \$25,661 in fiscal year 2020. The overall increases were due primarily to the payment for capital equipment acquisitions.
- Accrued liabilities increased by \$2,728 in fiscal year 2021 and decreased by \$2,379 in fiscal year 2020.
- The current portion of accrued conservation commitments decreased by \$0 and by \$2,000 in fiscal years 2021 and 2020, respectively. The net decrease for fiscal years 2021 and 2020 was for conservation commitments related to the Savannah Harbor Deepening project.

The Authority's long-term liabilities decreased by \$12,876 in fiscal year 2021 and increased by \$5,291 in fiscal year 2020. The \$7,585 decrease over the two-fiscal years is due to conservation commitments related to the Savannah Harbor Deepening project.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Financial Statements (Continued)

- The long-term accrued conservation commitments decreased by \$4,042 and by \$4,041 in fiscal years 2021 and 2020, respectively. The net decrease for fiscal years 2021 and 2020 was for conservation commitments related to the Savannah Harbor Deepening project.
- The pension and OPEB liability decreased by \$7,976 in fiscal year 2021 and increased by \$18,823 fiscal year 2020. The net increase in the pension and OPEB liability was related to the actuarial determined liability for the pension plans.
- The other non-current liabilities and unearned rentals decreased by \$858 and by \$9,491 in fiscal years 2021 and 2020, respectively. The net decrease was primarily due to the unearned grant revenue.

The deferred inflows of resources related to the pensions and OPEB includes differences between the expected and actual economic and demographic experience, the net difference between projected and actual earnings and assumption changes.

- The differences between the expected and actual economic and demographic experience increased by \$842 in fiscal year 2021 and decreased by \$1,035 fiscal year 2020.
- Changes in assumption for the pensions and OPEB decreased by \$740 and \$982 in fiscal years 2021 and 2020, respectively.

The Authority's net position increased \$349,329 over the last two fiscal years with balances of \$2,045,495 in fiscal year 2021, \$1,832,785 in fiscal year 2020, and \$1,696,166 in fiscal year 2019. The increase was attributable to the operating performance of the Authority.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Financial Statements (Continued)

**Revenues, Expenses and Changes in Net Position:** The following table illustrates the history of revenues, expenses and changes in net position for the past three years ending June 30, 2021, 2020, and 2019, respectively.

|  | <u>2021</u>         | <u>2020</u>         | <u>2019</u>         |
|--|---------------------|---------------------|---------------------|
| Operating revenues:                              |                     |                     |                     |
| Container cargo                                  | \$ 551,507          | \$ 415,726          | \$ 410,006          |
| General cargo                                    | 58,517              | 61,014              | 58,752              |
| Liquid and dry bulk                              | 5,405               | 4,988               | 4,861               |
| Operating revenues                               | <u>615,429</u>      | <u>481,728</u>      | <u>473,619</u>      |
| Operating expenses:                              |                     |                     |                     |
| Operation and maintenance of facilities          | 231,332             | 200,532             | 195,891             |
| General administration                           | 89,654              | 75,786              | 68,509              |
| Depreciation                                     | 76,281              | 67,005              | 61,148              |
| Operating expenses                               | <u>397,267</u>      | <u>343,323</u>      | <u>325,548</u>      |
| Operating income                                 | <u>218,162</u>      | <u>138,405</u>      | <u>148,071</u>      |
| Non-operating income (expense)                   |                     |                     |                     |
| Investment income                                | 286                 | 4,706               | 7,224               |
| Noncapital contributions                         | 14,028              | 27,767              | 274                 |
| Noncapital port development expense              | (11,461)            | (26,011)            | (380)               |
| Capital contributions repaid to the State        | -                   | (5,472)             | (7,198)             |
| Gain (loss) on sale/impairment of capital assets | (7,889)             | 422                 | 38,583              |
| Other  | (8,889)             | (8,972)             | (10,395)            |
| Non-operating (expense) income, net              | <u>(13,925)</u>     | <u>(7,560)</u>      | <u>28,108</u>       |
| Capital contributions                            | <u>8,473</u>        | <u>5,774</u>        | <u>21,151</u>       |
| Change in net position                           | 212,710             | 136,619             | 197,330             |
| Total net position, beginning of year            | <u>1,832,785</u>    | <u>1,696,166</u>    | <u>1,498,836</u>    |
| Total net position, end of year                  | <u>\$ 2,045,495</u> | <u>\$ 1,832,785</u> | <u>\$ 1,696,166</u> |

Total fiscal year 2021 operating revenues of the Authority were a record \$615,429 or 27.8% greater than the fiscal year 2020 revenue of \$481,728. Fiscal year 2020 operating revenues were 1.7% greater than fiscal year 2019 revenue of \$473,619. The revenue increases over fiscal year 2019 were primarily attributable to increases in container volumes over the two fiscal years.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Financial Statements (Continued)

Total fiscal year 2021 operating expenses of the Authority were \$397,267 or 15.7% greater than fiscal year 2020 expenses of \$343,323. Fiscal year 2020 expenses were 5.5% greater than fiscal year 2019 expenses of \$325,548. The net expense increase during the past two years was primarily attributable to operating activities from increased cargo volumes.

Operating incomes of \$218,162 and \$138,405 for fiscal years 2021 and 2020, respectively, were the result of the different growth rates in revenues and expenses.

Non-operating income / (expense) for fiscal years 2021 and 2020 includes investment income, gain/(loss) on sale / impairment of capital assets, and expense for harbor deepening costs, as well as repayments of capital contributions to the State of Georgia. During fiscal year 2021, loss on disposal of capital assets was \$7,889 resulting from the disposal of six Ship-to-Shore Cranes and the demolition of Container Berth 1, which compared to the fiscal year 2020, gain on disposal of capital assets of \$422, and fiscal year 2019, when Georgia Ports Authority sold 5 parcels within the Savannah River International Trade Park resulting in a gain of \$39,245. In fiscal years 2021, 2020 and 2019 respectively, \$10,871, \$25,000 and \$0 were received from the State of Georgia for G.O. Bond non-capital contributions.

Capital contributions during fiscal years 2021 and 2020 included capital contributions from the Federal government, which were \$21,047 and \$5,753.

### Capital Asset and Debt Administration

**Capital Assets:** The Authority's investment in capital assets was \$1,589,653 as of June 30, 2021 representing an 8.8% increase for the year, and \$1,460,779 as of June 30, 2020 representing a 11.5% increase over the prior year. These investments in capital assets include land, buildings, improvements, and machinery.

Major capital investments during the past two fiscal years included the following:

- Purchase and upgrade Ship-to-Shore Container Cranes
- Purchase and upgrade Rubber-Tired-Gantry Cranes
- Properties acquisitions
- Dock and Berth upgrades at Ocean Terminal
- Rail additions at Garden City Terminal
- Purchase Rail Mounted Gantry Cranes
- Dock and Berth upgrades at Garden City Terminal
- Colonel's Island paving and berth improvements

Additional information on the Authority's capital assets can be found in Note 3 to the financial statements.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

### Capital Asset and Debt Administration (Continued)

**Debt Administration:** As a component unit of the State of Georgia, long-term funding is provided to the Authority through general obligation bonds issued by the State of Georgia. The Authority had no revenue bonds outstanding for fiscal years 2021 and 2020, respectively. Additional information on the Authority's long-term liabilities can be found in Note 5 to the financial statements.

### Further Information

This financial overview is designed to provide readers with a general overview of the Authority's finances and to show accountability. If you have questions or would like further information about this financial report, you may contact Georgia Ports Authority, Attn: Finance Dept. at P.O. Box 2406, Savannah, Georgia, 31402. The Authority's street address is 2 North Main Street, Garden City, Georgia 31408.

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF NET POSITION

**JUNE 30, 2021 AND 2020**  
(In Thousands)

|  | <u>2021</u>                | <u>2020</u>                |
|--|----------------------------|----------------------------|
| <b>ASSETS</b>  |                            |                            |
| <b>Current assets:</b>   |                            |                            |
| Cash and cash equivalents  | \$ 469,359                 | \$ 371,498                 |
| Accounts receivable – trade (less allowance for doubtful accounts<br>of \$6,174 and \$6,008 for 2021 and 2020, respectively) | 78,029                     | 49,767                     |
| Accounts receivable – non-trade  | 12,598                     | 5,121                      |
| Inventories of materials and supplies  | 5,648                      | 5,977                      |
| Prepaid expenses   | 1,593                      | 2,474                      |
| Total current assets   | <u>567,227</u>             | <u>434,837</u>             |
| <b>Non-current assets:</b>   |                            |                            |
| Long-term investments  | 20,595                     | 18,685                     |
| Other non-current assets   | 4,393                      | 4,347                      |
| Capital assets:  |                            |                            |
| Non-depreciable  | 551,035                    | 433,034                    |
| Depreciable, net of accumulated depreciation   | <u>1,038,618</u>           | <u>1,027,745</u>           |
| Total non-current assets   | <u>1,614,641</u>           | <u>1,483,811</u>           |
| Total assets   | <u><u>\$ 2,181,868</u></u> | <u><u>\$ 1,918,648</u></u> |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>  |                            |                            |
| <b>Deferred outflows of resources:</b>   |                            |                            |
| Pension and other post-employment benefit plans  | <u>\$ 37,449</u>           | <u>\$ 53,264</u>           |
| Total deferred outflows of resources   | <u><u>\$ 37,449</u></u>    | <u><u>\$ 53,264</u></u>    |

|   | 2021         | 2020         |
|---|--------------|--------------|
| <b>LIABILITIES</b>                              |              |              |
| <b>Current liabilities:</b>                     |              |              |
| Accounts and contracts payable                  | \$ 72,001    | \$ 27,260    |
| Accrued conservation commitments                | 4,062        | 4,062        |
| Accrued liabilities                             | 12,985       | 10,257       |
| Total current liabilities                       | 89,048       | 41,579       |
| <b>Non-current liabilities:</b>                 |              |              |
| Unearned revenue                                | 940          | 1,883        |
| Long-term accrued conservation commitments      | 15,375       | 19,417       |
| Pension plan                                    | 1,321        | 15,842       |
| Other post-employment benefit plan              | 9,518        | 11,297       |
| Supplemental employee retirement plans          | 54,148       | 45,824       |
| Other non-current liabilities                   | 765          | 680          |
| Total non-current liabilities                   | 82,067       | 94,943       |
| Total liabilities                               | \$ 171,115   | \$ 136,522   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>            |              |              |
| <b>Deferred inflows of resources:</b>           |              |              |
| Pension and other post-employment benefit plans | \$ 2,707     | \$ 2,605     |
| Total deferred inflows of resources             | \$ 2,707     | \$ 2,605     |
| <b>Net position:</b>                            |              |              |
| Investment in capital assets                    | \$ 1,589,653 | \$ 1,460,779 |
| Unrestricted                                    | 455,842      | 372,006      |
| Total net position                              | \$ 2,045,495 | \$ 1,832,785 |

See Notes to Financial Statements.

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020 (In Thousands)

|  | 2021                              | 2020                              |
|--|-----------------------------------|-----------------------------------|
| <b>Operating revenues:</b>                           |                                   |                                   |
| Container cargo                                      | \$ 551,507                        | \$ 415,726                        |
| General cargo  | 58,517                            | 61,014                            |
| Liquid and dry bulk                                  | 5,405                             | 4,988                             |
| Operating revenues                                   | <u>615,429</u>                    | <u>481,728</u>                    |
| <b>Operating expenses:</b>                           |                                   |                                   |
| Operation and maintenance of facilities              | 231,332                           | 200,532                           |
| General and administrative                           | 89,654                            | 75,786                            |
| Depreciation   | 76,281                            | 67,005                            |
| Operating expenses                                   | <u>397,267</u>                    | <u>343,323</u>                    |
| Operating income                                     | <u>218,162</u>                    | <u>138,405</u>                    |
| <b>Non-operating income (expense):</b>               |                                   |                                   |
| Investment income                                    | 286                               | 4,706                             |
| Non-capital contributions                            | 14,028                            | 27,767                            |
| Non-capital port development expense                 | (11,461)                          | (26,011)                          |
| Capital contributions repaid to the State of Georgia | -                                 | (5,472)                           |
| Gain (loss) on disposal of capital assets            | (7,889)                           | 422                               |
| Other  | (8,889)                           | (8,972)                           |
| Non-operating expense, net                           | <u>(13,925)</u>                   | <u>(7,560)</u>                    |
| <b>Capital contributions</b>                         | <u>8,473</u>                      | <u>5,774</u>                      |
| <b>Change in net position</b>                        | <b>212,710</b>                    | <b>136,619</b>                    |
| <b>Total net position, beginning of year</b>         | <u><b>1,832,785</b></u>           | <u><b>1,696,166</b></u>           |
| <b>Total net position, end of year</b>               | <u><u><b>\$ 2,045,495</b></u></u> | <u><u><b>\$ 1,832,785</b></u></u> |

See Notes to Financial Statements.

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF CASH FLOWS

FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020  
(In Thousands)

|  | 2021       | 2020       |
|--|------------|------------|
| <b>Cash Flows From Operating Activities:</b>                     |            |            |
| Receipts from customers and users                                | \$ 585,767 | \$ 477,231 |
| Payments to suppliers  | (56,818)   | (104,164)  |
| Payments to employees  | (211,551)  | (192,427)  |
| Net cash provided by operating activities                        | 317,398    | 180,640    |
| <b>Cash Flows From Investing Activities:</b>                     |            |            |
| Purchases of investments   | (1,910)    | (1,442)    |
| Interest received  | 286        | 4,706      |
| Net cash provided by (used in) investing activities              | (1,624)    | 3,264      |
| <b>Cash Flows From Non-Capital Financing Activities:</b>         |            |            |
| Harbor deepening construction                                    | (11,461)   | (26,011)   |
| EPA truck engine replacement project                             | (1,343)    | (950)      |
| Jasper port project office                                       | (224)      | (422)      |
| Roadway design   | (853)      | (603)      |
| Effingham County IDA - Blanford siding extension project         | (3,557)    | (1,681)    |
| Talmadge bridge air draft monitoring project                     | (2,459)    | (518)      |
| City of Savannah water main project                              | (377)      | (1,680)    |
| GDOT highway 25 bridge project                                   | (1,798)    | (11,030)   |
| Other receipts for non-capital projects                          | 302        | 166        |
| Federal grant reimbursement                                      | 1,229      | 9,746      |
| Non-capital contributions  | 12,088     | 27,767     |
| Net cash used in non-capital financing activities                | (8,453)    | (5,216)    |
| <b>Cash Flows From Capital and Related Financing Activities:</b> |            |            |
| Purchases of capital assets                                      | (210,922)  | (217,601)  |
| Proceeds from the sale of capital assets                         | 570        | 599        |
| Crane demolition   | (2,691)    | -          |
| Capital contributions received                                   | 3,583      | 14,578     |
| Capital contributions repaid to the State of Georgia             | -          | (5,472)    |
| Net cash used in capital and related financing activities        | (209,460)  | (207,896)  |
| Net increase (decrease) in cash and cash equivalents             | 97,861     | (29,208)   |
| Cash and cash equivalents:                                       |            |            |
| Beginning  | 371,498    | 400,706    |
| Ending   | \$ 469,359 | \$ 371,498 |

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF CASH FLOWS

FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

(In Thousands)

|   | 2021              | 2020              |
|---|-------------------|-------------------|
| <b>Cash Flows From Operating Activities:</b>  |                   |                   |
| Operating income  | \$ 218,162        | \$ 138,405        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                   |                   |
| Depreciation  | 76,281            | 67,005            |
| Provision for doubtful accounts receivable  | 166               | 2,000             |
| Changes in assets and liabilities:  |                   |                   |
| (Increase) decrease in accounts receivable - trade                                      | (28,594)          | 4,986             |
| Increase in accounts receivable - non-trade   | (291)             | (2,045)           |
| (Increase) decrease in inventories  | 329               | (406)             |
| Decrease in prepaid expenses  | 881               | 11,343            |
| (Increase) decrease in other noncurrent assets  | (46)              | 234               |
| Decrease in net pension asset   | -                 | 9,420             |
| (Increase) decrease in deferred outflows of resources                                   | 15,815            | (23,536)          |
| Increase (decrease) in accounts payable and accrued liabilities                         | 47,469            | (28,040)          |
| Decrease in unearned revenue  | (943)             | (9,438)           |
| Decrease in OPEB liability  | (1,779)           | (283)             |
| Increase (decrease) in net pension liability  | (14,521)          | 15,842            |
| Increase in SERP liability  | 8,324             | 3,264             |
| Decrease in accrued conservation commitments  | (4,042)           | (6,041)           |
| Increase (decrease) in other noncurrent liabilities                                     | 85                | (53)              |
| Increase (decrease) in deferred inflows of resources                                    | 102               | (2,017)           |
| Net cash provided by operating activities   | <u>\$ 317,398</u> | <u>\$ 180,640</u> |

See Notes to Financial Statements.

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF FIDUCIARY NET POSITION FIDUCIARY FUNDS PENSION AND OPEB TRUST FUNDS JUNE 30, 2021 AND 2020 (In Thousands)

|   | 2021              | 2020              |
|---|-------------------|-------------------|
| <b>ASSETS</b>                                     |                   |                   |
| Cash and short-term investments                   | \$ 4,827          | \$ 3,345          |
| Receivables:                                      |                   |                   |
| Interest and dividends receivable                 | 464               | 25                |
| Prepaid expenses                                  | 3                 | 3                 |
| Investments, at fair value:                       |                   |                   |
| Immediate Participation Guarantee (IPG) Contracts | 10,494            | 10,049            |
| Equity securities:                                |                   |                   |
| Exchange traded funds                             | 289,037           | 222,892           |
| Fixed income                                      | 105,542           | 95,210            |
| Mutual funds                                      | 10,932            | 8,883             |
| Alternative funds                                 | 2,185             | 2,184             |
| Total Assets                                      | <u>423,484</u>    | <u>342,591</u>    |
| <b>LIABILITIES</b>                                |                   |                   |
| Accounts payable                                  | 106               | 71                |
| Accrued claims payable                            | 93                | 61                |
| Total Liabilities                                 | <u>199</u>        | <u>132</u>        |
| <b>NET POSITION</b>                               |                   |                   |
| Restricted for pension benefits                   | 404,840           | 327,874           |
| Restricted for OPEB benefits                      | 18,445            | 14,585            |
| Total Net Position                                | <u>\$ 423,285</u> | <u>\$ 342,459</u> |

See Notes to Financial Statements.

# GEORGIA PORTS AUTHORITY

## STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS PENSION AND OPEB TRUST FUNDS FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020 (In Thousands)

|  | 2021       | 2020       |
|--|------------|------------|
| <b>Additions:</b>                                      |            |            |
| Contributions:   |            |            |
| Employer   | \$ 16,245  | \$ 19,935  |
| Employees  | 1,030      | 1,033      |
| Total contributions                                    | 17,275     | 20,968     |
| Investment income:                                     |            |            |
| Net change in the fair value of investments            | 73,880     | 22,054     |
| Dividends and interest                                 | 6,211      | 6,178      |
| Net investment income                                  | 80,091     | 28,232     |
| Total additions  | 97,366     | 49,200     |
| <b>Deductions:</b>                                     |            |            |
| Benefits   | 15,531     | 13,206     |
| Administrative expenses                                | 1,009      | 924        |
| Total deductions                                       | 16,540     | 14,130     |
| <b>Net Increase</b>                                    | 80,826     | 35,070     |
| Net Position Restricted for Pension and OPEB Benefits: |            |            |
| Beginning  | 342,459    | 307,389    |
| Ending   | \$ 423,285 | \$ 342,459 |

See Notes to Financial Statements.



# GEORGIA PORTS AUTHORITY

## NOTES TO FINANCIAL STATEMENTS FISCAL YEARS ENDED JUNE 30, 2021 AND 2020

---

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

#### Organization

The Georgia Ports Authority (the Authority) is an instrumentality of the State of Georgia and a public corporation created in 1945 by an Act of the General Assembly of Georgia for the general purpose of developing, promoting, constructing, maintaining and operating harbors, seaports and riverports within the state. The Authority owns and is responsible for the operations of terminals in Bainbridge, Brunswick, Garden City, Chatsworth, Savannah and Colonel's Island. These facilities handle import and export containerized, bulk and general cargos. The Authority is considered a component unit of the State of Georgia for financial reporting purposes as defined in Government Accounting Standards Board (GASB) Statement 14, *The Financial Reporting Entity* as amended by GASB Statement 39, *Determining Whether Certain Organizations Are Component Units* and GASB Statement 61, *The Financial Reporting Entity: Omnibus*.

The Authority operates primarily as a self-supporting governmental enterprise and uses the accrual basis of accounting applicable to governmental enterprise and fiduciary funds. The Authority has no stockholders or equity holders and is directed by a 13-member governing board (the Georgia Ports Authority Board of Directors), whose members are appointed by the Governor of Georgia for original terms not exceeding four years; members may be re-appointed for successive terms.

#### Significant Accounting Policies

##### Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting, under which revenues are recognized when earned and measurable and expenses are recognized when they are incurred, if measurable. In accounting and reporting for its operations, the Authority applies all Governmental Accounting Standards Board (GASB) pronouncements. The Authority's financial statements include provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – For State and Local Governments*; Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus*; and Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*. The financial statements include a *Management Discussion and Analysis* (MD&A) section providing an analysis of the Authority's overall financial position and results of operations.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Significant Accounting Policies (Continued)

##### Management 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 may affect the reported amounts of certain assets and liabilities and disclosures of contingencies 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.

##### Budgets and Budgetary Accounting

The Authority adopts an annual budget for its operations. The budget is formally reviewed and approved by the Authority. The Executive Director has the responsibility for administering these programs in accordance with the policies and the annual budget as adopted by the Authority. Budgets are prepared on the accrual basis. The Authority's statute does not require the Authority to report budgetary information in its financial statements.

##### Revenue Recognition

The Authority recognizes revenue when earned and measurable. The Authority has sole jurisdiction to set rates for the services rendered to customers. These rates are not currently subject to regulation by any Federal, State of Georgia or similar agency. Reserves for doubtful accounts, allowances and rebates are maintained based on historical results adjusted to reflect current conditions.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first.

##### Concentrations of Credit Risk

The Authority provides services and facilities usage for companies located throughout the world. Substantially all of the Authority's accounts receivable are from shipping lines, exporters and importers. The Authority performs ongoing credit evaluations of its customers and generally operates under international laws, which may provide for a maritime lien on vessels in the event of default on credit terms. The Authority maintains reserves for potential credit losses.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Significant Accounting Policies (Continued)

##### Cash and Cash Equivalents

For the purposes of the *Statements of Cash Flows*, the Authority considers all demand deposits and short-term investments (including funds held by the State Treasurer in the Georgia Fund 1 and restricted funds) purchased with an initial maturity of three months or less to be cash equivalents. The Retirement Plan for Employees of the Georgia Ports Authority considers all liquid money market investments to be cash equivalents.

##### Investments

The policy of the Authority requires all funds which are idle for any period of time to be invested. The Authority has implemented GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. As a governmental proprietary entity other than an external investment pool, and in accordance with GASB Statement No. 31, the Authority's investments are stated at fair value. In applying GASB Statement No. 31, the Authority utilized the following methods and assumptions as of June 30, 2021 and 2020:

- Fair value is based on quoted market prices as of the valuation date;
- The portfolio did not hold investments in the following:
  - Items required to be reported at amortized cost,
  - Items in external investment pools that are not SEC-registered,
  - Items subject to involuntary participation in an external pool,
  - Items associated with a fund other than the fund to which the income is assigned;
- The gain or loss resulting from valuation will be reported in the Authority's *Statement of Revenues, Expenses and Changes in Net Position*.

The Authority's policy is to hold investments until maturity or until fair values equal or exceed amortized cost.

**Retirement Plan for Employees of the Georgia Ports Authority.** Investments are reported at fair value as discussed in Note 2, except for alternative investments and immediate participation guarantee contracts (IPG) for which fair market value is not readily determinable. The estimated fair value of the Plan's investments in alternative investments is based on each funds' net asset value (NAV) as reported by the fund. Management believes the carrying amount of these financial instruments is a reasonable estimate of fair value. Because alternative investments are not readily marketable, their estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for such investments existed.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Significant Accounting Policies (Continued)

##### Investments (Continued)

Immediate participation guarantee contracts consist of both an annuity allocation amount (a minimum balance required by contract to provide for annuity benefits guaranteed by the insurance company) and an unallocated amount (the amount in excess of the annuity allocation). Because the annuity allocation amount can never be withdrawn by the Plan, and upon discontinuance of the contract, the book value of the annuity allocation is used to purchase annuities to provide benefits for retirees, the annuity allocation is reported at book value. The unallocated amount is valued at fair value, as discussed further in Note 2, by the insurance company by discounting the related cash flows based on current yields of similar instruments with comparable durations.

The net appreciation (depreciation) in the fair value of investments held by the Plan is recorded as an increase (decrease) to investment income based on the valuation of investments as of the statement of net position date. Investment income is recognized on the accrual basis as earned by the Plan.

**Retiree Medical and Dental Plan (OPEB Plan).** Investments are recorded at fair value. The net appreciation (depreciation) in the fair value of investments held by the OPEB Plan is recorded as an increase (decrease) to investment income based on the valuation of investments as of the statement of net position date. Investment income is recognized on the accrual basis as earned by the OPEB Plan.

##### Accounts Receivable

Trade accounts receivable include billed but uncollected amounts and unbilled receivables based upon subsequent monthly billings. Allowances for doubtful accounts are maintained based on historical results adjusted to reflect current conditions.

##### Inventories

Inventories consist principally of maintenance parts and supplies valued at weighted average cost.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Significant Accounting Policies (Continued)

##### Capital Assets

Capital assets constructed or purchased are stated at cost. Donated assets are reported at their acquisition value on the date of donation. Capital assets are defined by the Authority as assets with an initial, individual cost of \$10 or more and an estimated useful life in excess of one year. Expenses for maintenance, repairs and minor renewals and betterments are expensed as incurred. Major renewals and betterments are treated as property additions. Maintenance and repairs of capital assets are charged to operations and major improvements are capitalized. Upon retirement, sale or other disposition of capital assets, the cost and accumulated depreciation is eliminated from the accounts and gain or loss is recognized.

Depreciation is computed using the straight-line method over the following estimated useful lives of assets:

|                                       |                |
|---------------------------------------|----------------|
| Land improvements                     | 20 to 40 years |
| Railroad tracks and crossings         | 30 to 40 years |
| Furniture and fixtures                | 3 to 10 years  |
| Machinery and equipment               | 3 to 25 years  |
| Buildings and structures              | 5 to 40 years  |
| Wharves, piers and containerized yard | 20 to 50 years |

##### Compensated Absences

The Authority has accrued a liability for future annual leave, having determined that payment of such compensation is probable and having developed a reasonable estimate based upon current salary costs with no benefits. The cost of vacation paid during the current year is charged to the liability account. No liability is incurred or recorded for non-vesting accumulating rights to receive sick pay benefits.

##### Deferred Outflows/Inflows of Resources

In addition to assets, the *Statements of Net Position* will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, "deferred outflows of resources", represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The Authority reported items related to their pension, other post-employment benefit plan, and supplemental retirement plan as deferred outflows of resources during the years ended June 30, 2021 and 2020. These items are consumptions of net position in future periods, resulting in recognition as deferred outflows of resources and are further discussed in Notes 6 and 7.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Significant Accounting Policies (Continued)

##### Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the *Statements of Net Position* will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, "deferred inflows of resources", represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Authority reported items related to their pension, other post-employment benefit plan, and supplemental retirement plan as deferred inflows of resources during the year ended June 30, 2021 and 2020. These items are acquisitions of net position which apply to future periods, resulting in recognition as deferred inflows of resources and are further discussed in Notes 6 and 7.

### NOTE 2. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2021 and 2020, are summarized as follows:

|  | 2021              | 2020              |
|--|-------------------|-------------------|
| As reported in the <i>Statements of Net Position</i> : |                   |                   |
| Cash and cash equivalents                              | \$ 469,359        | \$ 371,498        |
| Long-term investments                                  | 20,595            | 18,685            |
|  | <u>\$ 489,954</u> | <u>\$ 390,183</u> |
| Cash deposited with financial institutions             | \$ 66,771         | \$ 49,168         |
| Cash deposited with Georgia Fund 1                     | 386,830           | 306,574           |
| Cash deposited in an irrevocable Rabbi Trust           | 513               | -                 |
| Cash deposited in a revocable Rabbi Trust              | 15,758            | 15,756            |
| Investments in insurance contracts                     | 20,082            | 18,685            |
|  | <u>\$ 489,954</u> | <u>\$ 390,183</u> |

**Credit risk.** State statutes authorize the Authority to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of June 30, 2021 and 2020, the Authority's investment in the Rabbi trust was rated AAAM by Standard & Poor's. As of June 30, 2021 and 2020, the Authority's investment in Georgia Fund 1 was rated AAaf/S1+ by Standard & Poor's.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2021, the Authority had the following investments:

| <u>Investment</u>                        | <u>Maturities</u>       |                          |
|--|-------------------------|--------------------------|
| <i>Investments valued at fair value:</i> |                         |                          |
| Georgia Fund 1                           | 36 day weighted average | \$ 386,830               |
| Rabbi Trust                              | 40 day weighted average |                          |
|  | or less                 | <u>15,758</u>            |
| Total investments valued at fair value   |                         | 402,588                  |
| <i>Investments valued at cash value</i>  |                         |                          |
| Insurance contracts                      |                         | <u>20,082</u>            |
| Total                                    |                         | <u><u>\$ 422,670</u></u> |

At June 30, 2020, the Authority had the following investments:

| <u>Investment</u>                        | <u>Maturities</u>       |                          |
|--|-------------------------|--------------------------|
| <i>Investments valued at fair value:</i> |                         |                          |
| Georgia Fund 1                           | 38 day weighted average | \$ 306,574               |
| Rabbi Trust                              | 39 day weighted average |                          |
|  | or less                 | <u>15,756</u>            |
| Total investments valued at fair value   |                         | 322,330                  |
| <i>Investments valued at cash value</i>  |                         |                          |
| Insurance contracts                      |                         | <u>18,685</u>            |
| Total                                    |                         | <u><u>\$ 341,015</u></u> |

Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard & Poor's criteria for AAAf rated money market funds. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1.00 per share. The pool also adjusts the value of its investments to fair value as of year-end and the Authority's investment in Georgia Fund 1 is reported at fair value. The pool is regulated by the Georgia Office of State Treasurer.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

During the year ended June 30, 2014, the Authority established a revocable Rabbi trust with a financial institution. The funds invested in the revocable Rabbi trust are invested in the Federated U.S. Treasury Cash Reserves, a money market mutual fund. The fund invests in a portfolio of short-term U.S. Treasuries. The fund complies with Rule 2a-7 under the Investment Company Act of 1940. The fund uses amortized cost and seeks to maintain a stable net asset value of \$1.00 per share.

During the year ended June 30, 2021, the Authority established an irrevocable Rabbi trust with a registered investment advisor. The funds in the irrevocable Rabbi trust are invested in the Vanguard LifeStrategy Conservative Growth Fund (VSCGX). The VSCGX is reported at fair value based on its quoted price in active markets for identical assets. The fund seeks to provide current income and low to moderate capital appreciation. The fund holds 60% of its assets in bonds, a portion of which is allocated to international bonds, and 40% in stocks, a portion of which is allocated to international stocks.

**Fair Value Measurements.** The Authority categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Georgia Fund 1 is an investment pool, which does not meet the criteria of GASB Statement No. 79 and is thus valued at fair value in accordance with GASB Statement No. 31. The investments in insurance contracts are valued at cash value in accordance with GASB Statement No. 72. As a result, the Authority does not disclose investment in Georgia Fund 1 or the insurance contracts within the fair value hierarchy.

**Interest rate risk.** The Authority does not have a formal investment policy limiting investment maturities as part of managing its exposure to fair value losses arising from increasing interest rates.

**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. As of June 30, 2021 and 2020, all of the Authority's bank balances were covered by either federal deposit insurance or by collateral held by the Authority's agent in the Authority's name.

### **Retirement Plan for Employees of Georgia Ports Authority**

At June 30, 2021 and 2020, the fair value of the Retirement Plan for Employees of Georgia Ports Authority's (Plan) cash and investments was \$404,439 and \$327,874, respectively, of which \$4,451 and \$2,704, respectively, are classified as cash equivalents due to the short-term nature of the investments.



## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retirement Plan for Employees of Georgia Ports Authority (Continued)

The Plan is subject to asset class restrictions and allocation maximums as defined under Georgia Code Section 47-20-83. The Plan may invest directly in U.S. government bonds, Treasury Inflation-Protected Securities (TIPS), U.S. investment grade broad bonds, U.S. investment grade corporate bonds, U.S. investment grade convertible bonds, global investment grade bonds, emerging market investment grade bonds, U.S. equities, international equities, emerging market equities, and real estate investment trust securities (REITS).

The Plan may invest indirectly, either through a mutual fund, structured note, or exchange traded fund, in high yield bonds, bank loans, long/short equities, long/short futures, commodities, hedge funds, convertible arbitrage, fixed income arbitrage, distressed securities, merger arbitrage, and global macro funds.

The Plan may also invest up to 5% of plan assets in “Alternatives” such as private placements or limited partnerships, as provided under Georgia Code Section 47-20-87. The 5% is to include committed capital that has not yet been invested.

**Fair Value Measurements:** As of June 30, 2021, the Plan reported exchange traded funds and fixed income funds in the amounts of \$281,767 and \$105,542, respectively, as level 1 investments in the fair value hierarchy. Additionally, the global opportunities hedge fund investments of \$2,185 were measured and reported at their net asset value (NAV). This hedge fund investment had no unfunded commitments and the redemption frequency was closed as of June 30, 2021.

As of June 30, 2020, the Plan reported exchange traded funds and fixed income funds in the amounts of \$217,727 and \$95,210, respectively, as level 1 investments in the fair value hierarchy. Additionally, the global opportunities hedge fund investments of \$2,184 were measured and reported at their net asset value (NAV). This hedge fund investment had no unfunded commitments and the redemption frequency was closed as of June 30, 2020.

Debt, equity and mutual fund securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The Plan has no investments classified in Level 3.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retirement Plan for Employees of Georgia Ports Authority (Continued)

**Fair Value Measurements (Continued):** *Global opportunities hedge funds.* This type includes one investment in a limited partnership that hold a majority of the funds' investments in non-U.S. sovereign, quasi-sovereign and corporate debt located within emerging market countries, including distressed, high yield and defaulted debt, while hedging against global market and credit risks with derivative instruments including futures, foreign currency contracts and credit default swaps. The fair values of the investments in this type have been determined using the NAV (or its equivalent) per share of the investments. This investment has a seven-year term from the initial close on June 1, 2012, with one one-year extension. Capital will begin returning to investors at the end of the investment period, five years from the initial close.

The Plan also holds investments in immediate participation guarantee (IPG) contracts in the amount of \$10,494 and \$10,049 as of June 30, 2021 and 2020, respectively, consisting of both an annuity allocation amount (a minimum balance required by contract to provide for annuity benefits guaranteed by the insurance company) and an unallocated amount (the amount in excess of the annuity allocation). The Plan's investment in IPG contracts is valued as described in Note 1 in accordance with GASB Statement No. 31, and is excluding from reporting in the fair value hierarchy.

**Custodial Credit Risk:** For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2021 and 2020, the Plan was not exposed to custodial credit risk with respect to its investments.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits. At June 30, 2021 and 2020, the Plan was not exposed to custodial credit risk with respect to its deposits.

**Rate of Return:** For the years ended June 30, 2021 and 2020, the annual money-weighted rate of return on pension plan investments, net of pension investment expense, was 21.70% and 9.10%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Interest Rate Risk:** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. At June 30, 2021 and 2020, the Plan had \$399,988 and \$325,170, respectively, invested in the following types of investments as categorized by credit risk and interest rate risk: Equities - \$281,767 and \$217,727, Fixed Income - \$105,542 and \$95,210, Alternative Funds - \$2,185 and \$2,184, and Immediate Participation (IPG) Contracts - \$10,494 and \$10,049. Each investment category does not have a credit quality rating or a weighted average maturity.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retirement Plan for Employees of Georgia Ports Authority (Continued)

**Credit Risk:** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the Plan. The Plan is subject to asset class restrictions and allocation maximums as defined under Georgia Code Section 47-20-80, et seq. As an eligible large retirement system, the Plan may invest up to 5% of Plan assets in “Alternatives” such as private placements or limited partnerships.

It is the Plan’s investment policy that fixed income securities be limited to: (a) those rated as investment grade by a nationally recognized rating agency; (b) a maximum of 5% for a single security issue and a maximum of 15% for a single industry group; and (c) obligations of corporations that have a market capitalization of at least \$100 million, or the remaining outstanding principal value of the issue must be at least \$100 million.

Equity securities are limited to: (a) a maximum of 6%, at cost, for a single security issue, and a maximum sector concentration of greater than two times the benchmark, or 10%; (b) market capitalization of at least \$100 million; and (c) the investment manager votes proxies on every issue that is expected to have a significant impact on the value of the investment.

The Plan investment policy adopts the following asset mix to achieve the lowest level of risk for the Plan: Fixed Income Securities between 20% and 60%, Equity Securities between 40% and 75%, and Alternative Strategies between 0% and 30%. At June 30, 2021 and 2020, the Plan’s asset mix was as follows:

|  | 2021 | 2020 |
|--|------|------|
| Cash, short-term investments, and accrued interest and dividends | 1%   | 1%   |
| Equities   | 69%  | 66%  |
| Fixed income   | 26%  | 29%  |
| IPG contracts  | 3%   | 3%   |
| Alternative funds  | 1%   | 1%   |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retirement Plan for Employees of Georgia Ports Authority (Continued)

**Concentration of Credit Risk:** Concentration of credit risk is the risk of loss that may be attributed to the magnitude of a government's investment in a single issue. At June 30, 2021 and 2020, the Plan holds more than 5% of its investments in the following mutual funds and exchange traded funds:

| Investment                             | 2021              | 2020              |
|--|-------------------|-------------------|
| Exchange traded funds                  |                   |                   |
| Ishares Core S&P 500 ETF               | \$ 57,510         | \$ 40,498         |
| Ishares Russell 1000 Growth ETF        | -                 | 114,258           |
| Ishares Core S&P U.S. Value ETF        | -                 | 34,241            |
| Ishares Core MSCI EAFE ETF             | 27,456            | 20,964            |
| Invesco S&P 500 Pure Value ETF         | 33,962            | -                 |
| Ishares Core MSCI Emerging Markets ETF | 58,543            | -                 |
| Vanguard Russell 1000 Value ETF        | 104,296           | -                 |
|  | <u>\$ 281,767</u> | <u>\$ 209,961</u> |
| Mutual funds                           |                   |                   |
| Ishares Core I.S. Aggregate Bond ETF   | <u>\$ 105,542</u> | <u>\$ 95,210</u>  |

**Foreign Currency Risk:** At June 30, 2021 and 2020, the Plan assets had no exposure to foreign currency risk.

#### Retiree Medical and Dental Plan

Deposits and investments for the retiree medical and dental plan (OPEB Plan) are summarized as follows:

|                       | 2021             | 2020             |
|-----------------------|------------------|------------------|
| Demand deposits       | \$ 376           | \$ 641           |
| Mutual funds          | 10,932           | 8,883            |
| Exchange traded funds | 7,270            | 5,165            |
|                       | <u>\$ 18,578</u> | <u>\$ 14,689</u> |

At June 30, 2021 and 2020, the fair value of the OPEB Plan's cash and investments was \$18,578 and \$14,689, respectively, of which \$376 and \$641, respectively, is classified as cash equivalents due to the short-term nature of the investments. As of June 30, 2021 and 2020, \$18,202 and \$14,048, respectively, is classified as assets measured at fair value (mutual funds and exchange traded funds).

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retiree Medical and Dental Plan (Continued)

**Investment Policy** – It is the policy of the OPEB Plan that the assets be invested in accordance with Georgia law and the terms of the OPEB Plan. As of June 30, 2021 and 2020, the assets of the OPEB Plan were invested in mutual funds and exchange traded funds. The following represents the overall asset allocation parameters according to the investment policy:

| Asset class      | Neutral | Allowable |
|------------------|---------|-----------|
| Equity           | 50%     | 35 - 55%  |
| Fixed income     | 40%     | 25 - 55%  |
| Cash equivalents | 5%      | 0 - 40%   |
| Real estate      | 5%      | 0 - 10%   |

**Fair Value Measurements** - The OPEB Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. At June 30, 2021 and 2020, the OPEB Plan's investment mix consisted of mutual funds and exchange traded funds. Mutual funds and exchange traded funds are valued using quoted market prices and are thus classified in Level 1 of the fair value hierarchy.

**Custodial Credit Risk for Deposits** - Custodial credit risk for deposits is the risk that, in the event of a financial institution failure, the OPEB Plan may not be able to recover deposits held at the financial institution. As of June 30, 2021 and 2020, the OPEB Plan was not exposed to custodial credit risk with respect to its investments.

As of June 30, 2021 and 2020, the OPEB plan held \$10,932 and \$8,883, respectively, in mutual funds and \$7,270 and \$5,165, respectively, in exchange traded funds.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

#### Retiree Medical and Dental Plan (Continued)

**Concentration of Credit Risk** – Concentration of credit risk is the risk of loss that may be attributed to the magnitude of a government's investment in a single issue. At June 30, 2021 and 2020, the OPEB Plan holds more than 5% of its investments in the following funds:

| Investment                                       | 2021            | 2020            |
|--|-----------------|-----------------|
| Mutual funds                                     |                 |                 |
| Cohen & Steers Real Estate Securities Fund, Inc. | \$ 1,480        | \$ 1,074        |
| Dodge & Cox Income Fund                          | 1,263           | 1,222           |
| Federated Institutional High Yield Bond Fund     | -               | 707             |
| PIMCO Short-term Fund Institutional Class        | 1,426           | 1,161           |
| Vanguard Short-term Investment Grade Fund        | 1,422           | 1,343           |
| Total mutual funds                               | <u>\$ 5,591</u> | <u>\$ 5,507</u> |
| Exchange traded funds                            |                 |                 |
| Vanguard 500 Index Fund                          | \$ 6,301        | \$ 4,538        |
| Vanguard Small-Cap Fund                          | 969             | 627             |
| Total exchange traded funds                      | <u>\$ 7,270</u> | <u>\$ 5,165</u> |

**Credit Risk** – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the OPEB Plan. The OPEB Plan's investment policy limits eligible investments to a variety of clearly delineated investment funds to permit the OPEB Plan to diversify in order to maximize the potential investment returns and minimize the risk of any one fund.

**Interest Rate Risk for Investments** – The OPEB Plan does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Foreign Currency Risk:** At June 30, 2021 and 2020, the OPEB Plan assets had no exposure to foreign currency risk.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 3. CAPITAL ASSETS

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

|   | <u>Beginning<br/>Balance</u> | <u>Increases</u>  | <u>Decreases</u>  | <u>Transfers</u> | <u>Ending<br/>Balance</u> |
|---|------------------------------|-------------------|-------------------|------------------|---------------------------|
| Capital assets, not<br>being depreciated:       |                              |                   |                   |                  |                           |
| Land  | \$ 279,935                   | \$ 29,890         | \$ -              | \$ 73            | \$ 309,898                |
| Construction in<br>progress                     | 153,099                      | 159,041           | -                 | (71,003)         | 241,137                   |
| Total   | <u>433,034</u>               | <u>188,931</u>    | <u>-</u>          | <u>(70,930)</u>  | <u>551,035</u>            |
| Capital assets, being<br>depreciated:           |                              |                   |                   |                  |                           |
| Land improvements                               | 613,935                      | 3,264             | (880)             | 1,015            | 617,334                   |
| Wharves, piers, and<br>containerized yard       | 258,283                      | -                 | (3,108)           | -                | 255,175                   |
| Railroad tracks and<br>crossings                | 39,899                       | -                 | -                 | -                | 39,899                    |
| Building and structures                         | 174,537                      | 55                | (1,634)           | 124              | 173,082                   |
| Machinery and equipment                         | 737,402                      | 18,567            | (49,364)          | 69,791           | 776,396                   |
| Furniture and fixtures                          | 8,178                        | 105               | -                 | -                | 8,283                     |
| Total   | <u>1,832,234</u>             | <u>21,991</u>     | <u>(54,986)</u>   | <u>70,930</u>    | <u>1,870,169</u>          |
| Less accumulated<br>depreciation for:           |                              |                   |                   |                  |                           |
| Land improvements                               | (245,168)                    | (24,588)          | 548               | -                | (269,208)                 |
| Wharves, piers, and<br>containerized yard       | (120,265)                    | (7,088)           | 1,226             | -                | (126,127)                 |
| Railroad tracks and<br>crossings                | (11,456)                     | (1,711)           | -                 | -                | (13,167)                  |
| Building and structures                         | (92,264)                     | (4,684)           | 993               | -                | (95,955)                  |
| Machinery and equipment                         | (328,206)                    | (37,929)          | 46,452            | -                | (319,683)                 |
| Furniture and fixtures                          | (7,130)                      | (281)             | -                 | -                | (7,411)                   |
| Total   | <u>(804,489)</u>             | <u>(76,281)</u>   | <u>49,219</u>     | <u>-</u>         | <u>(831,551)</u>          |
| Total capital assets, being<br>depreciated, net | <u>1,027,745</u>             | <u>(54,290)</u>   | <u>(5,767)</u>    | <u>70,930</u>    | <u>1,038,618</u>          |
| Total capital assets, net                       | <u>\$ 1,460,779</u>          | <u>\$ 134,641</u> | <u>\$ (5,767)</u> | <u>\$ -</u>      | <u>\$ 1,589,653</u>       |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 3. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the year ended June 30, 2020, is as follows:

|   | <u>Beginning<br/>Balance</u> | <u>Increases</u>  | <u>Decreases</u> | <u>Transfers</u> | <u>Ending<br/>Balance</u> |
|---|------------------------------|-------------------|------------------|------------------|---------------------------|
| Capital assets, not<br>being depreciated:       |                              |                   |                  |                  |                           |
| Land  | \$ 264,941                   | \$ 19,723         | \$ (9)           | \$ (4,720)       | \$ 279,935                |
| Construction in<br>progress                     | <u>223,081</u>               | <u>93,221</u>     | <u>-</u>         | <u>(163,203)</u> | <u>153,099</u>            |
| Total   | <u>488,022</u>               | <u>112,944</u>    | <u>(9)</u>       | <u>(167,923)</u> | <u>433,034</u>            |
| Capital assets, being<br>depreciated:           |                              |                   |                  |                  |                           |
| Land improvements                               | 482,060                      | 64,799            | (100)            | 67,176           | 613,935                   |
| Wharves, piers, and<br>containerized yard       | 225,601                      | 12,695            | -                | 19,987           | 258,283                   |
| Railroad tracks and<br>crossings                | 24,571                       | 7,559             | -                | 7,769            | 39,899                    |
| Building and structures                         | 157,433                      | 1,408             | (750)            | 16,446           | 174,537                   |
| Machinery and equipment                         | 665,344                      | 17,987            | (2,225)          | 56,296           | 737,402                   |
| Furniture and fixtures                          | <u>7,730</u>                 | <u>209</u>        | <u>(10)</u>      | <u>249</u>       | <u>8,178</u>              |
| Total   | <u>1,562,739</u>             | <u>104,657</u>    | <u>(3,085)</u>   | <u>167,923</u>   | <u>1,832,234</u>          |
| Less accumulated<br>depreciation for:           |                              |                   |                  |                  |                           |
| Land improvements                               | (224,926)                    | (20,269)          | 27               | -                | (245,168)                 |
| Wharves, piers, and<br>containerized yard       | (113,467)                    | (6,798)           | -                | -                | (120,265)                 |
| Railroad tracks and<br>crossings                | (10,385)                     | (1,071)           | -                | -                | (11,456)                  |
| Building and structures                         | (88,373)                     | (4,552)           | 661              | -                | (92,264)                  |
| Machinery and equipment                         | (296,559)                    | (33,869)          | 2,222            | -                | (328,206)                 |
| Furniture and fixtures                          | <u>(6,691)</u>               | <u>(446)</u>      | <u>7</u>         | <u>-</u>         | <u>(7,130)</u>            |
| Total   | <u>(740,401)</u>             | <u>(67,005)</u>   | <u>2,917</u>     | <u>-</u>         | <u>(804,489)</u>          |
| Total capital assets, being<br>depreciated, net | <u>822,338</u>               | <u>37,652</u>     | <u>(168)</u>     | <u>167,923</u>   | <u>1,027,745</u>          |
| Total capital assets, net                       | <u>\$ 1,310,360</u>          | <u>\$ 150,596</u> | <u>\$ (177)</u>  | <u>\$ -</u>      | <u>\$ 1,460,779</u>       |



## NOTES TO FINANCIAL STATEMENTS

### NOTE 4. LEASES

#### Operating Leases, as Lessor

The Authority, as lessor, leases certain of its facilities to tenants for terms generally varying from one to 50 years under leases accounted for as operating leases. Revenues are recorded when earned and, where appropriate, depreciation is provided. Capital assets, including facilities leased to others, are summarized as follows at June 30, 2021 and 2020:

|                          | <u>2021</u>      | <u>2020</u>      |
|--------------------------|------------------|------------------|
| Land and buildings       | \$ 132,019       | \$ 139,395       |
| Accumulated depreciation | <u>(73,679)</u>  | <u>(75,896)</u>  |
|                          | <u>\$ 58,340</u> | <u>\$ 63,499</u> |

Minimum future rentals to be received under operating leases are as follows:

Year ending June 30:

|             |                   |
|-------------|-------------------|
| 2022        | \$ 12,263         |
| 2023        | 9,285             |
| 2024        | 8,544             |
| 2025        | 8,596             |
| 2026        | 8,524             |
| 2027 – 2031 | 42,861            |
| 2032 – 2036 | 43,000            |
| 2037 – 2041 | 26,796            |
| 2042 – 2046 | 15,469            |
| 2047 – 2051 | 5,607             |
|             | <u>\$ 180,945</u> |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 5. COMPENSATED ABSENCES

The Authority's compensated absence activity for the year ended June 30, 2021 and 2020, are as follows:

|                             | <u>Beginning<br/>Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending<br/>Balance</u> | <u>Due Within<br/>One Year</u> |
|-----------------------------|------------------------------|------------------|-------------------|---------------------------|--------------------------------|
| Compensated absences        | \$ 4,567                     | \$ 2,782         | \$ (2,710)        | \$ 4,639                  | \$ 3,934                       |
| Total long-term liabilities | <u>\$ 4,567</u>              | <u>\$ 2,782</u>  | <u>\$ (2,710)</u> | <u>\$ 4,639</u>           | <u>\$ 3,934</u>                |

|                             | <u>Beginning<br/>Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending<br/>Balance</u> | <u>Due Within<br/>One Year</u> |
|-----------------------------|------------------------------|------------------|-------------------|---------------------------|--------------------------------|
| Compensated absences        | \$ 3,952                     | \$ 3,324         | \$ (2,709)        | \$ 4,567                  | \$ 3,942                       |
| Total long-term liabilities | <u>\$ 3,952</u>              | <u>\$ 3,324</u>  | <u>\$ (2,709)</u> | <u>\$ 4,567</u>           | <u>\$ 3,942</u>                |

The Authority reports the current portion of compensated absences within accrued liabilities and the non-current portion within other non-current liabilities on the statement of net position.

### NOTE 6. PENSION BENEFIT PLANS

The **Retirement Plan for Employees of Georgia Ports Authority** (Plan) is a single-employer contributory group annuity defined benefit pension plan.

The Plan eligibility was frozen effective July 1, 2011, and has been replaced by a defined contribution retirement plan. The defined benefit pension plan is administered by the Aetna Life Insurance Company. Truist Bank is the custodian for the Plan. The Plan provides pension benefits to plan members and beneficiaries. The relevant information about the Plan is provided below. The financial statements of the Plan are audited each year. The report may be obtained by writing to the Georgia Ports Authority Finance Department, P.O. Box 2406, Savannah, Georgia 31402.

The contribution requirements of plan members and the Authority are established by the Authority's Board and may be amended at any time. Plan members are required to contribute 1% of the first \$9 earned and 1.5% of any wages in excess of \$9. The Authority is required to contribute at an actuarially determined rate; the current rate is 34.2% of covered payroll. These contributions are determined under the entry age normal and the market valuation method for developing the actuarial value of assets. The unfunded actuarial accrued liability is being amortized using the level dollar method on a closed basis. The remaining amortization period at July 1, 2020, was seven years.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

The following schedule reflects membership for the Plan as of June 30, 2020 and June 30, 2019.

|  | 2020         | 2019         |
|--|--------------|--------------|
| Retired participants and beneficiaries | 469          | 441          |
| Terminated vested participants         | 74           | 74           |
| Active participants                    | 642          | 686          |
| Total                                  | <u>1,185</u> | <u>1,201</u> |

*Net Pension Liability.* The Authority's net pension liability for the years ended June 30, 2021 and 2020, are as follows:

|  | 2021            | 2020             |
|--|-----------------|------------------|
| Total pension liability  | \$ 329,196      | \$ 309,577       |
| Plan net position  | 327,875         | 293,735          |
| Net pension liability  | <u>\$ 1,321</u> | <u>\$ 15,842</u> |
| Plan net position as a percentage of the total pension liability | 99.6%           | 94.9%            |

The Authority's changes in the net pension liability by source for the fiscal year ended June 30, 2021, is reflected below:

|   | Total Pension Liability<br>(a) | Plan Fiduciary Net Position<br>(b) | Net Pension Liability<br>(a) – (b) |
|---|--------------------------------|------------------------------------|------------------------------------|
| <b>Beginning Balance</b>                                      | \$ 309,577                     | \$ 293,735                         | \$ 15,842                          |
| <b>Changes for the year:</b>                                  |                                |                                    |                                    |
| Service cost  | 4,385                          | -                                  | 4,385                              |
| Interest  | 22,821                         | -                                  | 22,821                             |
| Experience changes  | (471)                          | -                                  | (471)                              |
| Assumption changes  | 4,583                          | -                                  | 4,583                              |
| Contributions – employer                                      | -                              | 17,935                             | (17,935)                           |
| Contributions – employee                                      | -                              | 760                                | (760)                              |
| Net investment income (loss)                                  | -                              | 27,886                             | (27,886)                           |
| Benefit payments, including refunds of employee contributions | (11,699)                       | (11,699)                           | -                                  |
| Administrative expense  | -                              | (742)                              | 742                                |
| <b>Net changes</b>  | 19,619                         | 34,140                             | (14,521)                           |
| <b>Ending Balance</b>   | <u>\$ 329,196</u>              | <u>\$ 327,875</u>                  | <u>\$ 1,321</u>                    |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

The Authority's changes in the net pension liability (asset) by source for the fiscal year ended June 30, 2020, is reflected below:

|  | Total Pension<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Net Pension<br>Liability (Asset)<br>(a) – (b) |
|--|-----------------------------------|---------------------------------------|---|
| <b>Beginning Balance</b>   | \$ 279,603                        | \$ 289,023                            | \$ (9,420)                                    |
| <b>Changes for the year:</b>                                     |                                   |                                       |   |
| Service cost   | 4,152                             | -                                     | 4,152   |
| Interest   | 21,739                            | -                                     | 21,739  |
| Experience changes   | 6,375                             | -                                     | 6,375   |
| Assumption changes   | 8,408                             | -                                     | 8,408   |
| Contributions – employer   | -                                 | 10,172                                | (10,172)                                      |
| Contributions – employee   | -                                 | 784                                   | (784)   |
| Net investment income  | -                                 | 5,308                                 | (5,308)                                       |
| Benefit payments, including refunds of<br>employee contributions | (10,700)                          | (10,700)                              | -   |
| Administrative expense   | -                                 | (852)                                 | 852   |
| <b>Net changes</b>   | 29,974                            | 4,712                                 | 25,262  |
| <b>Ending Balance</b>  | \$ 309,577                        | \$ 293,735                            | \$ 15,842                                     |

The required schedule of changes in the Authority's net pension liability (asset) 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.

*Deferred outflows and inflows of resources.* During the years ended June 30, 2021 and 2020, the Authority recognized pension expense of \$14,164 and \$17,490. The Authority reported deferred outflows and inflows of resources related to pensions from the following sources as of June 30, 2021:

|  | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|--|-----------------------------------|----------------------------------|
| Pension assumption changes                             | \$ 8,297                          | \$ 535                           |
| Pension experience differences                         | 4,187                             | 536                              |
| Pension investment return                              | 4,011                             | -                                |
| Pension contribution subsequent to<br>measurement date | 14,164                            | -                                |
| Total  | \$ 30,659                         | \$ 1,071                         |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

Authority contributions subsequent to the measurement date of \$14,164 are reported as a deferred outflow of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. The remaining deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

|                      |    |               |
|----------------------|----|---------------|
| Year ending June 30: |    |               |
| 2022                 | \$ | 4,689         |
| 2023                 |    | 6,952         |
| 2024                 |    | 4,799         |
| 2025                 |    | (1,016)       |
| Total                | \$ | <u>15,424</u> |

The Authority reported deferred outflows of resources related to pensions from the following sources as of June 30, 2020:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Pension assumption changes                             | \$ 7,905                                  | \$ 1,288                                 |
| Pension experience differences                         | 6,388                                     | 901                                      |
| Pension investment return                              | 14,069                                    | -  |
| Pension contribution subsequent to<br>measurement date | 17,935                                    | -  |
| Total  | <u>\$ 46,297</u>                          | <u>\$ 2,189</u>                          |

Authority contributions subsequent to the measurement date of \$17,935 are reported as a deferred outflow of resources and were recognized as a reduction of the net pension liability in the year ended June 30, 2021. The remaining deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

|                      |    |               |
|----------------------|----|---------------|
| Year ending June 30: |    |               |
| 2021                 | \$ | 9,138         |
| 2022                 |    | 4,888         |
| 2023                 |    | 7,150         |
| 2024                 |    | 4,997         |
| Total                | \$ | <u>26,173</u> |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

*Actuarial assumptions.* The total pension liability was determined by an actuarial valuation as of July 1, 2019 and 2018, with update procedures performed by the actuary to roll forward to the total pension liability measured as of June 30, 2020 and 2019. The following actuarial assumptions apply to the respective periods included in the measurement:

|                                       | <b>2020</b>  | <b>2019</b> |
|---------------------------------------|--------------|-------------|
| Post-retirement benefit increase rate | <b>3.00%</b> | 3.00%       |
| Salary increases                      | <b>3.00%</b> | 3.00%       |
| Investment return                     | <b>7.30%</b> | 7.40%       |

Mortality rates were based on the RP-2000 Healthy Mortality projected 10 years after valuation date of Scale AA, separate tables for annuitants and non-annuitants. No specific experience study has been performed on which to base the actuarial assumptions.

The long-term expected rate of return on 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 nominal rates of return for each major asset class included in the Plan's target asset allocation as of June 30, 2021 and 2020: Equity Securities – 4.6% and 5.5%, respectively, and Fixed Income Securities – 1.2% and 2.3%, respectively.

*Discount rate.* The discount rate used to measure the total pension liability was 7.30% and 7.40% as of June 30, 2021 and 2020, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Authority contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions and also on considering the Plan's net position as of June 30, 2021 and 2020, the Plan's net position was projected to be available to make projected future benefit payments of current plan members for all future Plan years. Therefore, the long-term expected rate of return on pension plan investments (7.30%) becomes the discount rate and thus was applied to all projected future benefit payments to determine the total pension liability.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

*Sensitivity of the net pension liability (asset) to changes in the discount rate.* The following presents the net pension liability (asset) of the Authority, calculated using the discount rate, as well as what the Authority's net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

The following table represents the sensitivity analysis discussed above as of June 30, 2021:

|  | <b>1% Decrease</b>          | <b>Current</b>              | <b>1% Increase</b>          |
|--|-----------------------------|-----------------------------|-----------------------------|
|  | <b>(6.30%)</b>              | <b>Discount Rate</b>        | <b>(8.30%)</b>              |
|  | <u>                    </u> | <u>                    </u> | <u>                    </u> |
| Authority's net pension liability (asset) \$ | 44,954                      | 1,321                       | (35,038)                    |

The following table represents the sensitivity analysis discussed above as of June 30, 2020:

|  | <b>1% Decrease</b>          | <b>Current</b>              | <b>1% Increase</b>          |
|--|-----------------------------|-----------------------------|-----------------------------|
|  | <b>(6.40%)</b>              | <b>Discount Rate</b>        | <b>(8.40%)</b>              |
|  | <u>                    </u> | <u>                    </u> | <u>                    </u> |
| Authority's net pension liability (asset) \$ | 57,252                      | 15,842                      | (18,632)                    |

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 plans in effect as of June 30, 2021 and 2020, and the current sharing pattern of costs between employer and employee.

The Georgia Ports Authority has two Supplemental Retirement Plans which are both single-employer defined benefit pension plans providing supplemental benefits to plan members and beneficiaries. The relevant information about the retirement plans is provided below. No other financial reports are issued by these sole employer plans.

There are no contribution requirements of the plan members or the Authority. The Authority contributes on a pay-as-you-go method. Contributions are determined under the entry age normal actuarial cost method.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

The following schedule reflects membership for the Plan as of June 30, 2020 and June 30, 2019.

|                                     | <u>2021</u> | <u>2020</u> |
|-------------------------------------|-------------|-------------|
| Active participants                 | 2           | 2           |
| Former employees receiving benefits | 14          | 13          |
| Total                               | <u>16</u>   | <u>15</u>   |

*Total Pension Liability:* The Authority's changes in the total pension liability by source and the derivation of the Authority's pension expense for the fiscal year ended June 30, 2021 and 2020, are reflected below:

|                                      | <u>Total Pension<br/>Liability<br/>2021</u> | <u>Total Pension<br/>Liability<br/>2020</u> |
|--------------------------------------|---|---|
| <b>Beginning Balance</b>             | <u>\$ 45,824</u>                            | <u>\$ 42,560</u>                            |
| <b>Changes for the year:</b>         |   |   |
| Service cost                         | 609   | 311   |
| Interest                             | 1,585                                       | 1,668                                       |
| Economic/demographic gains or losses | 202   | 428   |
| Assumption changes                   | 8,171                                       | 2,972                                       |
| Benefit payments                     | (2,243)                                     | (2,115)                                     |
| <b>Net changes</b>                   | <u>8,324</u>                                | <u>3,264</u>                                |
| <b>Ending Balance</b>                | <u>\$ 54,148</u>                            | <u>\$ 45,824</u>                            |

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

*Deferred outflows and inflows of resources.* During the years ended June 30, 2021 and 2020, the Authority recognized pension expense of \$10,486 and \$5,379. The Authority reported deferred outflows of resources as of June 30, 2021 for pension contributions subsequent to the measurement date in the amount of \$2,328. This will be recognized as a reduction of the total pension liability in the year ending June 30, 2022. The Authority reported deferred outflows of resources as of June 30, 2021 for plan assumption changes in the amount of \$81. This will be recognized as a reduction of the total pension liability annually in the amount of \$13 through fiscal year 2027. The Authority reported deferred outflows of resources as of June 30, 2020 for pension contributions subsequent to the measurement date in the amount of \$2,244. This was recognized as a reduction of the total pension liability in the year ended June 30, 2021.



## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 6. PENSION BENEFIT PLANS (CONTINUED)

*Actuarial assumptions.* The total pension liability was determined by an actuarial valuation as of July 1, 2019 and 2018 and January 1, 2020, with update procedures performed by the actuary to roll forward to the total pension liability measured as of June 30, 2020 and 2019. The following actuarial assumptions apply to the respective periods included in the measurement:

|                                      |                  |
|--------------------------------------|------------------|
| COLA rate                            | 2.50% and 0.00%  |
| Salary increases including inflation | 3.00%            |
| Retirement age                       | 60               |
| Actuarial cost method                | Entry Age Normal |

Mortality rates were based on the Sex Distinct RP – 2000 healthy mortality projected 10 years after valuation date at Scale AA, separate tables for annuitants and non-annuitants. The assumption for spouse age differences for one of the actively employed participants is that the participant is assumed to be three years older than the spouse, and for the other actively employed participant, the spouse is assumed to be 19 months older than the participant.

*Discount rate.* The discount rate used to measure the total pension liability was 2.21% and 3.50% as of June 30, 2021 and 2020, respectively. This rate is the municipal bond rate and was determined using the 20-Bond GO Bond Buyer Index on the closest published date to the applicable measurement date.

The above actuarial calculations are based on the substantive plan in effect as of July 1, 2020. The Authority has made substantial efforts to provide added assurance that pension liabilities will be paid from available assets and the Authority has earmarked certain assets to fund the unfunded accrued liability of the supplemental retirement plans. Accounting rules and actuarial practices do not allow these assets to be considered as funding of the pension and, as such, are not a direct offset to the pension liability. However, as of June 30, 2021, the Authority maintains certain earmarked assets, namely life insurance products with a net face value of \$33,937, a revocable Rabbi trust of \$15,758, and an irrevocable Rabbi Trust of \$513 with a combined value of \$50,208 to offset the \$54,148 unfunded accrued liability. The current cash surrender value of those life insurance products combined with the revocable and irrevocable Rabbi trusts equates to currently available assets of \$36,353.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN

#### Plan Description

The Georgia Ports Authority Retiree Medical and Dental Plan (OPEB Plan) is a single employer defined benefit post-retirement health care plan or other post-employment benefit (OPEB). The Georgia Ports Authority Retiree Medical and Dental Trust (Trust) is a trust established pursuant to Section 115 of the Internal Revenue Code of 1986 for the purpose of pre-funding other post-employment benefits provided under its benefit plans in accordance with GASB Statement 74 and GASB Statement 75. The Trust was established, effective July 1, 2007, by the Authority to pre-fund medical and dental benefits for current employees and retirees (and their eligible dependents) who are eligible for such benefits under existing Authority policy and meets the definition of a trust as outlined in paragraph four of GASB Statement No. 75. Plan benefit provisions and contribution requirements are established and may be amended by the Authority. The financial statements of the Georgia Ports Authority Retiree Medical and Dental Trust are audited each year. The report may be obtained by writing to the Georgia Ports Authority Finance Department, P.O. Box 2406, Savannah, Georgia 31402.

#### General

The following brief description of the OPEB Plan terms is provided for general information purposes only. Participants should refer to the plan agreement for more complete information.

#### Retirement Options/Benefit Provisions

Retirees and their spouses and dependents are eligible for benefits under the Plan if the employee retires early from age 55 up to age 65 with at least 15 years of service, and was covered under the medical plan as an active member immediately prior to retirement. Plan benefits will terminate when a plan member reaches age 65, is employed by another company, or is covered under the spouse's plan. Coverage under the Plan includes medical, dental and prescription drug benefits.

#### Eligibility

Employees and their dependents are eligible for the OPEB Plan if the employee retires early from age 55 up to age 65 with at least 15 years of service. This coverage will terminate when the employee reaches age 65, is employed by another company, or is covered under the spouse's group plan.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

#### Fund Membership

The following schedule (derived from the most recent actuarial valuation report) reflects membership for the OPEB Plan as of June 30, 2020 and 2019.

|  | 2021  | 2020  |
|--|-------|-------|
| Active employees                                     | 1,376 | 1,192 |
| Retirees and surviving spouses with medical coverage | 103   | 88    |
| Total  | 1,479 | 1,280 |

#### Contributions

The Authority contributed an actuarially determined amount to the OPEB Plan's Trust for the years ended June 30, 2021 and 2020, which amounted to \$2,000 and \$1,738, respectively.

*Net OPEB Liability.* The Authority's changes in the net OPEB liability by source for the fiscal year ended June 30, 2021, is reflected below:

|  | Total OPEB<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Net OPEB<br>Liability<br>(a) – (b) |
|--|--------------------------------|---------------------------------------|------------------------------------|
| <b>Beginning Balance</b>                       | \$ 24,951                      | \$ 13,654                             | \$ 11,297                          |
| <b>Changes for the year:</b>                   |                                |                                       |                                    |
| Service cost                                   | 605                            | -                                     | 605                                |
| Interest                                       | 1,497                          | -                                     | 1,497                              |
| Effect of economic/demographic gains or losses | (1,432)                        | -                                     | (1,432)                            |
| Effect of assumption changes                   | (283)                          | -                                     | (283)                              |
| Benefit payments                               | (1,235)                        | (1,235)                               | -                                  |
| Employer contributions                         | -                              | 2,000                                 | (2,000)                            |
| Net investment income                          | -                              | 348                                   | (348)                              |
| Administrative expense                         | -                              | (182)                                 | 182                                |
| <b>Net changes</b>                             | (848)                          | 931                                   | (1,779)                            |
| <b>Ending Balance</b>                          | \$ 24,103                      | \$ 14,585                             | \$ 9,518                           |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

The Authority's changes in the net OPEB liability by source for the fiscal year ended June 30, 2020 is reflected below:

|                              | Total OPEB<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Net OPEB<br>Liability<br>(a) – (b) |
|------------------------------|--------------------------------|---------------------------------------|------------------------------------|
| <b>Beginning Balance</b>     | \$ 24,421                      | \$ 12,841                             | \$ 11,580                          |
| <b>Changes for the year:</b> |                                |                                       |                                    |
| Service cost                 | 571                            | -                                     | 571                                |
| Interest                     | 1,455                          | -                                     | 1,455                              |
| Benefit payments             | (1,496)                        | (1,496)                               | -                                  |
| Employer contributions       | -                              | 1,738                                 | (1,738)                            |
| Net investment income        | -                              | 713                                   | (713)                              |
| Administrative expense       | -                              | (142)                                 | 142                                |
| <b>Net changes</b>           | 530                            | 813                                   | (283)                              |
| <b>Ending Balance</b>        | \$ 24,951                      | \$ 13,654                             | \$ 11,297                          |

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

*Deferred outflows and inflows of resources.* During the years ended June 30, 2021 and 2020, the Authority recognized OPEB expense of \$1,863 and \$2,000, respectively. The Authority reported deferred outflows and inflows of resources related to OPEB from the following sources as of June 30, 2021:

|  | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|--|-----------------------------------|----------------------------------|
| Experience differences                           | \$ 650                            | \$ 1,253                         |
| Assumption changes                               | 814                               | 383                              |
| Difference between expected and actual earnings  | 836                               | -                                |
| OPEB contribution subsequent to measurement date | 2,081                             | -                                |
| Total  | \$ 4,381                          | \$ 1,636                         |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

Authority contributions subsequent to the measurement date of \$2,081 are reported as a deferred outflow of resources and will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. The remaining deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Year ending June 30: |    |            |
|----------------------|----|------------|
| 2022                 | \$ | 399        |
| 2023                 |    | 329        |
| 2024                 |    | 200        |
| 2025                 |    | 188        |
| 2026                 |    | (23)       |
| Thereafter           |    | (428)      |
| Total                | \$ | <u>665</u> |

The Authority reported deferred outflows of resources related to OPEB from the following sources as of June 30, 2020:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Experience differences                           | \$ 873                                    | \$ 46                                    |
| Pension assumption changes                       | 990                                       | 370                                      |
| Difference between expected and actual earnings  | 860                                       | -  |
| OPEB contribution subsequent to measurement date | 2,000                                     | -  |
| Total  | <u>\$ 4,723</u>                           | <u>\$ 416</u>                            |

Authority contributions subsequent to the measurement date of \$2,000 were reported as a deferred outflow of resources and were recognized as a reduction of the net OPEB liability in the year ended June 30, 2021. The remaining deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Year ending June 30: |    |              |
|----------------------|----|--------------|
| 2021                 | \$ | 532          |
| 2022                 |    | 516          |
| 2023                 |    | 445          |
| 2024                 |    | 317          |
| 2025                 |    | 305          |
| Thereafter           |    | 192          |
| Total                | \$ | <u>2,307</u> |

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

*Actuarial assumptions.* The total OPEB liability was determined by an actuarial valuation as of July 1, 2020, with update procedures performed by the actuary to roll forward the total OPEB liability to the measurement date of June 30, 2021. The following actuarial assumptions apply to all periods included in the measurement:

|                               |                  |
|-------------------------------|------------------|
| Discount rate                 | 6.00%            |
| Salary increases              | 3.00%            |
| Inflation rate                | 2.20%            |
| Actuarial cost method         | Entry Age Normal |
| Initial healthcare cost rate  | 5.00%            |
| Ultimate healthcare cost rate | 3.70%            |

Mortality rates were based on the PUB-2010 Mortality Table projected with Improvement Scale MP2020 for both participants and annuitants. No specific experience study has been performed on which to base the actuarial assumptions.

The long-term expected rate of return of the Plan's adopted investment policy was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB 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 nominal rates of return for each major asset class included in the Plan's target asset allocation as of June 30, 2021 and 2020: Equity Securities – 6.8% and 3.2%, respectively, and Fixed Income Securities – 2.1% and 1.3%), respectively.

*Discount rate.* The discount rate used to measure the total OPEB liability was 6.00% as of June 30, 2021 and 2020. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Authority contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions and also on considering the Plan's net position as of June 30, 2021 and 2020, the Plan's net position was projected to be available to make projected future benefit payments of current plan members for all future Plan years. Therefore, the long-term expected rate of return on OPEB plan investments (6.00%) becomes the discount rate and thus was applied to all projected future benefit payments to determine the total OPEB liability.

*Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost rate trend.* The following presents the net OPEB liability of the Authority, calculated using the discount rate, as well as what the Authority's net OPEB liability would be if it were calculated using a discount rate or healthcare cost rate that is one percentage point lower or one percentage point higher than the current rate.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 7. OTHER POST-EMPLOYMENT BENEFIT PLAN (CONTINUED)

The following table represents the sensitivity analysis discussed above as of June 30, 2021:

|  | <b>1% Decrease<br/>(5.00%)</b> | <b>Current<br/>Discount Rate<br/>(6.00%)</b> | <b>1% Increase<br/>(7.00%)</b> |
|--|--------------------------------|--|--------------------------------|
| 1% Decrease - Healthcare cost rate trend |                                | \$ 7,686                                     |                                |
| Authority's net OPEB liability           | \$ 11,271                      | 9,518  | \$ 7,924                       |
| 1% Increase - Healthcare cost rate trend |                                | 11,587                                       |                                |

The following table represents the sensitivity analysis discussed above as of June 30, 2020:

|  | <b>1% Decrease<br/>(5.00%)</b> | <b>Current<br/>Discount Rate<br/>(6.00%)</b> | <b>1% Increase<br/>(7.00%)</b> |
|--|--------------------------------|--|--------------------------------|
| 1% Decrease - Healthcare cost rate trend |                                | \$ 9,149                                     |                                |
| Authority's net OPEB liability           | \$ 13,184                      | 11,297                                       | \$ 9,592                       |
| 1% Increase - Healthcare cost rate trend |                                | 13,743                                       |                                |

*Schedule of Deferred Outflows of Resources, Deferred Inflows of Resources and Pension/OPEB expense – All Plans:* The total deferred outflows of resources, deferred inflows of resources and pension/OPEB expense for the fiscal year ended June 30, 2021 are as follows:

|                               | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> | <b>Pension/OPEB<br/>Expense</b> |
|-------------------------------|---|--|---------------------------------|
| Retirement Plan               | \$ 30,659                                     | \$ 1,071                                     | \$ 14,164                       |
| Supplemental Retirement Plans | 2,409   | -  | 10,486                          |
| OPEB Plan                     | 4,381   | 1,636  | 1,863                           |
| Total                         | <u>\$ 37,449</u>                              | <u>\$ 2,707</u>                              | <u>\$ 26,513</u>                |

The total deferred outflows of resources, deferred inflows of resources and pension/OPEB expense for the fiscal year ended June 30, 2020 are as follows:

|                              | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> | <b>Pension/OPEB<br/>Expense</b> |
|------------------------------|---|--|---------------------------------|
| Retirement Plan              | \$ 46,297                                     | \$ 2,189                                     | \$ 17,490                       |
| Supplemental Retirement Plan | 2,244   | -  | 5,379                           |
| OPEB Plan                    | 4,723   | 416  | 2,000                           |
| Total                        | <u>\$ 53,264</u>                              | <u>\$ 2,605</u>                              | <u>\$ 24,869</u>                |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 8. RISK MANAGEMENT

The Authority is self-insured for its major medical employee health benefit claims up to a calendar year aggregate basis per individual of \$225 (less an aggregate specific deductible of \$150). Excess major medical insurance coverage is provided through a private insurance policy for the amounts in excess of \$200 and through aggregate stop loss coverage. Dental coverage is provided up to \$2.5 per covered member per year.

The basis for estimating the liabilities for unpaid claims includes an incurred, but not reported, calculation. The Authority has provided for amounts, which are considered to be outstanding and unpaid as of June 30, 2021 and 2020, and such amounts are included in the financial statements for the years ended June 30, 2021 and 2020. Changes in the balances of medical claims liabilities during the years ended June 30, 2021 and 2020, are as follows:

|   | <u>2021</u>   | <u>2020</u>   |
|---|---------------|---------------|
| Unpaid claims, beginning of fiscal year | \$ 650        | \$ 660        |
| Claims paid                             | (10,469)      | (10,456)      |
| Incurred claims                         | 10,444        | 10,446        |
| Unpaid claims, end of fiscal year       | <u>\$ 625</u> | <u>\$ 650</u> |

The Authority is exposed to various risks of loss, including, but not limited to: torts; theft of assets; damage to and destruction of assets; errors and omissions; and natural disasters. These exposures are addressed through an insurance program including a mix of policies procured from the State of Georgia and insurance companies found in traditional commercial markets. Limits of coverage for liability exposures include an underlying limit of \$1,000 with an excess bumbershoot policy providing up to \$150,000 in protection except where liability is limited by the Georgia Tort Claims Act. Coverage for Georgia Ports Authority property and equipment is scheduled on a replacement cost basis.

There have been no significant reductions of insurance coverage, and settlement amounts have not exceeded insurance coverage for the current or the three prior years.

### NOTE 9. COMMITMENTS AND CONTINGENCIES

At June 30, 2021 and 2020, the Authority had commitments for construction projects of approximately \$309,029 and \$118,403, respectively.

The Authority is a defendant in various lawsuits incidental to its business. Management believes that any liability that may result from such lawsuits will not have a material adverse effect on its operations or financial position.



## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 9. COMMITMENTS AND CONTINGENCIES (CONTINUED)

In August 2015, the Authority formally entered into an agreement with the Georgia Department of Public Safety to fund the increase in law enforcement of commercial traffic within the highway interstate corridors that serve the Authority's facilities. The agreement ended in fiscal year 2020. The Authority paid \$5,472 to the Georgia Department of Public Safety during the year ended June 30, 2020.

During fiscal year ended June 30, 2013, the Authority entered into a compromise and settlement agreement with the U.S. Army Corps of Engineers, the State of South Carolina and several non-governmental environmental organizations relative to the project by the U.S. Army Corps of Engineers to deepen the Savannah River federal navigation channel. This project is commonly referred to as the Savannah Harbor Expansion Project (SHEP).

The respective SHEP agreement, approved by the U.S. Federal District Court for the District of South Carolina, resulted in a commitment by the Authority in the amount of \$35,530, of which the Authority had paid \$16,093 through the year ended June 30, 2021, which includes the following provisions to be funded by the Authority subject to satisfaction of certain conditions based on all known and expected factors; and therefore, considered to be "probable" as defined by respective and authoritative financial reporting standards:

- GPA will establish a letter of credit or escrow account within six months of the commencement of inner harbor dredging in the amount of \$2,000 to serve as a contingency fund should the operation of the dissolved oxygen (DO) injection systems not receive funding by the federal government. This letter of credit or escrow account will be maintained at a minimum of \$2,000 for 50 years after completion of the SHEP.
- GPA will contribute \$3,000 for water quality monitoring in the Lower Savannah River Basin; \$3,000 for monitoring and research of Shortnose and Atlantic Sturgeon; \$15,000 for conservation, wetlands preservation, acquisitions of easements and/or upland buffers, and creation, restoration or enhancement of wetlands to benefit the Lower Savannah River watershed.
- GPA will contribute \$12,500 for environmental and conservation projects in the Savannah River Basin to the Savannah River Restoration Board whose membership is prescribed in the agreement.

## **REQUIRED SUPPLEMENTARY INFORMATION**

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREMENT PLAN FOR THE EMPLOYEES OF GEORGIA PORTS AUTHORITY SCHEDULE OF CHANGES IN THE AUTHORITY'S NET PENSION LIABILITY (ASSET) AND RELATED RATIOS FOR THE FISCAL YEARS ENDED JUNE 30, (In Thousands)

|   | 2021             | 2020             | 2019              | 2018              | 2017             |
|---|------------------|------------------|-------------------|-------------------|------------------|
| <b>Total pension liability</b>  |                  |                  |                   |                   |                  |
| Service cost  | \$ 4,385         | \$ 4,152         | \$ 4,110          | \$ 4,497          | \$ 4,226         |
| Interest on total pension liability   | 22,821           | 21,739           | 21,039            | 19,958            | 18,563           |
| Differences between expected and actual experience                                | (471)            | 6,375            | 2,048             | (1,020)           | -                |
| Changes in assumptions and/or cost method   | 4,583            | 8,408            | 383               | (3,549)           | 1,120            |
| Benefit payments, including refunds of employee contributions                     | (11,699)         | (10,700)         | (9,442)           | (8,658)           | (7,840)          |
| <b>Net change in total pension liability</b>                                      | <b>19,619</b>    | <b>29,974</b>    | <b>18,138</b>     | <b>11,228</b>     | <b>16,069</b>    |
| <b>Total pension liability beginning</b>  | <b>309,577</b>   | <b>279,603</b>   | <b>261,465</b>    | <b>250,237</b>    | <b>234,168</b>   |
| <b>Total pension liability - ending (a)</b>                                       | <b>329,196</b>   | <b>309,577</b>   | <b>279,603</b>    | <b>261,465</b>    | <b>250,237</b>   |
| <b>Plan fiduciary net position</b>  |                  |                  |                   |                   |                  |
| Contributions - employer  | 17,935           | 10,172           | 10,819            | 12,824            | 18,631           |
| Contributions - employee  | 760              | 784              | 795               | 798               | 814              |
| Net investment income   | 27,886           | 5,308            | 19,787            | 28,503            | (47)             |
| Benefit payments, including refunds of employee contributions                     | (11,699)         | (10,700)         | (9,442)           | (8,658)           | (7,840)          |
| Administrative expenses   | (742)            | (852)            | (880)             | (706)             | (509)            |
| <b>Net change in plan fiduciary net position</b>                                  | <b>34,140</b>    | <b>4,712</b>     | <b>21,079</b>     | <b>32,761</b>     | <b>11,049</b>    |
| <b>Plan fiduciary net position - beginning</b>                                    | <b>293,735</b>   | <b>289,023</b>   | <b>267,944</b>    | <b>235,183</b>    | <b>224,134</b>   |
| <b>Plan fiduciary net position - ending (b)</b>                                   | <b>327,875</b>   | <b>293,735</b>   | <b>289,023</b>    | <b>267,944</b>    | <b>235,183</b>   |
| <b>Authority's net pension liability (asset) ending (a) - (b)</b>                 | <b>\$ 1,321</b>  | <b>\$ 15,842</b> | <b>\$ (9,420)</b> | <b>\$ (6,479)</b> | <b>\$ 15,054</b> |
| <b>Plan fiduciary net position as a percentage of the total pension liability</b> | <b>99.6%</b>     | <b>94.9%</b>     | <b>103.4%</b>     | <b>102.5%</b>     | <b>94.0%</b>     |
| <b>Covered payroll</b>  | <b>\$ 52,406</b> | <b>\$ 54,143</b> | <b>\$ 54,426</b>  | <b>\$ 55,385</b>  | <b>\$ 55,363</b> |
| <b>Net pension liability (asset) as a percentage of covered payroll</b>           | <b>2.5%</b>      | <b>29.3%</b>     | <b>(17.3%)</b>    | <b>(11.7%)</b>    | <b>27.2%</b>     |

### Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

| 2016      | 2015       | 2014      |
|-----------|------------|-----------|
| \$ 4,175  | \$ 4,210   | \$ 4,226  |
| 17,601    | 16,086     | 15,161    |
| -         | -          | -         |
| 12,441    | (1,449)    | -         |
| (7,491)   | (7,113)    | (6,305)   |
| 26,726    | 11,734     | 13,082    |
| 207,442   | 195,708    | 182,626   |
| 234,168   | 207,442    | 195,708   |
| 22,106    | 30,282     | 29,862    |
| 825       | 813        | 831       |
| 311       | 20,916     | 8,721     |
| (7,491)   | (7,113)    | (6,305)   |
| (249)     | (183)      | (109)     |
| 15,502    | 44,715     | 33,000    |
| 208,632   | 163,917    | 130,917   |
| 224,134   | 208,632    | 163,917   |
| \$ 10,034 | \$ (1,190) | \$ 31,791 |
| 95.7%     | 100.6%     | 83.8%     |
| \$ 55,480 | \$ 56,223  | \$ 56,249 |
| 18.1%     | (2.1%)     | 56.5%     |

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREMENT PLAN FOR THE EMPLOYEES OF GEORGIA PORTS AUTHORITY SCHEDULE OF AUTHORITY CONTRIBUTIONS

FOR THE FISCAL YEARS ENDED JUNE 30,  
(In Thousands)

|  | 2021       | 2020        | 2019       | 2018       | 2017       |
|--|------------|-------------|------------|------------|------------|
| Actuarially determined contribution                                  | \$ 4,412   | \$ 6,656    | \$ 3,673   | \$ 3,637   | \$ 5,918   |
| Contributions in relation to the actuarially determined contribution | 14,164     | 17,935      | 10,625     | 10,819     | 12,824     |
| Contribution deficiency (excess)                                     | \$ (9,752) | \$ (11,279) | \$ (6,952) | \$ (7,182) | \$ (6,906) |
| Covered payroll  | \$ 50,214  | \$ 52,406   | \$ 54,143  | \$ 54,426  | \$ 55,385  |
| Contributions as a percentage of covered payroll                     | 28.2%      | 34.2%       | 19.6%      | 19.9%      | 23.2%      |

### Notes to the Schedule:

#### (1) Actuarial Assumptions

|                                       |                  |
|---------------------------------------|------------------|
| Valuation Date                        | July 1, 2019     |
| Cost Method                           | Entry Age Normal |
| Assumed Rate of Return on Investments | 7.30%            |
| Projected Salary Increases            | 3.00%            |
| Post-retirement benefit increase rate | 3.00%            |
| Amortization Method                   | Level dollar     |
| Remaining Amortization Period         | 7 years (closed) |

#### (2) Actuarial Asset Valuation Method

|                    |                                     |
|--------------------|-------------------------------------|
| Smoothing period   | 0 years; market value is recognized |
| Recognition method | N/A                                 |
| Corridor           | N/A                                 |

(3) The schedule will present 10 years of information once it is accumulated.

---

| <u>2016</u>               | <u>2015</u>               | <u>2014</u>               | <u>2013</u>               |
|---------------------------|---------------------------|---------------------------|---------------------------|
| \$ 5,263                  | \$ 10,559                 | \$ 10,312                 | \$ 9,789                  |
| <u>18,631</u>             | <u>22,106</u>             | <u>30,282</u>             | <u>29,862</u>             |
| <u><u>\$ (13,368)</u></u> | <u><u>\$ (11,547)</u></u> | <u><u>\$ (19,970)</u></u> | <u><u>\$ (20,073)</u></u> |
| \$ 55,363                 | \$ 55,480                 | \$ 56,223                 | \$ 56,249                 |
| 33.7%                     | 39.8%                     | 53.9%                     | 53.1%                     |

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREMENT PLAN FOR THE EMPLOYEES OF GEORGIA PORTS AUTHORITY SCHEDULE OF PENSION INVESTMENT RETURNS

FOR THE FISCAL YEARS ENDED JUNE 30,  
(In Thousands)

---

|   | <u>2021</u>   | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|---|---------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expenses for the Authority's Pension Plan | <b>21.70%</b> | 9.10%       | 1.20%       | 7.40%       | 11.70%      | (0.40%)     | (0.10%)     | 12.00%      |

**Notes to the Schedule:**

The schedule will present 10 years of information once it is accumulated.

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION SUPPLEMENTAL RETIREMENT PLANS SCHEDULE OF CHANGES IN THE AUTHORITY'S TOTAL PENSION LIABILITY AND RELATED RATIOS FOR THE FISCAL YEARS ENDED JUNE 30, (In Thousands)

|   | 2021             | 2020             | 2019             | 2018             | 2017             | 2016             |
|---|------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Total pension liability</b>                                    |                  |                  |                  |                  |                  |                  |
| Service cost  | \$ 609           | \$ 311           | \$ 285           | \$ 192           | \$ 644           | \$ 504           |
| Interest on total pension liability                               | 1,585            | 1,668            | 1,561            | 1,296            | 1,266            | 1,324            |
| Economic/demographic gains or losses                              | 202              | 428              | 1,711            | 8,210            | (194)            | -                |
| Changes in assumptions and/or cost method                         | 8,171            | 2,972            | (519)            | (4,195)          | 4,661            | 1,802            |
| Benefit payments  | (2,243)          | (2,115)          | (2,066)          | (2,003)          | (1,451)          | (1,510)          |
| <b>Net change in total pension liability</b>                      | <b>8,324</b>     | <b>3,264</b>     | <b>972</b>       | <b>3,500</b>     | <b>4,926</b>     | <b>2,120</b>     |
| <b>Total pension liability - beginning</b>                        | <b>45,824</b>    | <b>42,560</b>    | <b>41,588</b>    | <b>38,088</b>    | <b>33,162</b>    | <b>31,042</b>    |
| <b>Total pension liability - ending</b>                           | <b>\$ 54,148</b> | <b>\$ 45,824</b> | <b>\$ 42,560</b> | <b>\$ 41,588</b> | <b>\$ 38,088</b> | <b>\$ 33,162</b> |
| <b>Covered payroll</b>  | <b>\$ 1,495</b>  | <b>\$ 537</b>    | <b>\$ 629</b>    | <b>\$ 607</b>    | <b>\$ 1,128</b>  | <b>\$ 1,027</b>  |
| <b>Total pension liability as a percentage of covered payroll</b> | <b>3621.9%</b>   | <b>8533.3%</b>   | <b>6766.3%</b>   | <b>6851.4%</b>   | <b>3376.6%</b>   | <b>3229.0%</b>   |

### Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.



# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION SUPPLEMENTAL RETIREMENT PLANS SCHEDULE OF AUTHORITY CONTRIBUTIONS

FOR THE FISCAL YEARS ENDED JUNE 30,  
(In Thousands)

|  | 2021     | 2020     | 2019     | 2018     | 2017     | 2016     | 2015     |
|--|----------|----------|----------|----------|----------|----------|----------|
| Actuarially determined contribution                                  | \$ 2,844 | \$ 2,243 | \$ 2,115 | \$ 2,066 | \$ 2,003 | \$ 1,451 | \$ 1,510 |
| Contributions in relation to the actuarially determined contribution | 2,328    | 2,243    | 2,115    | 2,066    | 2,003    | 1,451    | 1,510    |
| Contribution deficiency (excess)                                     | \$ 516   | \$ -     | \$ -     | \$ -     | \$ -     | \$ -     | \$ -     |
| Covered payroll  | \$ 1,371 | \$ 727   | \$ 537   | \$ 629   | \$ 607   | \$ 1,128 | \$ 1,027 |
| Contributions as a percentage of covered payroll                     | 169.8%   | 308.5%   | 393.9%   | 328.5%   | 330.0%   | 128.6%   | 147.0%   |

### Notes to the Schedule:

#### (1) Actuarial Assumptions

|                            |                                  |
|----------------------------|----------------------------------|
| Valuation Date             | July 1, 2019 and January 1, 2020 |
| Actuarial Cost Method      | Entry Age Normal                 |
| Discount rate              | 2.21%                            |
| Projected Salary Increases | 3.00%                            |
| COLA rate                  | 2.50% and 0.00%                  |

(2) The schedule will present 10 years of information once it is accumulated.

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREE MEDICAL AND DENTAL PLAN (OPEB) SCHEDULE OF CHANGES IN THE AUTHORITY'S NET OPEB LIABILITY AND RELATED RATIOS FOR THE FISCAL YEARS ENDED JUNE 30, (In Thousands)

|  | 2021              | 2020             | 2019             | 2018             | 2017             | 2016             |
|--|-------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Total OPEB liability</b>  |                   |                  |                  |                  |                  |                  |
| Service cost   | \$ 606            | \$ 571           | \$ 508           | \$ 471           | \$ 639           | \$ 603           |
| Interest on total OPEB liability   | 1,496             | 1,455            | 1,288            | 1,251            | 1,393            | 1,353            |
| Plan changes   | -                 | -                | -                | -                | (2,423)          | -                |
| Economic/demographic gains or losses   | (1,432)           | -                | 983              | -                | 525              | (456)            |
| Changes in assumptions   | (283)             | -                | 1,343            | -                | (1,311)          | -                |
| Benefit payments   | (1,235)           | (1,496)          | (1,292)          | (1,018)          | (1,011)          | (741)            |
| <b>Net change in total OPEB liability</b>                                      | <b>(848)</b>      | <b>530</b>       | <b>2,830</b>     | <b>704</b>       | <b>(2,188)</b>   | <b>759</b>       |
| <b>Total OPEB liability - beginning</b>  | <b>24,951</b>     | <b>24,421</b>    | <b>21,591</b>    | <b>20,887</b>    | <b>23,075</b>    | <b>22,316</b>    |
| <b>Total OPEB liability - ending (a)</b>                                       | <b>24,103</b>     | <b>24,951</b>    | <b>24,421</b>    | <b>21,591</b>    | <b>20,887</b>    | <b>23,075</b>    |
| <b>Plan fiduciary net position</b>   |                   |                  |                  |                  |                  |                  |
| Contributions - employer   | 2,000             | 1,738            | 1,217            | 1,890            | 2,450            | 2,250            |
| Net investment income  | 348               | 713              | 125              | (7)              | 68               | 59               |
| Benefit payments   | (1,235)           | (1,496)          | (1,292)          | (1,018)          | (1,011)          | (741)            |
| Administrative expenses  | (182)             | (142)            | (118)            | (85)             | (76)             | (76)             |
| <b>Net change in plan fiduciary net position</b>                               | <b>931</b>        | <b>813</b>       | <b>(68)</b>      | <b>780</b>       | <b>1,431</b>     | <b>1,492</b>     |
| <b>Plan fiduciary net position - beginning</b>                                 | <b>13,654</b>     | <b>12,841</b>    | <b>12,909</b>    | <b>12,129</b>    | <b>10,698</b>    | <b>9,206</b>     |
| <b>Plan fiduciary net position - ending (b)</b>                                | <b>14,585</b>     | <b>13,654</b>    | <b>12,841</b>    | <b>12,909</b>    | <b>12,129</b>    | <b>10,698</b>    |
| <b>Authority's net OPEB liability - ending (a) - (b)</b>                       | <b>\$ 9,518</b>   | <b>\$ 11,297</b> | <b>\$ 11,580</b> | <b>\$ 8,682</b>  | <b>\$ 8,758</b>  | <b>\$ 12,377</b> |
| <b>Plan fiduciary net position as a percentage of the total OPEB liability</b> | <b>60.5%</b>      | <b>54.7%</b>     | <b>52.6%</b>     | <b>59.8%</b>     | <b>58.1%</b>     | <b>46.4%</b>     |
| <b>Covered-employee payroll</b>  | <b>\$ 100,978</b> | <b>\$ 97,692</b> | <b>\$ 88,510</b> | <b>\$ 70,793</b> | <b>\$ 70,793</b> | <b>\$ 66,803</b> |
| <b>Net OPEB liability as a percentage of covered-employee payroll</b>          | <b>9.4%</b>       | <b>11.6%</b>     | <b>13.1%</b>     | <b>12.3%</b>     | <b>12.4%</b>     | <b>18.5%</b>     |

### Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREE MEDICAL AND DENTAL PLAN (OPEB) SCHEDULE OF AUTHORITY CONTRIBUTIONS

FOR THE FISCAL YEARS ENDED JUNE 30,  
(In Thousands)

|  | 2021       | 2020       | 2019      | 2018      | 2017      | 2016      | 2015      |
|--|------------|------------|-----------|-----------|-----------|-----------|-----------|
| Actuarially determined contribution                                  | \$ 2,165   | \$ 2,451   | \$ 2,267  | \$ 1,803  | \$ 1,600  | \$ 2,406  | \$ 2,242  |
| Contributions in relation to the actuarially determined contribution | 2,081      | 2,000      | 1,738     | 1,217     | 1,890     | 2,450     | 2,250     |
| Contribution deficiency (excess)                                     | \$ 84      | \$ 451     | \$ 529    | \$ 586    | \$ (290)  | \$ (44)   | \$ (8)    |
| Covered employee payroll   | \$ 112,263 | \$ 100,978 | \$ 97,692 | \$ 88,510 | \$ 70,793 | \$ 66,803 | \$ 66,803 |
| Contributions as a percentage of covered-employee payroll            | 1.9%       | 2.0%       | 1.8%      | 1.4%      | 2.7%      | 3.7%      | 3.4%      |

### Notes to the Schedule:

#### (1) Actuarial Assumptions

|                                       |                  |
|---------------------------------------|------------------|
| Valuation Date                        | July 1, 2020     |
| Actuarial Cost Method                 | Entry Age Normal |
| Discount rate                         | 6.00%            |
| Assumed Rate of Return on Investments | 6.00%            |
| Inflation rate                        | 2.20%            |
| Healthcare cost rate trend, initial   | 5.60%            |
| Healthcare cost rate trend, ultimate  | 3.70%            |

(2) The schedule will present 10 years of information once it is accumulated.

# GEORGIA PORTS AUTHORITY

## REQUIRED SUPPLEMENTARY INFORMATION RETIREE MEDICAL AND DENTAL PLAN (OPEB) SCHEDULE OF OPEB INVESTMENT RETURNS

FOR THE FISCAL YEARS ENDED JUNE 30,  
(In Thousands)

---

|  | <u>2021</u>   | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|--|---------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expenses for the Authority's OPEB Plan | <b>24.26%</b> | 2.40%       | 5.53%       | 0.10%       | 0.57%       | 0.27%       | 0.16%       |

**Notes to the Schedule:**

The schedule will present 10 years of information once it is accumulated.

## **SUPPLEMENTARY INFORMATION**

# GEORGIA PORTS AUTHORITY

## COMBINING STATEMENT OF FIDUCIARY NET POSITION PENSION AND OPEB TRUST FUNDS

JUNE 30, 2021

(In Thousands)

|  | Retirement Plan<br>For Employees<br>of the GPA | Retiree<br>Medical and<br>Dental Plan | Total             |
|--|--|---------------------------------------|-------------------|
| <b>ASSETS</b>  |  |                                       |                   |
| Cash and short-term investments                                  | \$ 4,451                                       | \$ 376                                | \$ 4,827          |
| Receivables:   |  |                                       |                   |
| Interest and dividends receivable                                | 401  | 63                                    | 464               |
| Prepaid expenses   | -  | 3                                     | 3                 |
| Investments, at fair value:                                      |  |                                       |                   |
| Immediate Participation Guarantee (IPG) Contracts                | 10,494   | -                                     | 10,494            |
| Equity securities:   |  |                                       |                   |
| Exchange traded funds  | 281,767  | 7,270                                 | 289,037           |
| Fixed income   | 105,542  | -                                     | 105,542           |
| Mutual funds   | -  | 10,932                                | 10,932            |
| Alternative funds  | 2,185  | -                                     | 2,185             |
| Total Assets   | <u>404,840</u>                                 | <u>18,644</u>                         | <u>423,484</u>    |
| <b>LIABILITIES</b>   |  |                                       |                   |
| Accounts payable   | -  | 106                                   | 106               |
| Accrued claims payable   | -  | 93                                    | 93                |
| Total Liabilities  | <u>-</u>                                       | <u>199</u>                            | <u>199</u>        |
| <b>NET POSITION RESTRICTED FOR PENSION<br/>AND OPEB BENEFITS</b> | <u>\$ 404,840</u>                              | <u>\$ 18,445</u>                      | <u>\$ 423,285</u> |

(Continued)

# GEORGIA PORTS AUTHORITY

## COMBINING STATEMENT OF FIDUCIARY NET POSITION PENSION AND OPEB TRUST FUNDS

JUNE 30, 2020

(In Thousands)

|  | Retirement Plan<br>For Employees<br>of the GPA | Retiree<br>Medical and<br>Dental Plan | Total             |
|--|--|---------------------------------------|-------------------|
| <b>ASSETS</b>  |  |                                       |                   |
| Cash and short-term investments                                  | \$ 2,704                                       | \$ 641                                | \$ 3,345          |
| Receivables:   |  |                                       |                   |
| Interest and dividends receivable                                | -  | 25                                    | 25                |
| Prepaid expenses   | -  | 3                                     | 3                 |
| Investments, at fair value:                                      |  |                                       |                   |
| Immediate Participation Guarantee (IPG) Contracts                | 10,049   | -                                     | 10,049            |
| Equity securities:   |  |                                       |                   |
| Exchange traded funds  | 217,727  | 5,165                                 | 222,892           |
| Fixed income   | 95,210   | -                                     | 95,210            |
| Mutual funds   | -  | 8,883                                 | 8,883             |
| Alternative funds  | 2,184  | -                                     | 2,184             |
| Total Assets   | <u>327,874</u>                                 | <u>14,717</u>                         | <u>342,591</u>    |
| <b>LIABILITIES</b>   |  |                                       |                   |
| Accounts payable   | -  | 71                                    | 71                |
| Accrued claims payable   | -  | 61                                    | 61                |
| Total Liabilities  | <u>-</u>                                       | <u>132</u>                            | <u>132</u>        |
| <b>NET POSITION RESTRICTED FOR PENSION<br/>AND OPEB BENEFITS</b> | <u>\$ 327,874</u>                              | <u>\$ 14,585</u>                      | <u>\$ 342,459</u> |

# GEORGIA PORTS AUTHORITY

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PENSION AND OPEB TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2021 (In Thousands)

|  | Retirement Plan<br>For Employees<br>of the GPA | Retiree<br>Medical and<br>Dental Plan | Total      |
|--|--|---------------------------------------|------------|
| <b>Additions:</b>                                      |  |                                       |            |
| Contributions:   |  |                                       |            |
| Employer   | \$ 14,164                                      | \$ 2,081                              | \$ 16,245  |
| Employees  | 733  | 297                                   | 1,030      |
| Total contributions                                    | 14,897   | 2,378                                 | 17,275     |
| Investment income:                                     |  |                                       |            |
| Net change in the fair value of investments            | 70,388   | 3,492                                 | 73,880     |
| Dividends and interest                                 | 5,947  | 264                                   | 6,211      |
| Net investment income                                  | 76,335   | 3,756                                 | 80,091     |
| Total additions  | 91,232   | 6,134                                 | 97,366     |
| <b>Deductions:</b>                                     |  |                                       |            |
| Benefits   | 13,450   | 2,081                                 | 15,531     |
| Administrative expenses                                | 816  | 193                                   | 1,009      |
| Total deductions                                       | 14,266   | 2,274                                 | 16,540     |
| <b>Net Increase</b>                                    | 76,966   | 3,860                                 | 80,826     |
| Net Position Restricted for Pension and OPEB Benefits: |  |                                       |            |
| Beginning  | 327,874  | 14,585                                | 342,459    |
| Ending   | \$ 404,840                                     | \$ 18,445                             | \$ 423,285 |



# GEORGIA PORTS AUTHORITY

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PENSION AND OPEB TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2020 (In Thousands)

|  | Retirement Plan<br>For Employees<br>of the GPA | Retiree<br>Medical and<br>Dental Plan | Total      |
|--|--|---------------------------------------|------------|
| <b>Additions:</b>                                      |  |                                       |            |
| Contributions:   |  |                                       |            |
| Employer   | \$ 17,935                                      | \$ 2,000                              | \$ 19,935  |
| Employees  | 760  | 273                                   | 1,033      |
| Total contributions                                    | 18,695   | 2,273                                 | 20,968     |
| Investment income:                                     |  |                                       |            |
| Net change in the fair value of investments            | 21,981   | 73                                    | 22,054     |
| Dividends and interest                                 | 5,904  | 274                                   | 6,178      |
| Net investment income                                  | 27,885   | 347                                   | 28,232     |
| Total additions  | 46,580   | 2,620                                 | 49,200     |
| <b>Deductions:</b>                                     |  |                                       |            |
| Benefits   | 11,698   | 1,508                                 | 13,206     |
| Administrative expenses                                | 743  | 181                                   | 924        |
| Total deductions                                       | 12,441   | 1,689                                 | 14,130     |
| <b>Net Increase</b>                                    | 34,139   | 931                                   | 35,070     |
| Net Position Restricted for Pension and OPEB Benefits: |  |                                       |            |
| Beginning  | 293,735  | 13,654                                | 307,389    |
| Ending   | \$ 327,874                                     | \$ 14,585                             | \$ 342,459 |

# STATISTICAL SECTION

---

This part of the Authority's *Annual Comprehensive Financial Report* presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the Authority's overall financial health.

| <b><u>Contents</u></b>  | <b><u>Page</u></b> |
|---|--------------------|
| <b>Financial Trends .....</b>   | <b>67 – 70</b>     |
| <i>These schedules contain trend information to help the reader understand how the Authority's financial performance and well-being have changed over time.</i>   |                    |
| <b>Revenue Capacity .....</b>   | <b>71 – 75</b>     |
| <i>These schedules contain information to help the reader assess the Authority's most significant revenue sources.</i>  |                    |
| <b>Debt Capacity .....</b>  | <b>76 – 78</b>     |
| <i>These schedules present information to help the reader assess the affordability of the Authority's current levels of outstanding debt and the Authority's ability to issue additional debt in the future.</i>                    |                    |
| <b>Operating Information .....</b>  | <b>79 – 91</b>     |
| <i>These schedules contain service and infrastructure data to help the reader understand how the information in the Authority's financial report relates to the services the Authority provides and the activities it performs.</i> |                    |

Statistical schedules differ from financial statements because they usually cover multiple fiscal years, and may present non-accounting data. These schedules reflect social and economic data and financial trends of the Authority taken directly from its records unless otherwise indicated.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Authority's financial reports for the relevant year.

# GEORGIA PORTS AUTHORITY

## NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (In Thousands)

|  | Fiscal Year         |                     |                     |                     |
|--|---------------------|---------------------|---------------------|---------------------|
|  | 2021                | 2020                | 2019                | 2018                |
| Net investment in capital assets         | \$ 1,589,653        | \$ 1,460,779        | \$ 1,310,360        | \$ 1,141,563        |
| Unrestricted                             | 455,842             | 372,006             | 385,806             | 357,273             |
| <b>Total net position <sup>(a)</sup></b> | <b>\$ 2,045,495</b> | <b>\$ 1,832,785</b> | <b>\$ 1,696,166</b> | <b>\$ 1,498,836</b> |

<sup>(a)</sup> Net position has gradually increased due to general growth of the Authority with a majority of the growth being invested in capital assets.

---

| 2017                | 2016                | 2015                | 2014                | 2013              | 2012              |
|---------------------|---------------------|---------------------|---------------------|-------------------|-------------------|
| \$ 1,068,045        | \$ 1,018,917        | \$ 940,378          | \$ 871,809          | \$ 872,152        | \$ 831,229        |
| 299,854             | 234,651             | 209,462             | 188,731             | 107,224           | 156,720           |
| <u>\$ 1,367,899</u> | <u>\$ 1,253,568</u> | <u>\$ 1,149,840</u> | <u>\$ 1,060,540</u> | <u>\$ 979,376</u> | <u>\$ 987,949</u> |

# GEORGIA PORTS AUTHORITY

## CHANGE IN NET POSITION LAST TEN FISCAL YEARS (In Thousands)

|   | Fiscal Year         |                     |                     |                     |
|---|---------------------|---------------------|---------------------|---------------------|
|   | 2021                | 2020                | 2019                | 2018                |
| <b>Operating revenues:</b>  |                     |                     |                     |                     |
| Container cargo   | \$ 551,507          | \$ 415,726          | \$ 410,006          | \$ 364,504          |
| General cargo   | 58,517              | 61,014              | 58,752              | 54,410              |
| Liquid and dry bulk   | 5,405               | 4,988               | 4,861               | 7,468               |
|   | <b>615,429</b>      | <b>481,728</b>      | <b>473,619</b>      | <b>426,382</b>      |
| <b>Non-operating revenues:</b>                                      |                     |                     |                     |                     |
| Investment income (loss)  | 286                 | 4,706               | 7,224               | 3,864               |
| Gain (loss) on sale/impairment of capital assets                    | (7,889)             | 422                 | 38,583              | (5,585)             |
| Non-capital contributions   | 14,028              | 27,767              | 274                 | 710                 |
|   | <b>6,425</b>        | <b>32,895</b>       | <b>46,081</b>       | <b>(1,011)</b>      |
| <b>Total revenues <sup>(a)</sup></b>                                | <b>621,854</b>      | <b>514,623</b>      | <b>519,700</b>      | <b>425,371</b>      |
| <b>Operating expenses:</b>  |                     |                     |                     |                     |
| Operation and maintenance of facilities                             | 231,332             | 200,532             | 195,891             | 168,008             |
| General and administrative  | 89,654              | 75,786              | 68,509              | 65,171              |
| Depreciation  | 76,281              | 67,005              | 61,148              | 58,784              |
|   | <b>397,267</b>      | <b>343,323</b>      | <b>325,548</b>      | <b>291,963</b>      |
| <b>Non-operating expenses:</b>                                      |                     |                     |                     |                     |
| Interest expense  | -                   | -                   | -                   | 30                  |
| Non-capital port development expense                                | 11,461              | 26,011              | 380                 | 60                  |
| Capital contributions repaid to the State of Georgia <sup>(b)</sup> | -                   | 5,472               | 7,198               | 4,735               |
| Conservation commitments expense                                    | -                   | -                   | -                   | -                   |
| Other   | 8,889               | 8,972               | 10,395              | 2,567               |
|   | <b>20,350</b>       | <b>40,455</b>       | <b>17,973</b>       | <b>7,392</b>        |
| <b>Total expenses <sup>(a)</sup></b>                                | <b>417,617</b>      | <b>383,778</b>      | <b>343,521</b>      | <b>299,355</b>      |
| <b>Income before contributions and extraordinary items</b>          | <b>204,237</b>      | <b>130,845</b>      | <b>176,179</b>      | <b>126,016</b>      |
| <b>Total contributions from federal and state agencies</b>          | <b>8,473</b>        | <b>5,774</b>        | <b>21,151</b>       | <b>4,921</b>        |
| <b>Extraordinary items:</b>   |                     |                     |                     |                     |
| Loss due to Hurricane Matthew                                       | -                   | -                   | -                   | -                   |
| Gain on recovery from warehouse fire                                | -                   | -                   | -                   | -                   |
|   |                     |                     |                     |                     |
| <b>Change in net position</b>                                       | <b>212,710</b>      | <b>136,619</b>      | <b>197,330</b>      | <b>130,937</b>      |
| <b>Net position, beginning of year <sup>(c)(d)</sup></b>            | <b>1,832,785</b>    | <b>1,696,166</b>    | <b>1,498,836</b>    | <b>1,367,899</b>    |
| <b>Net position, end of year</b>                                    | <b>\$ 2,045,495</b> | <b>\$ 1,832,785</b> | <b>\$ 1,696,166</b> | <b>\$ 1,498,836</b> |

<sup>(a)</sup> Revenues and expenses have gradually increased due to the general growth of container volume.

<sup>(b)</sup> The Authority makes voluntary annual payments to the State of Georgia's Treasury. These payments may be adjusted, deferred, or redirected by the state depending on the Authority's ability to pay.

<sup>(c)</sup> Fiscal year 2013 net position differs from the fiscal year 2012 ending net position due to a restatement posted as a result of the implementation of GASB Statement No. 68.

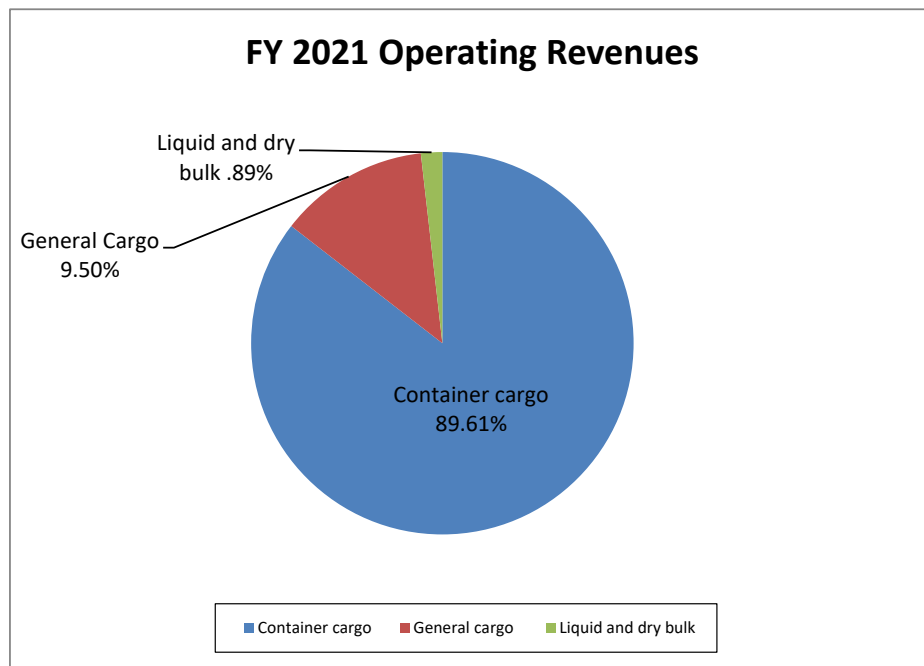
<sup>(d)</sup> Fiscal year 2015 net position differs from the fiscal year 2014 ending net position due to a restatement posted as a result of the implementation of GASB Statements No. 73 and 75.

| 2017         | 2016         | 2015         | 2014         | 2013       | 2012       |
|--------------|--------------|--------------|--------------|------------|------------|
| \$ 311,193   | \$ 282,873   | \$ 290,718   | \$ 247,384   | \$ 230,702 | \$ 229,638 |
| 51,708       | 52,337       | 54,438       | 50,900       | 50,162     | 48,911     |
| 10,082       | 11,053       | 11,337       | 12,315       | 11,719     | 4,989      |
| 372,983      | 346,263      | 356,493      | 310,599      | 292,583    | 283,538    |
| 1,463        | 789          | 427          | (21)         | 389        | 439        |
| (208)        | 1,338        | 2,284        | 553          | 1,009      | 112        |
| 13,404       | 31,737       | 197,367      | 843          | 16,018     | 3,890      |
| 14,659       | 33,864       | 200,078      | 1,375        | 17,416     | 4,441      |
| 387,642      | 380,127      | 556,571      | 311,974      | 309,999    | 287,979    |
| 149,457      | 140,578      | 143,214      | 129,024      | 119,741    | 118,831    |
| 54,894       | 49,318       | 52,542       | 45,321       | 45,007     | 43,274     |
| 55,336       | 52,190       | 50,953       | 51,463       | 49,537     | 43,280     |
| 259,687      | 242,086      | 246,709      | 225,808      | 214,285    | 205,385    |
| 280          | 212          | 190          | 205          | 268        | 305        |
| 12,903       | 33,980       | 200,109      | 4,034        | 16,654     | 5,101      |
| 4,508        | 9,656        | 38           | 11,288       | 20,044     | 7,344      |
| -            | -            | -            | -            | 35,530     | -          |
| 4,994        | 2,989        | 1,649        | 328          | 1,447      | 786        |
| 22,685       | 46,837       | 201,986      | 15,855       | 73,943     | 13,536     |
| 282,372      | 288,923      | 448,695      | 241,663      | 288,228    | 218,921    |
| 105,270      | 91,204       | 107,876      | 70,311       | 21,771     | 69,058     |
| 9,911        | 5,770        | 3,759        | 7,445        | 11,882     | 9,698      |
| (850)        | -            | -            | -            | -          | -          |
| -            | 6,754        | 1,086        | 3,408        | -          | -          |
| 114,331      | 103,728      | 112,721      | 81,164       | 33,653     | 78,756     |
| 1,253,568    | 1,149,840    | 1,037,119    | 979,376      | 945,723    | 909,193    |
| \$ 1,367,899 | \$ 1,253,568 | \$ 1,149,840 | \$ 1,060,540 | \$ 979,376 | \$ 987,949 |

# GEORGIA PORTS AUTHORITY

## OPERATING REVENUES AND REVENUE TONNAGE BY TYPE LAST TEN FISCAL YEARS (In Thousands)

|  | Fiscal Year       |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|
|  | 2021              | 2020              | 2019              | 2018              |
| <b>Operating revenues:</b>               |                   |                   |                   |                   |
| Container cargo                          | \$ 551,507        | \$ 415,726        | \$ 410,006        | \$ 364,504        |
| General cargo                            | 58,517            | 61,014            | 58,752            | 54,410            |
| Liquid and dry bulk                      | 5,405             | 4,988             | 4,861             | 7,468             |
| <b>Operating revenues <sup>(a)</sup></b> | <b>\$ 615,429</b> | <b>\$ 481,728</b> | <b>\$ 473,619</b> | <b>\$ 426,382</b> |
| <b>Revenue tonnage:</b>                  |                   |                   |                   |                   |
| Container cargo                          | 36,527            | 33,472            | 32,911            | 31,317            |
| General cargo (breakbulk)                | 2,625             | 2,476             | 2,836             | 2,774             |
| Dry bulk                                 | 1,269             | 1,100             | 1,216             | 1,035             |
| Liquid bulk                              | 557               | 557               | 426               | 724               |
| <b>Revenue tonnage</b>                   | <b>40,978</b>     | <b>37,605</b>     | <b>37,389</b>     | <b>35,850</b>     |



<sup>(a)</sup> Operating revenues have gradually increased due to the general growth of container volume.

---

| 2017              | 2016              | 2015              | 2014              | 2013              | 2012              |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$ 311,193        | \$ 282,873        | \$ 290,718        | \$ 247,384        | \$ 230,702        | \$ 229,638        |
| 51,708            | 52,337            | 54,438            | 50,900            | 50,162            | 48,911            |
| 10,082            | 11,053            | 11,337            | 12,315            | 11,719            | 4,989             |
| <u>\$ 372,983</u> | <u>\$ 346,263</u> | <u>\$ 356,493</u> | <u>\$ 310,599</u> | <u>\$ 292,583</u> | <u>\$ 283,538</u> |
| 28,425            | 25,700            | 25,858            | 23,981            | 22,116            | 22,355            |
| 2,639             | 2,673             | 2,876             | 2,684             | 2,595             | 2,668             |
| 1,264             | 1,375             | 1,973             | 1,965             | 1,757             | 859               |
| 899               | 910               | 867               | 658               | 634               | 580               |
| <u>33,227</u>     | <u>30,658</u>     | <u>31,574</u>     | <u>29,288</u>     | <u>27,102</u>     | <u>26,462</u>     |



# GEORGIA PORTS AUTHORITY

## REVENUE TONNAGE REPORT LAST TEN FISCAL YEARS (In Tons)

|                                      | Fiscal Year       |                   |                   |                   |
|--------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                      | 2021              | 2020              | 2019              | 2018              |
| <b>Container:</b>                    |                   |                   |                   |                   |
| Garden City Terminal (Note 1)        | 36,527,074        | 33,472,171        | 32,911,468        | 31,316,825        |
| <b>Total Container</b>               | <b>36,527,074</b> | <b>33,472,171</b> | <b>32,911,468</b> | <b>31,316,825</b> |
| <b>Breakbulk:</b>                    |                   |                   |                   |                   |
| Garden City Terminal                 | 5,602             | 15,735            | 4,717             | 12,794            |
| Ocean Terminal                       | 1,107,861         | 1,138,723         | 1,496,699         | 1,370,854         |
| Brunswick-East River & Lanier Docks  | -                 | -                 | -                 | -                 |
| Brunswick-Mayor's Point              | 53,037            | 130,232           | 81,470            | 138,724           |
| Brunswick-Colonels Island            | 1,458,223         | 1,190,930         | 1,253,051         | 1,251,207         |
| <b>Total Breakbulk</b>               | <b>2,624,723</b>  | <b>2,475,620</b>  | <b>2,835,937</b>  | <b>2,773,579</b>  |
| <b>Bulk - Dry:</b>                   |                   |                   |                   |                   |
| Ocean Terminal                       | -                 | -                 | -                 | -                 |
| Brunswick-East River & Lanier Docks  | 1,269,296         | 1,100,178         | 1,215,763         | 1,012,993         |
| Brunswick-Colonels Island            | -                 | -                 | -                 | 22,569            |
| <b>Total Dry Bulk</b>                | <b>1,269,296</b>  | <b>1,100,178</b>  | <b>1,215,763</b>  | <b>1,035,562</b>  |
| <b>Bulk - Liquid:</b>                |                   |                   |                   |                   |
| Garden City Terminal                 | 556,979           | 557,362           | 426,369           | 724,015           |
| Ocean Terminal                       | -                 | -                 | -                 | -                 |
| Brunswick-East River & Lanier Docks  | -                 | -                 | -                 | -                 |
| <b>Total Liquid Bulk</b>             | <b>556,979</b>    | <b>557,362</b>    | <b>426,369</b>    | <b>724,015</b>    |
| <b>Total Tonnage</b>                 | <b>40,978,072</b> | <b>37,605,331</b> | <b>37,389,537</b> | <b>35,849,981</b> |
| <b>Note 1 - Garden City Terminal</b> |                   |                   |                   |                   |
| Containers                           | 2,935,463         | 2,464,744         | 2,496,386         | 2,318,436         |
| TEUs                                 | 5,331,392         | 4,435,577         | 4,477,745         | 4,172,576         |

| 2017       | 2016       | 2015       | 2014       | 2013       | 2012       |
|------------|------------|------------|------------|------------|------------|
| 28,425,294 | 25,700,301 | 25,858,187 | 23,981,129 | 22,115,639 | 22,355,522 |
| 28,425,294 | 25,700,301 | 25,858,187 | 23,981,129 | 22,115,639 | 22,355,522 |
| 12,926     | 8,037      | 9,017      | 5,961      | 5,994      | 3,851      |
| 1,258,378  | 1,208,892  | 1,363,511  | 1,176,530  | 1,248,891  | 1,426,744  |
| -          | -          | -          | -          | 20         | 5          |
| 103,060    | 161,333    | 149,947    | 157,686    | 129,319    | 154,575    |
| 1,264,934  | 1,295,136  | 1,353,937  | 1,344,043  | 1,211,081  | 1,083,195  |
| 2,639,298  | 2,673,398  | 2,876,412  | 2,684,220  | 2,595,305  | 2,668,370  |
| -          | -          | -          | -          | -          | -          |
| 912,106    | 929,230    | 1,097,971  | 973,281    | 815,337    | 663,441    |
| 351,640    | 445,701    | 874,958    | 991,374    | 941,165    | 195,306    |
| 1,263,746  | 1,374,931  | 1,972,929  | 1,964,655  | 1,756,502  | 858,747    |
| 898,646    | 909,825    | 866,650    | 658,370    | 633,961    | 579,801    |
| -          | -          | -          | -          | 108        | 191        |
| -          | -          | -          | -          | -          | -          |
| 898,646    | 909,825    | 866,650    | 658,370    | 634,069    | 579,992    |
| 33,226,984 | 30,658,455 | 31,574,178 | 29,288,374 | 27,101,515 | 26,462,631 |
| 2,142,850  | 2,003,352  | 2,028,608  | 1,738,985  | 1,641,509  | 1,665,590  |
| 3,847,841  | 3,605,951  | 3,661,486  | 3,127,527  | 2,949,449  | 2,982,467  |

# GEORGIA PORTS AUTHORITY

## TOP TEN VESSEL AND CARGO CUSTOMERS CURRENT YEAR AND NINE YEARS AGO (In Thousands)

| Customer                         | 2021              |      |                             | 2012              |      |                             |
|----------------------------------|-------------------|------|-----------------------------|-------------------|------|-----------------------------|
|                                  | Revenue           | Rank | Percentage of Total Revenue | Revenue           | Rank | Percentage of Total Revenue |
| ONE                              | \$ 73,509         | 1    | 11.94%                      | \$                |      |                             |
| Maersk, Inc.                     | 72,422            | 2    | 11.77%                      | 34,047            | 1    | 12.01%                      |
| CMA CGM Line                     | 71,561            | 3    | 11.63%                      | 20,726            | 2    | 7.31%                       |
| Mediterranean Shipping Company   | 66,147            | 4    | 10.75%                      | 17,702            | 4    | 6.24%                       |
| Hapag Lloyd (America), Inc.      | 59,236            | 5    | 9.63%                       | 20,402            | 3    | 7.20%                       |
| Zim American Integrated Shipping | 53,959            | 6    | 8.77%                       | 13,427            | 5    | 4.74%                       |
| COSCO Container Lines Americas   | 31,540            | 7    | 5.12%                       |                   |      |                             |
| Evergreen Shipping               | 26,435            | 8    | 4.30%                       | 9,575             | 9    | 3.38%                       |
| OOCL (USA), Inc.                 | 26,180            | 9    | 4.25%                       |                   |      |                             |
| Yang Ming Marine                 | 17,585            | 10   | 2.86%                       |                   |      |                             |
| Hanjin Shipping Company          |                   |      |                             | 12,088            | 7    | 4.26%                       |
| NYK Line (NA), Inc.              |                   |      |                             | 11,215            | 8    | 3.96%                       |
| Norfolk Southern Corp.           |                   |      |                             | 8,519             | 10   | 3.00%                       |
| APL                              |                   |      |                             | 12,462            | 6    | 4.40%                       |
| <b>Total</b>                     | <b>\$ 498,574</b> |      | <b>81.02%</b>               | <b>\$ 160,163</b> |      | <b>56.49%</b>               |

# GEORGIA PORTS AUTHORITY

## GENERAL BONDED DEBT BY TYPE LAST TEN FISCAL YEARS (In Thousands, Except Per Capita)

| Outstanding Principal |                |               |                        |            |
|-----------------------|----------------|---------------|------------------------|------------|
| Fiscal Year           | Line of Credit | Revenue Bonds | Total Outstanding Debt | Per Capita |
| 2012                  | \$ 38,457      | \$ 19,015     | \$ 57,472              | \$ 6       |
| 2013                  | 36,457         | -             | 36,457                 | 4          |
| 2014                  | 34,057         | -             | 34,057                 | 4          |
| 2015                  | 31,657         | -             | 31,657                 | 3          |
| 2016                  | 29,257         | -             | 29,257                 | 3          |
| 2017                  | 26,857         | -             | 26,857                 | 3          |
| 2018                  | -              | -             | -                      | -          |
| 2019                  | -              | -             | -                      | -          |
| 2020                  | -              | -             | -                      | -          |
| 2021                  | -              | -             | -                      | -          |

| Outstanding Principal and Interest |                                     |               |                        |            |
|------------------------------------|-------------------------------------|---------------|------------------------|------------|
| Fiscal Year                        | Line of Credit (Excluding Interest) | Revenue Bonds | Total Outstanding Debt | Per Capita |
| 2012                               | \$ 38,457                           | \$ 19,118     | \$ 57,575              | \$ 6       |
| 2013                               | 36,457                              | -             | 36,457                 | 4          |
| 2014                               | 34,057                              | -             | 34,057                 | 4          |
| 2015                               | 31,657                              | -             | 31,657                 | 3          |
| 2016                               | 29,257                              | -             | 29,257                 | 3          |
| 2017                               | 26,857                              | -             | 26,857                 | 3          |
| 2018                               | -                                   | -             | -                      | -          |
| 2019                               | -                                   | -             | -                      | -          |
| 2020                               | -                                   | -             | -                      | -          |
| 2021                               | -                                   | -             | -                      | -          |

# GEORGIA PORTS AUTHORITY

## NET REVENUE AVAILABLE FOR DEBT SERVICE LAST TEN FISCAL YEARS (In Thousands)

|   | Fiscal Year       |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|
|   | 2021              | 2020              | 2019              | 2018              |
| <b>Operating Revenues:</b>  |                   |                   |                   |                   |
| Container cargo   | \$ 551,507        | \$ 415,726        | \$ 410,006        | \$ 364,504        |
| General cargo   | 58,517            | 61,014            | 58,752            | 54,410            |
| Liquid and dry bulk   | 5,405             | 4,988             | 4,861             | 7,468             |
| Total operating revenues  | <u>615,429</u>    | <u>481,728</u>    | <u>473,619</u>    | <u>426,382</u>    |
| <b>Operating Expenses:</b>  |                   |                   |                   |                   |
| Operation and maintenance of facilities                             | 231,332           | 200,532           | 195,891           | 168,008           |
| General and administrative  | <u>89,654</u>     | <u>75,786</u>     | <u>68,509</u>     | <u>65,171</u>     |
| Total operating expenses  | <u>320,986</u>    | <u>276,318</u>    | <u>264,400</u>    | <u>233,179</u>    |
| <b>Net revenues available for debt service<br/>on revenue bonds</b> | <u>\$ 294,443</u> | <u>\$ 205,410</u> | <u>\$ 209,219</u> | <u>\$ 193,203</u> |
| <b>Principal payments on revenue bonds</b>                          | \$ -              | \$ -              | \$ -              | \$ -              |
| <b>Interest expense on revenue bonds</b>                            | -                 | -                 | -                 | -                 |
| <b>Annual debt service on revenue bonds</b>                         | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ -</u>       | <u>\$ -</u>       |
| <b>Coverage by net revenues</b>                                     | -                 | -                 | -                 | -                 |

| 2017       | 2016       | 2015       | 2014       | 2013       | 2012       |
|------------|------------|------------|------------|------------|------------|
| \$ 311,193 | \$ 282,873 | \$ 290,718 | \$ 247,384 | \$ 230,702 | \$ 229,638 |
| 51,708     | 52,337     | 54,438     | 50,900     | 50,162     | 48,911     |
| 10,082     | 11,053     | 11,337     | 12,315     | 11,719     | 4,989      |
| 372,983    | 346,263    | 356,493    | 310,599    | 292,583    | 283,538    |
| 149,457    | 140,578    | 143,214    | 129,024    | 119,741    | 118,831    |
| 54,894     | 49,318     | 52,542     | 45,321     | 45,007     | 43,274     |
| 204,351    | 189,896    | 195,756    | 174,345    | 164,748    | 162,105    |
| \$ 168,632 | \$ 156,367 | \$ 160,737 | \$ 136,254 | \$ 127,835 | \$ 121,433 |
| \$ -       | \$ -       | \$ -       | \$ -       | \$ 19,015  | \$ 16,560  |
| -          | -          | -          | -          | 37         | 53         |
| \$ -       | \$ -       | \$ -       | \$ -       | \$ 19,052  | \$ 16,613  |
| -          | -          | -          | -          | 671%       | 731%       |

# GEORGIA PORTS AUTHORITY

## STATE OF GEORGIA POPULATION/DEMOGRAPHICS LAST TEN CALENDAR YEARS (In Thousands)

---

|      | <b>Population</b> | <b>Personal<br/>Income<br/>(In Millions)</b> | <b>Per Capita<br/>Personal<br/>Income</b> | <b>Public School<br/>Enrollment</b> | <b>Unemployment<br/>Rate</b> |
|------|-------------------|--|---|-------------------------------------|------------------------------|
| 2020 | 10,710,017        | \$ 547,976                                   | \$ 51,165                                 | 1,723,127                           | 6.5%                         |
| 2019 | 10,617,423        | 511,745                                      | 48,199                                    | 1,760,739                           | 3.4%                         |
| 2018 | 10,519,475        | 481,213                                      | 45,745                                    | 1,759,838                           | 3.9%                         |
| 2017 | 10,429,379        | 451,281                                      | 43,270                                    | 1,761,472                           | 4.7%                         |
| 2016 | 10,310,371        | 431,334                                      | 41,835                                    | 1,757,543                           | 5.4%                         |
| 2015 | 10,199,398        | 411,719                                      | 40,367                                    | 1,749,316                           | 5.9%                         |
| 2014 | 10,087,231        | 392,121                                      | 38,873                                    | 1,736,416                           | 7.2%                         |
| 2013 | 9,984,938         | 371,160                                      | 37,172                                    | 1,716,905                           | 8.2%                         |
| 2012 | 9,914,668         | 365,484                                      | 36,863                                    | 1,693,374                           | 9.2%                         |
| 2011 | 9,811,610         | 359,782                                      | 36,669                                    | 1,673,740                           | 10.2%                        |

Sources: Population - U.S. Department of Commerce, Bureau of the Census (midyear population estimates)  
 Personal Income - U.S. Department of Commerce, Bureau of Economic Analysis  
 Public School Enrollment - Georgia Department of Education (March of each school year)  
 Unemployment Rate - U.S. Department of Labor (annual average)

# GEORGIA PORTS AUTHORITY

## STATE OF GEORGIA PRINCIPAL PRIVATE SECTOR EMPLOYERS CURRENT YEAR AND NINE YEARS AGO

---

| <u>2021 Employers</u>                    | <u>2012 Employers</u>      |
|--|----------------------------|
| <b>Amazon.Com Services, Inc.</b>         | Delta Air Lines, Inc.      |
| <b>Delta Air Lines, Inc.</b>             | Emory Health Care          |
| <b>Emory Healthcare, Inc.</b>            | Emory University           |
| <b>Emory University</b>                  | Georgia Power Company      |
| <b>Fedex Ground Package System, Inc.</b> | GMRI, Inc.                 |
| <b>Lowe's Home Centers , Inc.</b>        | Lowe's Home Centers        |
| <b>McDonalds</b>                         | Mohawk Carpet              |
| <b>Northside Hospital</b>                | Publix Super Markets, Inc. |
| <b>Publix Super Markets, Inc.</b>        | Shaw Industries, Inc.      |
| <b>Shaw Industries Group, Inc.</b>       | Target                     |
| <b>Target</b>                            | The Home Depot             |
| <b>The Home Depot</b>                    | The Kroger Company         |
| <b>The Kroger Company</b>                | United Parcel Service      |
| <b>United Parcel Service</b>             | Wal-Mart Stores, Inc.      |
| <b>Wal-Mart Stores, Inc.</b>             | Wellstar Health System     |
| <b>Wellstar Health System, Inc.</b>      |                            |

Note: To protect employer confidentiality, Georgia law prohibits the release of employee numbers by employer.

Source: 2021 - The Georgia Department of Labor (fourth quarter 2020)

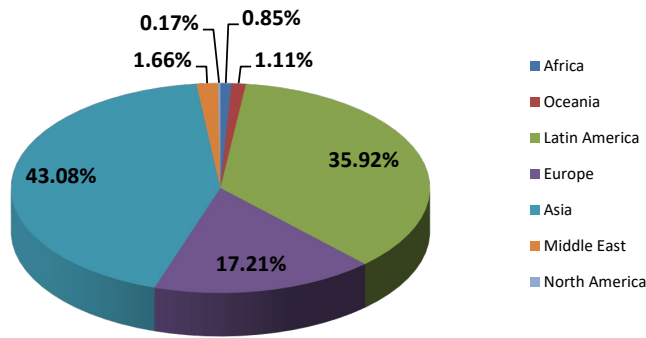
2012 - State of Georgia's Comprehensive Annual Financial Report for the Fiscal Year Ended  
June 30, 2012



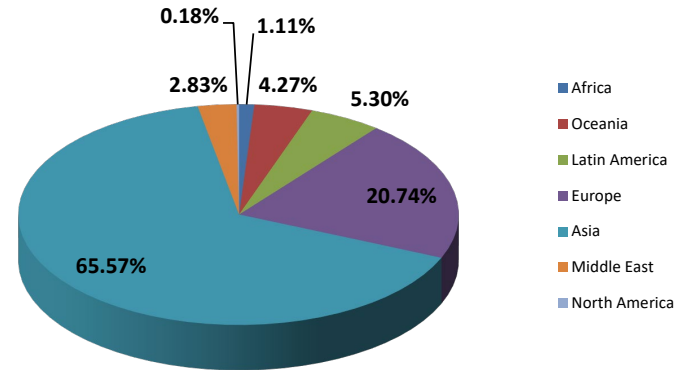
# GEORGIA PORTS AUTHORITY

## PORT OF SAVANNAH AND BRUNSWICK SEABORNE TRADE BY REGION CURRENT YEAR AND NINE YEARS AGO

**FY 2021 Savannah and Brunswick Seaborne Trade by Region (\$ Value)**



**FY 2012 Savannah and Brunswick Seaborne Trade by Region (\$ Value)**



**Trade Through the Ports of Savannah and Brunswick  
By Region in Fiscal Year 2021 - \$(000)**

|               | Imports               | Exports              | Total                 |  | %              |
|---------------|-----------------------|----------------------|-----------------------|--|----------------|
| Africa        | \$ 565,987            | \$ 1,685,912         | \$ 2,251,899          |  | 0.85%          |
| Oceania       | \$ 660,830            | \$ 2,291,750         | \$ 2,952,580          |  | 1.11%          |
| Latin America | \$ 88,966,115         | \$ 6,467,718         | \$ 95,433,833         |  | 35.92%         |
| Europe        | \$ 27,269,901         | \$ 18,446,995        | \$ 45,716,896         |  | 17.21%         |
| Asia          | \$ 90,846,485         | \$ 23,623,857        | \$ 114,470,342        |  | 43.08%         |
| Middle East   | \$ 1,034,064          | \$ 3,387,893         | \$ 4,421,957          |  | 1.66%          |
| North America | \$ 329,616            | \$ 130,642           | \$ 460,258            |  | 0.17%          |
| <b>Total</b>  | <b>\$ 209,672,998</b> | <b>\$ 56,034,767</b> | <b>\$ 265,707,765</b> |  | <b>100.00%</b> |

Source: PIERS (excludes fuel, oil, and crude - includes GPA and private terminals)

**Trade Through the Ports of Savannah and Brunswick  
By Region in Fiscal Year 2012 - \$(000)**

|               | Imports              | Exports               | Total                 |  | %              |
|---------------|----------------------|-----------------------|-----------------------|--|----------------|
| Africa        | \$ 214,049           | \$ 1,651,227          | \$ 1,865,276          |  | 1.11%          |
| Oceania       | \$ 1,350,106         | \$ 5,808,456          | \$ 7,158,562          |  | 4.27%          |
| Latin America | \$ 3,392,273         | \$ 5,489,394          | \$ 8,881,667          |  | 5.30%          |
| Europe        | \$ 14,086,163        | \$ 20,696,866         | \$ 34,783,029         |  | 20.74%         |
| Asia          | \$ 38,267,803        | \$ 71,686,102         | \$ 109,953,905        |  | 65.57%         |
| Middle East   | \$ 1,131,487         | \$ 3,607,617          | \$ 4,739,104          |  | 2.83%          |
| North America | \$ 264,694           | \$ 36,799             | \$ 301,493            |  | 0.18%          |
| <b>Total</b>  | <b>\$ 58,706,575</b> | <b>\$ 108,976,461</b> | <b>\$ 167,683,036</b> |  | <b>100.00%</b> |

Source: PIERS (excludes fuel, oil, and crude - includes GPA and private terminals)

# GEORGIA PORTS AUTHORITY

## VESSEL ARRIVALS BY TERMINAL LAST TEN FISCAL YEARS

|                                     | Fiscal Year  |              |              |              |
|-------------------------------------|--------------|--------------|--------------|--------------|
|                                     | 2021         | 2020         | 2019         | 2018         |
| Garden City Terminal                | 1,708        | 1,829        | 1,848        | 1,915        |
| Ocean Terminal                      | 290          | 223          | 275          | 258          |
| Colonel's Island Terminal           | 480          | 424          | 462          | 442          |
| East River & Lanier Docks Terminals | 78           | 73           | 76           | 69           |
| Mayor's Point Terminal              | 13           | 19           | 15           | 19           |
| Barges - All Terminals              | 18           | 8            | 3            | 6            |
| <b>Total Arrivals</b>               | <b>2,587</b> | <b>2,576</b> | <b>2,679</b> | <b>2,709</b> |

Source: Executive Information System (EIS) Tonnage Comparison Report EISR0061.

---

| 2017  | 2016  | 2015  | 2014  | 2013  | 2012  |
|-------|-------|-------|-------|-------|-------|
| 1,916 | 2,063 | 1,894 | 1,871 | 1,905 | 2,063 |
| 256   | 266   | 311   | 252   | 270   | 310   |
| 466   | 505   | 561   | 534   | 500   | 448   |
| 72    | 69    | 78    | 75    | 73    | 69    |
| 17    | 23    | 31    | 28    | 21    | 26    |
| 8     | 20    | 26    | 16    | 13    | 7     |
| 2,735 | 2,946 | 2,901 | 2,776 | 2,782 | 2,923 |

# GEORGIA PORTS AUTHORITY

## CARGO STATISTICS LAST TEN FISCAL YEARS (In Tons)

|                                  | Fiscal Year       |                   |                   |                   |
|----------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                  | 2021              | 2020              | 2019              | 2018              |
| <b>Container</b>                 |                   |                   |                   |                   |
| <b>Total Container Tonnage</b>   | <b>36,527,074</b> | <b>33,472,171</b> | <b>32,911,468</b> | <b>31,316,825</b> |
| <b>Breakbulk:</b>                |                   |                   |                   |                   |
| Autos                            | 1,401,591         | 1,166,522         | 1,203,454         | 1,220,732         |
| Clay                             | -                 | -                 | -                 | -                 |
| Iron & Steel                     | 347,927           | 309,807           | 463,304           | 433,090           |
| Liner Board                      | 68,281            | 110,175           | 118,445           | 158,410           |
| Lumber                           | 28,094            | 28,366            | 21,139            | 62,982            |
| Machinery                        | 485,379           | 471,641           | 585,427           | 512,070           |
| Paper Products                   | 156               | -                 | -                 | -                 |
| Plywood                          | -                 | -                 | -                 | 3,502             |
| Rubber                           | 82,688            | 108,752           | 121,783           | 118,677           |
| Wood Pulp                        | 194,847           | 211,945           | 281,551           | 229,472           |
| Other                            | 15,760            | 68,412            | 40,834            | 34,644            |
| <b>Total Breakbulk Tonnage</b>   | <b>2,624,723</b>  | <b>2,475,620</b>  | <b>2,835,937</b>  | <b>2,773,579</b>  |
| <b>Bulk - Dry:</b>               |                   |                   |                   |                   |
| Animal Feed                      | 47,647            | 59,704            | 60,470            | 66,140            |
| Barley Malt                      | -                 | -                 | -                 | -                 |
| Corn                             | -                 | -                 | -                 | -                 |
| Oats                             | -                 | -                 | -                 | 22,569            |
| Peanut Pellets/Hulls             | 64,387            | 37,736            | 22,139            | -                 |
| Perlite                          | 153,158           | 133,268           | 152,581           | 132,260           |
| Salt                             | 112,752           | 48,944            | 40,801            | 40,761            |
| Sand                             | -                 | -                 | -                 | -                 |
| Soybean Meal                     | 10,411            | 9,357             | -                 | -                 |
| Soybeans                         | -                 | -                 | -                 | -                 |
| Wheat                            | -                 | -                 | -                 | -                 |
| Wood Pellets                     | 726,393           | 700,897           | 741,589           | 611,537           |
| Other                            | 154,548           | 110,272           | 198,183           | 162,295           |
| <b>Total Dry Bulk Tonnage</b>    | <b>1,269,296</b>  | <b>1,100,178</b>  | <b>1,215,763</b>  | <b>1,035,562</b>  |
| <b>Bulk - Liquid:</b>            |                   |                   |                   |                   |
| Anhydrous Ammonia                | -                 | -                 | -                 | -                 |
| Asphalt                          | 26,660            | 41,351            | 16,924            | 32,943            |
| Biodiesel                        | 8,786             | -                 | -                 | 8,225             |
| Chemicals                        | 107,176           | 83,009            | 98,392            | 114,060           |
| Petroleum Products               | -                 | 22,509            | -                 | -                 |
| Tall Oil                         | 44,769            | 30,985            | 29,648            | 27,404            |
| Vegetable Oil                    | 369,588           | 377,119           | 275,994           | 506,030           |
| Other                            | -                 | 2,389             | 5,311             | 35,353            |
| <b>Total Liquid Bulk Tonnage</b> | <b>556,979</b>    | <b>557,362</b>    | <b>426,269</b>    | <b>724,015</b>    |
| <b>Total Tonnage</b>             | <b>40,978,072</b> | <b>37,605,331</b> | <b>37,389,437</b> | <b>35,849,981</b> |

| 2017       | 2016       | 2015       | 2014       | 2013       | 2012       |
|------------|------------|------------|------------|------------|------------|
| 28,425,294 | 25,700,301 | 25,858,187 | 23,981,129 | 22,115,639 | 22,355,522 |
| 1,255,064  | 1,276,850  | 1,322,014  | 1,309,576  | 1,166,968  | 1,047,694  |
| -          | -          | -          | -          | 11,101     | 17,165     |
| 502,592    | 441,788    | 588,245    | 420,545    | 421,147    | 477,338    |
| 130,043    | 128,515    | 137,100    | 165,448    | 142,204    | 131,971    |
| 18,251     | 12,978     | 12,161     | 14,903     | 8,750      | 4,157      |
| 370,453    | 408,839    | 463,307    | 379,975    | 432,289    | 535,899    |
| -          | -          | -          | -          | -          | -          |
| -          | 3,073      | 8,456      | 8,688      | 11,229     | 248        |
| 126,473    | 139,696    | 126,730    | 122,748    | 108,041    | 109,613    |
| 198,303    | 217,980    | 170,364    | 209,379    | 198,891    | 212,390    |
| 38,119     | 43,679     | 48,028     | 52,958     | 94,685     | 131,895    |
| 2,639,298  | 2,673,398  | 2,876,405  | 2,684,220  | 2,595,305  | 2,668,370  |
| 66,725     | 61,935     | 67,136     | 64,735     | 62,780     | 65,196     |
| -          | -          | -          | -          | -          | 21,122     |
| -          | -          | -          | -          | 148,712    | 4,246      |
| 3,153      | 4,422      | -          | -          | -          | -          |
| -          | 11,755     | 68,015     | 36,356     | 50,339     | 53,318     |
| 135,257    | 120,569    | 92,963     | 98,217     | 112,440    | 123,982    |
| 56,670     | 39,243     | 54,946     | 49,216     | 32,081     | 46,682     |
| -          | -          | -          | -          | -          | 5,606      |
| 313,238    | 437,052    | 783,511    | 762,726    | 797,954    | 174,252    |
| 35,249     | 9,556      | 41,225     | 119,717    | -          | -          |
| -          | -          | 64,085     | 110,948    | -          | -          |
| 461,114    | 522,178    | 625,414    | 506,623    | 331,464    | 221,592    |
| 192,340    | 168,221    | 175,632    | 216,117    | 220,732    | 142,751    |
| 1,263,746  | 1,374,931  | 1,972,927  | 1,964,655  | 1,756,502  | 858,747    |
| -          | -          | -          | -          | 100        | 191        |
| 72,194     | 58,946     | 31,972     | 7,325      | -          | 13,988     |
| 119,989    | 123,926    | 55,656     | 52,150     | 11,128     | 4,964      |
| 61,051     | 75,513     | 69,523     | 67,049     | 84,960     | 68,964     |
| 5,236      | 27,782     | 100,370    | 37,728     | 37,717     | 22,105     |
| 23,116     | 2,416      | 17,654     | -          | -          | -          |
| 578,555    | 582,326    | 552,535    | 433,131    | 425,877    | 373,696    |
| 38,505     | 38,916     | 38,940     | 60,987     | 74,287     | 95,884     |
| 898,646    | 909,825    | 866,650    | 658,370    | 634,069    | 579,792    |
| 33,226,984 | 30,658,455 | 31,574,169 | 29,288,374 | 27,101,515 | 26,462,431 |

# GEORGIA PORTS AUTHORITY

## FREIGHT TRAFFIC STATISTICS LAST TEN FISCAL YEARS

**Total Freight handled by the Ports of Savannah and Brunswick <sup>(a)</sup>**  
**Includes private terminals - Excludes fuel, oil, and crude**  
**(In Tons)**

|                   | Fiscal Year       |                   |                   |                   |
|-------------------|-------------------|-------------------|-------------------|-------------------|
|                   | 2021              | 2020              | 2019              | 2018              |
| Containerized     | 36,377,479        | 33,620,668        | 32,756,076        | 30,956,886        |
| Non containerized | 6,933,614         | 7,495,525         | 7,149,923         | 7,169,180         |
| <b>Total</b>      | <b>43,311,093</b> | <b>41,116,193</b> | <b>39,905,999</b> | <b>38,126,066</b> |
|                   |                   |                   |                   |                   |
| Imports           | 26,811,124        | 23,742,570        | 23,105,451        | 21,340,566        |
| Exports           | 16,499,968        | 17,373,623        | 16,800,548        | 16,785,500        |
| <b>Total</b>      | <b>43,311,092</b> | <b>41,116,193</b> | <b>39,905,999</b> | <b>38,126,066</b> |

**Total Value of Freight handled by the Ports of Savannah and Brunswick <sup>(a)</sup>**  
**Includes private terminals - Excludes fuel, oil, and crude**  
**(In Thousands)**

|              | Fiscal Year           |                       |                       |                       |
|--------------|-----------------------|-----------------------|-----------------------|-----------------------|
|              | 2021                  | 2020                  | 2019                  | 2018                  |
| Imports      | \$ 209,672,998        | \$ 111,999,765        | \$ 83,994,589         | \$ 79,224,160         |
| Exports      | 56,034,767            | 60,185,157            | 36,249,976            | 37,969,513            |
| <b>Total</b> | <b>\$ 265,707,765</b> | <b>\$ 172,184,922</b> | <b>\$ 120,244,565</b> | <b>\$ 117,193,673</b> |

<sup>(a)</sup> Source: PIERS

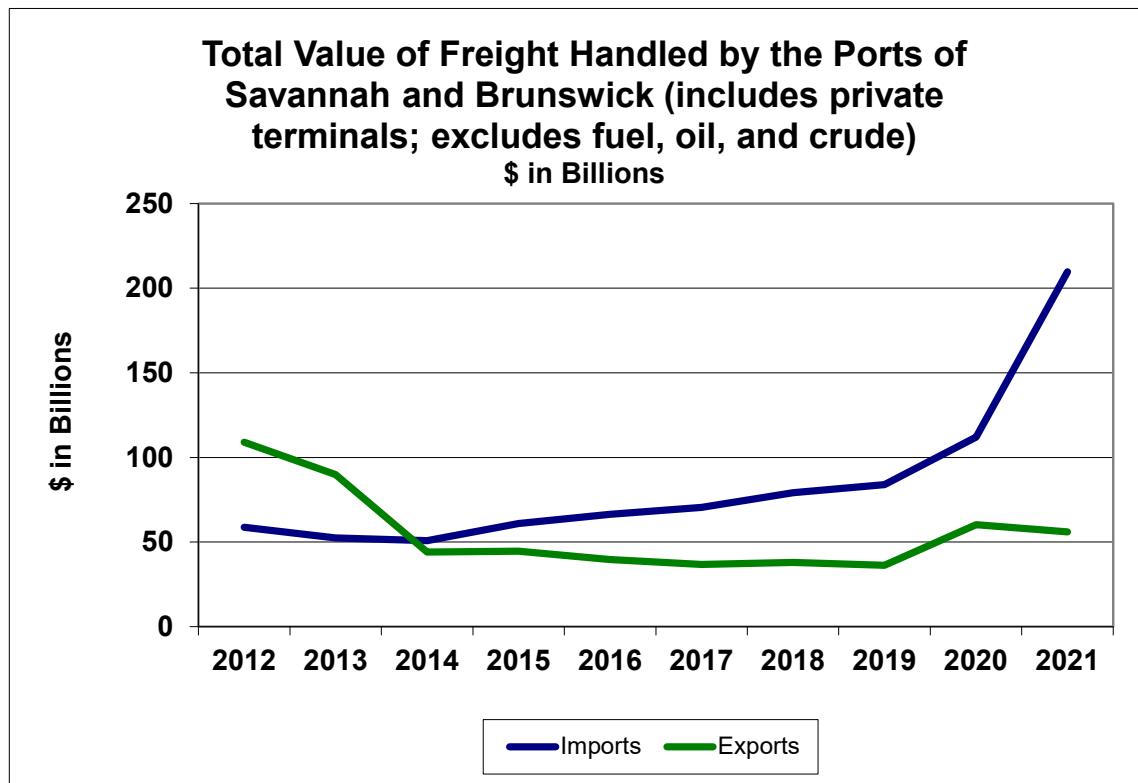
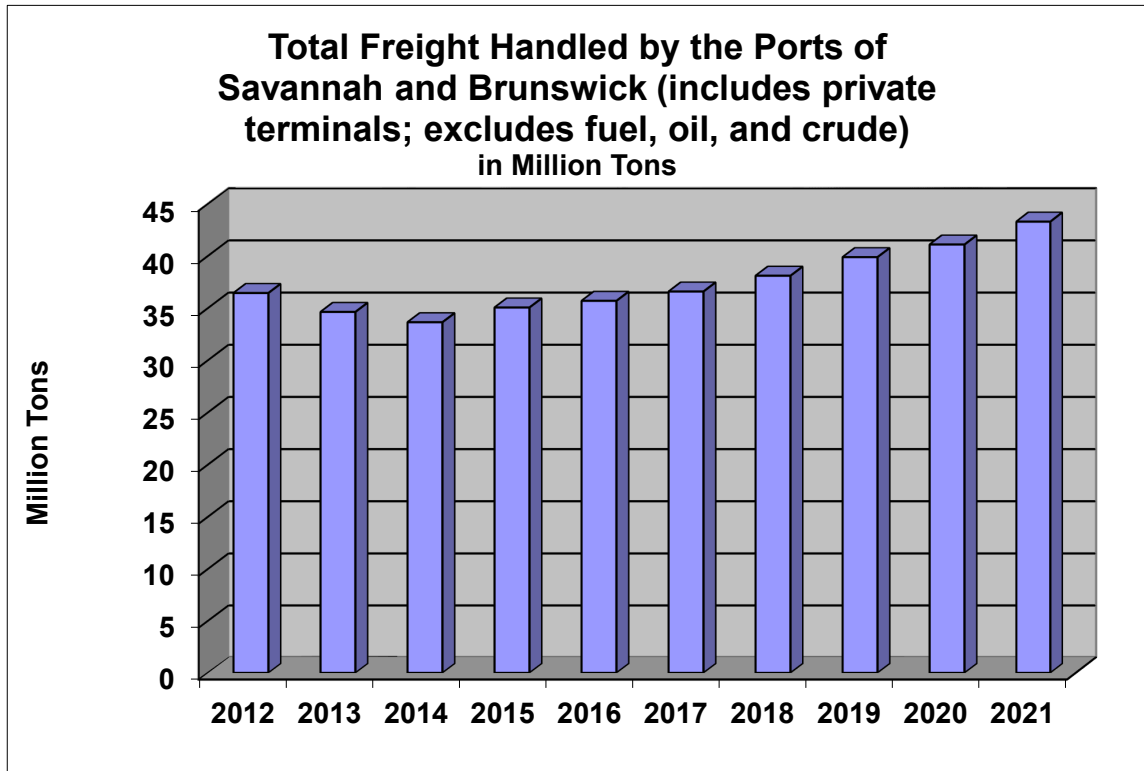
---

| 2017              | 2016              | 2015              | 2014              | 2013              | 2012              |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| 28,419,410        | 26,998,517        | 25,512,981        | 24,058,066        | 22,005,313        | 22,281,701        |
| 8,191,625         | 8,723,184         | 9,567,453         | 9,611,076         | 12,652,042        | 14,187,336        |
| <u>36,611,035</u> | <u>35,721,701</u> | <u>35,080,434</u> | <u>33,669,142</u> | <u>34,657,355</u> | <u>36,469,037</u> |
| 19,109,165        | 18,035,460        | 16,333,238        | 14,765,192        | 16,387,855        | 18,166,673        |
| 17,501,870        | 17,686,241        | 18,747,196        | 18,903,950        | 18,269,500        | 18,302,364        |
| <u>36,611,035</u> | <u>35,721,701</u> | <u>35,080,434</u> | <u>33,669,142</u> | <u>34,657,355</u> | <u>36,469,037</u> |

| 2017                  | 2016                  | 2015                  | 2014                 | 2013                  | 2012                  |
|-----------------------|-----------------------|-----------------------|----------------------|-----------------------|-----------------------|
| \$ 70,503,032         | \$ 66,304,314         | \$ 60,913,353         | \$ 50,806,009        | \$ 52,428,146         | \$ 58,706,575         |
| 36,737,040            | 39,620,965            | 44,653,230            | 44,048,596           | 89,816,936            | 108,976,461           |
| <u>\$ 107,240,072</u> | <u>\$ 105,925,279</u> | <u>\$ 105,566,583</u> | <u>\$ 94,854,605</u> | <u>\$ 142,245,082</u> | <u>\$ 167,683,036</u> |

# GEORGIA PORTS AUTHORITY

## FREIGHT TRAFFIC STATISTICS LAST TEN FISCAL YEARS (CONTINUED)





# GEORGIA PORTS AUTHORITY

## PHYSICAL CHARACTERISTICS OF THE PORT FACILITIES OF THE AUTHORITY FOR THE FISCAL YEAR ENDED JUNE 30, 2021

|   | Terminals                  |  |                                 |  |   |
|---|----------------------------|--|---------------------------------|--|---|
|   | Garden City                | Ocean  | Colonel's<br>Island             | Other                                  | Total   |
| Overview:                                       |                            |  |                                 |  |   |
| Terminal Area (Acres)                           | 1,350                      | 200  | 1,700                           | 195                                    | 3,445   |
| Channel Width (Feet)                            | 500                        | 500  | 400                             | 400                                    | Not Applicable  |
| Channel Project Depth (Feet at MLW)             | 42                         | 42   | 36                              | 36                                     | Not Applicable  |
| Container Berth (Linear Feet)                   | 9,693                      | 3,599  | 3,355                           | 5,518                                  | 22,165  |
| Cargo Handled (Type)                            | Containers,<br>Liquid Bulk | Breakbulk,<br>RoRo,<br>Containers,<br>Heavy-Lift,<br>Project | Automotive,<br>RoRo,<br>Project | Dry Bulk,<br>Liquid Bulk,<br>Breakbulk | Breakbulk,<br>RoRo,<br>Containers,<br>Heavy-Lift,<br>Project, Liquid<br>Bulk, Dry Bulk,<br>Automotive |
|   |                            |  |                                 |  |   |
| Container Crane Class (# of Cranes):            |                            |  |                                 |  |   |
| Post-Panamax                                    | -                          | 1  | -                               | -                                      | 1   |
| Super Post-Panamax                              | 30                         | -  | -                               | -                                      | 30  |
| Gantry  | -                          | 1  | -                               | -                                      | 1   |
| Total   | 30                         | 2  | -                               | -                                      | 32  |
|   |                            |  |                                 |  |   |
| Container Crane Lift Capacity<br>(# of Cranes): |                            |  |                                 |  |   |
| 45 ST/40.2LT                                    | -                          | 1  | -                               | -                                      | 1   |
| 72 ST/65 LT                                     | 30                         | -  | -                               | -                                      | 30  |
| 100ST/89.3 LT                                   | -                          | 1  | -                               | -                                      | 1   |
| Total   | 30                         | 2  | -                               | -                                      | 32  |

# GEORGIA PORTS AUTHORITY

## NUMBER OF AUTHORITY EMPLOYEES BY TYPE LAST TEN FISCAL YEARS

---

|                               | Fiscal Year  |              |              |              |
|-------------------------------|--------------|--------------|--------------|--------------|
|                               | 2021         | 2020         | 2019         | 2018         |
| Exempt Employees              | 272          | 275          | 267          | 255          |
| Non-Exempt (Hourly) Employees | 1,206        | 1,101        | 1,085        | 992          |
| Total Employees               | <u>1,478</u> | <u>1,376</u> | <u>1,352</u> | <u>1,247</u> |
| Operations Staff              | <u>1,347</u> | <u>1,230</u> | <u>937</u>   | <u>860</u>   |

Source: Georgia Ports Authority Human Resources Department - Headcount Report.

---

| 2017  | 2016  | 2015  | 2014 | 2013 | 2012 |
|-------|-------|-------|------|------|------|
| 231   | 229   | 231   | 225  | 233  | 216  |
| 884   | 856   | 840   | 773  | 757  | 763  |
| 1,115 | 1,085 | 1,071 | 998  | 990  | 979  |
| 747   | 723   | 703   | 634  | 629  | 622  |



Pictured Above: The Port of Savannah served the CMA CGM Marco Polo, the largest vessel to ever call the U.S. East Coast, on Wednesday, May 26, 2021. The Port of Savannah's Garden City Terminal is perfectly suited to handling vessels in the 16,000-TEU class. (Georgia Ports Authority / Stephen Morton)

Pictured on Front Cover: Construction continues on the Mason Mega Rail project at the Garden City Terminal. When complete the new facility will double rail lift capacity at the Port of Savannah. (Georgia Ports Authority / Jeremy Polston)