



## THE TRUTH

Money Needed to Pay Bills

**-\$4 billion**

Taxpayer Burden™

**-\$19,800**

Financial Grade

**D**

Ranking

**68 out of 75**

## Nashville Ranked In Bottom 10 For Fiscal Health



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### Financial State of Nashville, TN

Despite receiving support from COVID relief grants and other federal programs, Nashville remained in poor fiscal shape during the onset of the pandemic. Based upon the city's fiscal year 2020 audited financial report, Nashville had a Taxpayer Burden™ of \$19,800, earning it a “D” grade from Truth in Accounting.

Nashville's elected officials have repeatedly made financial decisions that left the city with a debt burden of \$4 billion. That burden came to \$19,800 for every city taxpayer. Nashville's financial problems stem mostly from unfunded retirement obligations that have accumulated over the years. While the city had set aside 93 cents for every dollar of promised pension benefits, only four cents had been set aside for every dollar of promised retiree health care benefits.

Nashville did not have enough money set aside to weather the pandemic and the city has been in poor fiscal shape for years. Like all other cities, Nashville received federal assistance from the CARES Act and other COVID-19 related grants which came with stipulations on how the money could be spent. Also, the city has not been properly funding its pension and retiree health care promises which places a burden on future taxpayers.

The data included in this report is derived from the city of Nashville's 2020 audited Annual Comprehensive Financial Report and retirement plans' reports. To compare prior years and other city financial, demographic, and economic information go to [Data-Z.org](http://Data-Z.org).

## Nashville's Financial Breakdown

### Fast Facts

- Nashville had \$4.4 billion available to pay \$8.4 billion worth of bills.
- The outcome was a \$4 billion shortfall, which breaks down to a burden of \$19,800 per taxpayer.
- This means that each taxpayer would have to pay \$19,800 in future taxes for which they would receive no related services or benefits.

### THE CITY'S BILLS EXCEEDED ITS ASSETS

Total assets	\$15,519,162,000
Minus: Capital assets	-\$10,403,495,000
Restricted assets	-\$719,619,000
Assets available to pay bills	\$4,396,048,000
Minus: Total bills	-\$8,385,104,000
Money available (needed) to pay bills	-\$3,989,056,000
Each taxpayer's share of this burden	-\$19,800

### BILLS THE CITY ACCUMULATED

Bonds	\$6,955,565,000
Other liabilities	\$3,299,598,000
Minus: Debt related to capital assets	-\$6,887,570,000
Unfunded pension benefits	\$474,765,000
Unfunded retiree health care benefits	\$4,542,746,000
Total bills	\$8,385,104,000

### Grade:

**D**

Bottom line: Nashville would need \$19,800 from each of its taxpayers to pay all of its bills, so it has received a “D” for its finances. According to Truth in Accounting's grading scale, any government with a Taxpayer Burden between \$5,000 and \$20,000 receives a “D” grade.

Truth in Accounting is a 501(c)(3) nonprofit organization committed to educating and empowering citizens with understandable, reliable and transparent government financial information. To be knowledgeable participants in their government and its budget process, citizens need truthful and transparent financial information.