



THE TRUTH

Money Needed to Pay Bills

- \$2.1 billion

Taxpayer Burden™

- \$4,700

Financial Grade

C

Ranking

40 out of 75

San Diego Ranked No. 40 out of 75 for Fiscal Health



January 2021

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Financial State of San Diego, California

This report shows that San Diego 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, San Diego had a Taxpayer Burden™ of \$4,700, earning it a “C” grade from Truth in Accounting.

San Diego’s elected officials have repeatedly made financial decisions that have left the city with a debt burden of \$2.1 billion. That burden equates to \$4,700 for every city taxpayer. San Diego’s financial problems stem mostly from unfunded retirement obligations that have accumulated over the years. Of the \$11 billion in retirement benefits promised, the city has not funded \$2.7 billion in pension and \$462.3 million in retiree health care benefits.

San Diego 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 San Diego’s overall debt will most likely increase.

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

San Diego Financial Breakdown

Fast Facts

- San Diego had \$2.3 billion available to pay \$4.4 billion worth of bills.
- The outcome was a \$2.1 billion shortfall, which breaks down to a burden of \$4,700 per taxpayer.
- This means that each taxpayer would have to pay \$4,700 in future taxes for which they would receive no related services or benefits.

THE CITY’S BILLS EXCEEDED ITS ASSETS

Total assets	\$16,097,727,000
Minus: Capital assets	-\$11,839,029,000
Restricted assets	-\$2,003,406,000
Assets available to pay bills	\$2,255,292,000
Minus: Total bills	-\$4,387,587,000
Money available (needed) to pay bills	-\$2,132,295,000
Each taxpayer’s share of this burden	-\$4,700

BILLS THE CITY ACCUMULATED

Bonds	\$2,293,318,000
Other liabilities	\$1,900,816,000
Minus: Debt related to capital assets	-\$2,939,278,000
Unfunded pension benefits	\$2,670,467,000
Unfunded retiree health care benefits	\$462,264,000
Total bills	\$4,387,587,000

Grade:

C

Bottom line: San Diego would need \$4,700 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.”

Truth in Accounting is a 501(c)(3) nonprofit 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.