THE FINANCIAL STATE OF CHARLOTTE

A new analysis of the audited financial reports found Charlotte has a Taxpayer Surplus of $3,400, earning it a “B” grade from Truth in Accounting. Charlotte is one of 12 cities to receive a “B” grade for its financial condition.

Unlike most cities, Charlotte’s city government has enough resources available to pay all of its bills, including public employees’ retirement benefits. This means that Charlotte’s elected officials have truly balanced their budgets. When broken down, the amount available to pay future bills results in a surplus of $3,400 for each Charlotte taxpayer.

Charlotte and other cities have become more transparent over the last few years, thanks to the Generally Accepted Accounting Principles (GAAP) set by the Governmental Accounting Standards Board (GASB), which now require governments to disclose pension (GASB 68) and other post-employment (GASB 75) benefits on their balance sheets.

THE TRUTH:

- Charlotte has $2.6 billion available in assets to pay $1.7 billion worth of bills.
- The outcome is a $902.8 million surplus, which breaks down to $3,400 per taxpayer.
- Future economic downturns, however, could adversely affect tax revenues and the value of assets being held in retirement plans, which could diminish the city’s surplus.

Grade: B

Bottom line: Charlotte has more than enough money to pay its bills.
A “B” grade is given to any government with a Taxpayer Surplus between $100 and $10,000.

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