

Audit- Assets & Debt

The Basics

- Assets are resources that have economic value (ie roads, buildings, parks, fields, etc)
- Debts are monies borrowed through bonds, loans, etc to help fund long term assets

Balancing Act

- Acquire assets that align with city goals and needs of the community
- Consider the long term “cost of ownership” for assets (ie interest, labor, etc)

Financial Stability

- Balancing act of investment in assets, debt and cash flow to ensure long term stability (Moody’s Ratings provide feedback)
- Mindful of interest rates...both in investments and debt

Let’s take a look at our Audit.....

Audit Highlights- Assets

Capital Assets at December 31, (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 840,713	\$ 840,713	\$ -	\$ -	\$ 840,713	\$ 840,713
Construction in Progress	3,619,181	6,240,520	3,329,330	1,591,641	6,948,511	7,832,161
Land improvements	264,405	300,297	-	-	264,405	300,297
Buildings and improvements	15,286,836	11,762,298	288,875	311,625	15,575,711	12,073,923
Equipment	1,909,642	1,632,855	53,198	68,639	1,962,840	1,701,494
Vehicles	792,591	861,393	354,883	403,055	1,147,474	1,264,448
Infrastructure	26,298,720	27,314,209	16,513,630	16,376,253	42,812,350	43,690,462
Totals	<u>\$ 49,012,088</u>	<u>\$ 48,952,285</u>	<u>\$ 20,539,916</u>	<u>\$ 18,751,213</u>	<u>\$ 69,552,004</u>	<u>\$ 67,703,498</u>

Audit Highlights- Debt

Debt Administration

During 2022, the City issued \$365,868 in OPWC loans in the governmental activities and \$1,539,617 in the business-type activities.

The City had the following long-term obligations outstanding at December 31, 2022 and 2021.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
General obligation bonds	\$ 10,907,084	\$ 12,231,852	\$ 957,867	\$ 1,159,660
Revenue bonds	755,000	810,000	-	-
OPWC loans	<u>4,746,077</u>	<u>4,645,603</u>	<u>9,487,274</u>	<u>8,233,454</u>
Total long-term obligations	<u>\$ 16,408,161</u>	<u>\$ 17,687,455</u>	<u>\$ 10,445,141</u>	<u>\$ 9,393,114</u>

Summary

Cost vs Book Value

	Cost	Net Book	Debt
Government	88,516,772	49,012,088	16,408,161
Business	28,516,772	20,539,916	10,445,141
Total	117,033,544	69,552,004	26,853,302

Moody's Debt Rating



Moody's Rating Methodology: US Cities and Counties Scorecard

Nov2022.0001 Obligor Name:
Bexley (City of)
OH

800003094 Fiscal Year: 2021 MDC Number:

	WEIGHTS	INPUT	SCORE	Aaa	Aa	A
Leverage						
Long term <u>Liabilities</u> Ratio ((Debt + ANPL + Adjusted Net OPEB + Other Long Term <u>Liabilities</u>) / Revenue)	20.0%	282.9%	1.23	<--100%	100 - 200%	200 - 350%
Fixed Costs Ratio (Adjusted Fixed Costs / Revenue)	10.0%	10.3%	0.17	<--10%	10 - 15%	15 - 20%