



THE TRUTH

Money Needed to Pay Bills

- \$20.2 million

Taxpayer Burden™

- \$100

Financial Grade

C

Ranking

14 out of 75

Long Beach Received ‘C’ Grade for Fiscal Health



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Financial State of Long Beach, California

This report shows that Long Beach went into the coronavirus pandemic in mediocre fiscal health, and it will probably come out of the crisis worse. Based upon the city’s fiscal year 2019 audited financial report, Long Beach had a Taxpayer Burden™ of \$100, earning it a “C” grade from Truth in Accounting.

Long Beach’s elected officials have repeatedly made financial decisions that have left the city with a debt burden of \$20.2 million. That burden equates to \$100 for every city taxpayer. Long Beach’s financial problems stem mostly from unfunded retirement obligations that have accumulated over the years. Of the \$5.5 billion in retirement benefits promised, the city has not funded \$1.2 billion in pension and \$23.2 million in retiree health care benefits.

Long Beach did not have enough money set aside to weather the current pandemic and fluctuations in the market. The city is expected to lose some revenue as a result of the pandemic. The uncertainty surrounding this crisis makes it impossible to determine how much will be needed to maintain government services and benefits, but Long Beach’s overall debt will most likely increase.

The data included in this report is derived from the city of Long Beach’s 2019 audited Comprehensive Annual Financial Report and retirement plans’ reports. To compare cities’ financial information go to data-z.org.

Long Beach Financial Breakdown

Fast Facts

- Long Beach had \$2.89 billion available to pay \$2.91 billion worth of bills.
- The outcome was a \$20.2 million shortfall, which breaks down to a burden of \$100 per taxpayer.
- Long Beach’s financial position improved by 72 percent from the previous fiscal year mostly because the city’s revenues exceeded its expenses.

THE CITY’S BILLS EXCEEDED ITS ASSETS

Total assets	\$10,911,991,000
Minus: Capital assets	-\$7,295,088,000
Restricted assets	-\$726,542,000
Assets available to pay bills	\$2,890,361,000
Minus: Total bills	-\$2,910,525,000
Money available (needed) to pay bills	-\$20,164,000
Each taxpayer’s share of this burden	-\$100

BILLS THE CITY ACCUMULATED

Bonds	\$2,102,065,000
Other liabilities	\$1,807,243,000
Minus: Debt related to capital assets	-\$2,181,634,000
Unfunded pension benefits	\$1,159,603,000
Unfunded retiree health care benefits	\$23,248,000
Total bills	\$2,910,525,000

Grade:

C

Bottom line: Long Beach would need \$100 from each of its taxpayers to pay all of its bills, so it has received a “C” for its finances. According to Truth in Accounting’s grading scale, any government with a Taxpayer Burden between \$0 and \$4,900 receives a “C.”

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