OKLAHOMA CITY RANKS NO. 14 FOR ITS FISCAL HEALTH

The Financial State of Oklahoma City

A new analysis of the audited financial reports found Oklahoma City has a Taxpayer Burden™ of $400, earning it a “C” grade from Truth in Accounting. Oklahoma City is one of 27 cities to receive a “C” grade for its financial condition.

Oklahoma City’s elected officials have made repeated financial decisions that have left the city with a debt burden of $71.2 million. That burden equates to $400 for every city taxpayer. Oklahoma City’s financial problems stem mostly from unfunded retirement obligations that have accumulated over the years. Of the $3 billion in retirement benefits promised, the city has not funded $263.7 million in pension and $422.3 million in retiree health care benefits.

Oklahoma City 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:

Fast Facts

- Oklahoma City has $1.4 billion available to pay $1.5 billion worth of bills.
- The outcome is a $71.2 million shortfall, which breaks down to a burden of $400 per taxpayer.
- If retirement benefits or other costs are not reduced, then taxpayers could have to pay $400 in future taxes without receiving any related services or benefits.

Grade: C

Bottom line: Oklahoma City would need $400 from each of its taxpayers to pay all of its bills. According to Truth in Accounting’s grading scale, any government with a Taxpayer Burden between $0 and $4,900 receives a “C” grade.