



Lincoln, NE

Fell in Ranking but Still Earned 'B' Grade

The Truth

Money Available to Pay Future Bills **\$340.6 million**

Taxpayer Surplus™ **\$3,500**

Financial Grade **B**

Ranking **11 out of 75**

Financial State of Lincoln

Lincoln's healthy financial condition improved in 2021 after the Covid-pandemic in large part due to a temporary decrease in its pension liability and the federal government stimulus money. Based upon Lincoln's fiscal year 2021 audited financial report, Lincoln had a Taxpayer Surplus™ of \$3,500, earning it a "B" grade from Truth in Accounting.

The city's pension liability is calculated by subtracting earned and promised benefits from the market value of pension assets. Based on an exceptionally good year in the markets in 2021, the pension assets' values were high. The result was a dramatic decrease in Lincoln's pension liability and a corresponding increase in its money available to pay future bills to \$340.6 million, including public employees' retirement benefits. Each taxpayer's share of this surplus is \$3,500.

It is important to note that inflation and stock market downturns in 2022 will most likely affect this positive outlook next year. These negative influences could cause the value of pension assets to decrease and the pension liability to increase. The uncertainty surrounding their financial condition makes it impossible to determine if Lincoln will maintain current levels of government services and benefits without a negative impact on its financial health.

The data included in this report is derived from Lincoln's 2021 audited Annual Comprehensive Financial Report and retirement plans' reports. To compare prior years and other cities' financial, demographic, and economic information, go to Data-Z.org.

February 2023

www.truthinaccounting.org
www.data-z.org



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Lincoln's Financial Breakdown

Fast Facts

- Lincoln had \$340.6 million available to pay future bills, which was \$36.7 million more than it had in 2020.
- Mostly due to high, short-lived gains in the value of pension plan assets in 2021, pension debt decreased by \$36.2 million.
- Operating grants and contributions increased by \$52.5 million mostly due to federal funding related to pandemic relief.

The City's Assets Exceeded Its Bills

Total Assets	\$4,147,581,000
Minus: Capital Assets	-\$3,174,254,000
Restricted Assets	-\$294,131,000
Assets Available to Pay Bills	\$679,196,000
Minus: Total Bills*	-\$338,591,000
Money Available to Pay Future Bills	\$340,605,000
Each Taxpayer's Share of this Surplus	\$3,500

*Breakdown of Total Bills

Bonds	\$1,233,838,000
Other Liabilities	\$371,124,000
Minus: Debt Related to Capital Assets	-\$1,333,027,000
Unfunded Pension Benefits	\$39,669,000
Unfunded Retiree Health Care Benefits	\$26,987,000
Total Bills	\$338,591,000

Grade:

B

Bottom line: Lincoln had more than enough money to pay its bills, so it received a "B" for its finances from Truth in Accounting. A "B" grade is given to governments with a Taxpayer Surplus between \$1 and \$9,999.