THE CITY OF WINNIPEG - GENERAL REVENUE FUND
FINANCIAL STATUS REPORT AND FORECAST

Schedule 1

Actual for the six month period ended June 30, 2021
forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

	Adopted Budget	Forecast	Variance From Budget	Year to Date Actual
REVENUES				
Taxation	$ 769,586	$ 767,366	$ (2,220)	$ 406,957
Government transfers	149,127	151,563	2,436	97,657
Regulation fees	69,298	67,242	(2,056)	34,252
Sale of goods and services	50,867	48,017	(2,850)	21,274
Other	42,957	43,005	48	546
Transfer from other funds	37,673	37,899	226	3,088
Payments-in-lieu of taxes	37,286	37,286	-	18,876
Interest	23,518	23,419	(99)	2,189
Total Revenues	1,180,312	1,175,797	(4,515)	584,839
EXPENSES				
Assessment and taxation	16,478	15,171	1,307	7,175
Audit	1,354	1,377	(23)	551
Chief administrative offices	5,402	5,124	278	2,231
City clerks	12,142	11,898	244	7,720
Community services	114,853	104,158	10,695	48,540
Corporate	95,638	106,243	(10,605)	71,573
Corporate finance	8,265	8,362	(97)	4,212
Council	4,084	4,185	(101)	2,022
Customer service and communication	7,096	7,022	74	3,011
Fire paramedic service	216,291	216,729	(438)	106,843
Human resource services	6,123	5,946	177	3,199
Innovation and technology	25,829	25,430	399	11,137
Legal services	5,001	4,828	173	2,044
Mayor's office	1,843	1,722	121	712
Museums	765	765	-	625
Planning, property and development	43,246	48,461	(5,215)	24,739
Police service	312,703	322,557	(9,854)	154,747
Policy and strategic initiatives	818	711	107	333
Public works	264,469	262,680	1,789	169,348
Street lighting	13,302	13,030	272	6,447
Water and waste	24,610	23,652	958	10,182
Total Expenses	1,180,312	1,190,051	(9,739)	637,391
FORECASTED DEFICIT	$ -	$ (14,254)	$ (14,254)	$ (52,552)

Notes:
(1) See Schedule 5 for comparable departmental view

THE CITY OF WINNIPEG - GENERAL REVENUE FUND **Schedule 2**
BUDGET VARIANCES ARISING FROM THE
JUNE 30, 2021 FORECAST
FOR THE YEAR ENDING DECEMBER 31, 2021

(in millions of dollars)
(unaudited)

Corporate unfavourable variance is the result of budgeted efficiency savings that are to be realized in departments along with the additional $3 million Economic Recovery grant program. These are some what offset with savings in debt and finance costs due to a delay in issuance of debt.	**$ (9.7)**
Police Service's unfavourable variance is primarily related to increased pension expenses, shortfalls in meeting expenditure management savings, decreased net revenues from photo and traditional enforcement fines and higher than expected P25 radio equipment costs. Increased revenue from special duty services is helping to reduce the budget shortfall.	**(9.6)**
Planning, Property and Development department's unfavourable variance is a result of anticipated higher external legal fees, sub-division development fee and other revenues shortfalls from budget and increased temporary salaries for permit processing, offset partially by increased net permit revenues.	**(3.0)**
Assessment and Taxation department's unfavourable variance is due to shortfall in electricity, gas and entertainment tax revenues offset in part by reduced salary and benefit expenditures.	**(1.4)**
Fire Paramedic service's unfavourable variance is primary related to increased fire overtime costs somewhat offset by fleet leasing costs arising from delays in obtaining new fire apparatus. The report also anticipates additional Shared Health revenues for incremental costs associated with COVID-19 that are related to EMS.	**(1.2)**
Public Works department's favourable variance is primarily related to savings in salary and benefit costs. These savings are offset by costs associated with spring clean-up.	**1.0**
Waterworks and waste favourable variance is due to savings on garbage collection contracts.	**1.1**
Community Services department's favourable variance is primarily the result of lower expenses (mainly salaries) from reduced recreational programming and library services. This is partially offset by reduced recreational programming revenues.	**7.0**
Other departmental revenues and expenses.	**1.5**
Forecasted Deficit	**$ (14.3)**

(1) See Schedule 1 and 5 for breakdown of other departmental revenues and expenses.

THE CITY OF WINNIPEG - GENERAL REVENUE FUND
RECONCILIATION OF MARCH TO JUNE FORECAST
JUNE 30, 2021 FORECAST
FOR THE YEAR ENDING DECEMBER 31, 2021

Schedule 3

(in millions of dollars)
(unaudited)

Forecasted General Revenue Fund Deficit - March 31, 2021	**$ (12.7)**
Corporate unfavourable variance is mostly the result of budgeted corporate efficiency savings that are to be realized in departments, offset somewhat with savings in debt and finance charges.	**(1.9)**
Planning, Property and Development department's unfavourable variance primarily due to higher external legal fees, which are somewhat offset by anticipated higher permit revenues.	**(1.2)**
Police Services' unfavourable variance is mostly due to higher pension cost resulting from an actuary valuation, which are offset by higher traditional and photo enforcement and police services revenues.	**(1.1)**
Public Work's department's favourable variance primarily relates to additional savings in salaries and benefits' costs which is somewhat offset by higher costs associated with the spring clean-up.	**1.3**
Community Services' department's favourable variance is mostly related to additional savings (mainly salaries) from reduced recreational programming and library services, partially offset by reduced recreational programming revenues.	**1.6**
Other departmental revenues and expenses.	**(0.3)**
Forecasted General Revenue Fund Deficit - June 30, 2021	**$ (14.3)**

THE CITY OF WINNIPEG - SUMMARY BY FUND
FINANCIAL STATUS REPORT AND FORECAST

Schedule 4

Actual for the six month period ended June 30, 2021
forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

	Adopted Budget	Forecast	Variance From Budget	Year to Date Actual
General Revenue Fund				
Revenues	$ 1,180,312	$ 1,175,797	$ (4,515)	$ 584,839
Expenses	1,180,312	1,190,051	(9,739)	637,391
Deficit	$ -	$ (14,254)	$ (14,254)	$ (52,552)
Transit System				
Revenues	$ 103,135	$ 84,281	$ (18,854)	$ 52,249
Expenses	196,300	189,840	6,460	88,050
	(93,165)	(105,559)	(12,394)	(35,801)
Transfer to Reserves	(11,108)	(11,108)	-	(5,554)
Transfer from General Revenue Fund	104,273	104,273	-	52,136
Deficit	$ -	$ (12,394)	$ (12,394)	$ 10,781
Waterworks System				
Revenues	$ 138,090	$ 138,149	$ 59	$ 69,632
Expenses	80,557	77,681	2,876	40,556
	57,533	60,468	2,935	29,076
Transfer to:				
Reserves	(23,442)	(23,442)	-	-
General Revenue Fund	(14,637)	(14,637)	-	-
Surplus Prior to Principal Debt Repayments	19,454	22,389	2,935	29,076
Principal Debt Repayments	(5,310)	(5,310)	-	-
Surplus	$ 14,144	$ 17,079	$ 2,935	$ 29,076
Sewage Disposal System				
Revenues	$ 203,354	$ 203,582	$ 228	$ 102,407
Expenses	98,202	94,967	3,235	42,085
	105,152	108,615	3,463	60,322
Transfer to General Revenue Fund	(21,044)	(21,044)	-	-
Transfer to Reserves	(40,137)	(40,137)	-	(8,733)
Transfer to Land Drainage	(8,298)	(8,564)	(266)	(2,344)
Surplus Prior to Principal Debt Repayments	35,673	38,870	3,197	49,245
Principal Debt Repayments	(3,178)	(3,178)	-	-
Surplus	$ 32,495	$ 35,692	$ 3,197	$ 49,245

THE CITY OF WINNIPEG - SUMMARY BY FUND
FINANCIAL STATUS REPORT AND FORECAST

Actual for the six month period ended June 30, 2021
forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

	Adopted Budget	Forecast	Variance From Budget	Year to Date Actual
Solid Waste Disposal				
Revenues	$ 50,729	$ 53,307	$ 2,578	$ 21,135
Expenses	49,414	46,013	3,401	17,906
	1,315	7,294	5,979	3,229
Transfer to Reserve	(305)	(325)	(20)	(64)
Surplus Prior to Principal Debt Repayments	1,010	6,969	5,959	3,165
Principal Debt Repayments	(2,322)	(2,322)	-	-
(Deficit)/Surplus	$ (1,312)	$ 4,647	$ 5,959	$ 3,165
Land Drainage				
Revenues	$ 4,988	$ 5,333	$ 345	$ 2,560
Expenses	4,722	5,067	(345)	2,222
Surplus Prior to Principal Debt Repayments	266	266	-	338
Principal Debt Repayments	(266)	(266)	-	-
Surplus	$ -	$ -	$ -	$ 338
Municipal Accommodations Fund				
Revenues	$ 73,783	$ 72,803	$ (980)	$ 31,893
Expenses	62,828	61,848	980	25,078
	10,955	10,955	-	6,815
Transfer to General Revenue Fund	(10,955)	(10,955)	-	-
Surplus	$ -	$ -	$ -	$ 6,815

THE CITY OF WINNIPEG - GENERAL REVENUE FUND **Schedule 5**

FINANCIAL STATUS REPORT AND FORECAST

forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

	Revenues			***Expenses***			***Net Mill Rate***
	Adopted Budget	**Forecast**	**Variance Budget/ Forecast**	**Adopted Budget**	**Forecast**	**Variance Budget/ Forecast**	**Variance Budget/ Forecast**
Assessment and taxation	$ 764,883	$ 762,176	$ (2,707)	$ 16,478	$ 15,171	$ 1,307	$ (1,400)
Audit	-	-	-	1,354	1,377	(23)	(23)
Chief administrative offices	-	2	2	5,402	5,124	278	280
City clerks	96	157	61	12,142	11,898	244	305
Community services	12,683	8,996	(3,687)	114,853	104,158	10,695	7,008
Corporate	149,668	150,549	881	95,638	106,243	(10,605)	(9,724)
Corporate finance	7,123	6,895	(228)	8,265	8,362	(97)	(325)
Council	-	-	-	4,084	4,185	(101)	(101)
Customer service and communication	80	94	14	7,096	7,022	74	88
Fire paramedic service	73,666	72,890	(776)	216,291	216,729	(438)	(1,214)
Human resource services	-	4	4	6,123	5,946	177	181
Innovation and technology	-	6	6	25,829	25,430	399	405
Legal services	475	595	120	5,001	4,828	173	293
Mayor's office	-	-	-	1,843	1,722	121	121
Museums	-	-	-	765	765	-	-
Planning, property and development	45,701	47,949	2,248	43,246	48,461	(5,215)	(2,967)
Police service	47,091	47,330	239	312,703	322,557	(9,854)	(9,615)
Policy and strategic initiatives	-	-	-	818	711	107	107
Public works	77,659	76,873	(786)	264,469	262,680	1,789	1,003
Street lighting	-	-	-	13,302	13,030	272	272
Waterworks and waste	1,187	1,281	94	24,610	23,652	958	1,052
Forecasted Deficit	$ 1,180,312	$ 1,175,797	$ (4,515)	$ 1,180,312	$ 1,190,051	$ (9,739)	$ (14,254)

THE CITY OF WINNIPEG - GENERAL REVENUE FUND
TAXATION REVENUES

Schedule 6

forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

	Adopted Budget	Forecast	Variance From Budget	Year to Date Actual
Property taxes	$ 658,681	$ 658,482	$ (199)	$ 326,272
Business taxes	57,916	57,069	(847)	24,860
Transfer from Financial Stabilization Reserve*	-	1,046	1,046	-
	716,597	716,597	-	351,132
Street renewal frontage levy	63,951	63,884	(67)	63,884
Electricity tax	20,200	19,200	(1,000)	8,271
Gas tax	2,830	2,600	(230)	1,114
Entertainment tax	1,100	260	(840)	-
Other taxation	2,194	2,111	(83)	1,432
	$ 806,872	$ 804,652	$ (2,220)	$ 425,833
Taxation	$ 769,586	$ 767,366	$ (2,220)	$ 406,957
Payments-in-lieu of taxes	37,286	37,286	-	18,876
Total taxation and payments-in-lieu of taxes revenue	$ 806,872	$ 804,652	$ (2,220)	$ 425,833

* On September 28, 2011, City Council approved a report from the Executive Policy Committee to permit transfers to or from the Financial Stabilization Reserve to offset any variance in the revenue projections for taxes billed including net supplementary taxes used in the General Revenue Fund budget and the actual amounts achieved.

THE CITY OF WINNIPEG - FORECASTED BALANCE OF THE FINANCIAL STABILIZATION RESERVE FUND

Schedule 7

forecasted for the year ending December 31, 2021
(in thousands of dollars)
(unaudited)

		Forecast
Opening balance - Financial Stabilization Reserve	$	119,891
Add:		
Estimated net interest earnings		211
Less:		
Transfer to the General Revenue Fund for shortfall in property and business taxes		(1,046)
Budgeted transfer to the General Capital Fund (Community Centre Renovation Grant Program)		(3,105)
Tax Supported - estimated financial projections budget impact		(14,254)
Budgeted transfer to the General Revenue Fund		(20,252)
		(38,657)
Estimated closing balance - Financial Stabilization Reserve	**$**	**81,445**
Reserve Target Balance calculation		
2021 Adopted Budget - Total tax supported expenditures	$	1,180,312
Target Percentage as approved by Council March 23, 2015		6%
	$	**70,819**