

Statement of Revenues and Expenses

**THE CITY OF WINNIPEG
WINNIPEG POLICE SERVICE**

Year ended December 31, 2022



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INDEPENDENT AUDITOR'S REPORT

To the Winnipeg Police Board

Opinion

We have audited the statement of revenues and expenses of The City of Winnipeg - Winnipeg Police Service, ("the schedule") for year ended December 31, 2022. In our opinion, the accompanying financial statements are prepared, in all material respects, in accordance with financial reporting provisions in The City of Winnipeg By-Law No 148/2012 dated November 28, 2012.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Restriction on Use

Without modifying our opinion, we draw attention to Note 2 to the schedule, which describes the basis of accounting. The schedule is prepared to provide information to The City of Winnipeg, the Manitoba Police Commission and the Winnipeg Police Board regarding The City of Winnipeg By-Law No 148/2012 dated November 28, 2012. As a result, the schedule may not be suitable for another purpose. Our report is intended solely for The City of Winnipeg, the Manitoba Police Commission and the Winnipeg Police Board, and should not be used by parties other than The City of Winnipeg, the Manitoba Police Commission and the Winnipeg Police Board.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the schedule in accordance with The City of Winnipeg By-Law No 148/2012 dated November 28, 2012, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are/is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represents the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG LLP

Chartered Professional Accountants

Winnipeg, Canada

July 20, 2023

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE**Statement of Revenues and Expenses****Year Ended December 31, 2022**

	2022	2021
	\$	\$
REVENUES		
Provincial government grants	\$ 22,398,978	\$ 21,470,215
Regulation fees	14,068,576	17,321,281
Sale of goods and services	12,271,589	13,241,473
Other revenue	-	57,524
Recoveries	612,211	685,958
TOTAL REVENUES	49,351,354	52,776,451
EXPENSES (Schedule 1)		
Salaries and benefits	279,800,275	272,026,262
Services	18,378,729	17,550,577
Materials - parts and supplies	7,907,520	6,093,340
Assets and purchases	2,952,758	3,459,060
Debt and finance charges	9,199,316	8,876,208
Grant transfers	10,760,790	13,398,409
TOTAL EXPENSES	328,999,388	321,403,856
EXCESS OF EXPENSES OVER REVENUES	279,648,034	268,627,405

THE CITY OF WINNIPEG – WINNIPEG POLICE SERVICE
Notes to the Statement of Revenues and Expenses
December 31, 2022

1. Nature of the organization:

Winnipeg Police Service, a department of The City of Winnipeg, has a mandate to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law.

The City of Winnipeg (the "City") is a municipality that was created on January 1, 1972 pursuant to The City of Winnipeg Act, a statute of the Legislature of the Province of Manitoba (the "Province"). The City continued as a body corporate by virtue of the enactment by the Province of The City of Winnipeg Charter on January 1, 2003.

2. Significant Accounting Policies

The statement of revenue and expenses are prepared in accordance with Canadian public sector accounting standards.

(a) Basis of presentation:

These statements of revenue and expenses present the results of operations of the Winnipeg Police Service as if it has been accounted for on a stand-alone basis. Management has extracted the information used to prepare this statement of revenue and expenses from the consolidated financial statements of The City of Winnipeg.

This statement of revenue and expenses is not necessarily indicative of the results that would have been attained if the Winnipeg Police Service had been operated as a separate legal entity during the year presented.

The basis of accounting used in this statement of operations materially differs from Canadian public sector accounting standards because statements of financial position and cash flows are not included.

3. Related party transactions:

Type of charge	Category	2022 \$	2021 \$
Municipal Accommodations	Rent	9,536,198	9,399,031
City of Winnipeg - Corp Finance	Debt and finance	9,199,316	8,876,208
City of Winnipeg - Fleet Service	Fleet insurance/lease/fuel/carbon tax	5,217,277	4,203,266
City of Winnipeg - Corp Finance	Translation cost/neighbourhood watch	9,000	9,000
City of Winnipeg - Parking Authority	Parking rentals	171,651	155,549
City of Winnipeg - Corporate Services	Postage meter	26,679	28,465
City of Winnipeg - Corporate Finance	Cash to capital	-	2,804,000
City of Winnipeg - Business Tech.	Radio shop services	500,153	529,965
City of Winnipeg - Corporate Services	% of salary of occ. health nurse	211,100	274,897
Total		24,871,374	26,280,381

4. Comparative figures:

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE

Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses

Year ended December 31, 2022

	2022	2021
	\$	\$
SALARIES		
Salaries - permanent	208,531,255	203,757,635
Salaries - temporary	468,263	718,596
Statutory pay	18,290	-
Shift premium	1,048,244	1,040,912
Acting pay	1,015,539	935,907
Long service pay	10,200	9,750
Overtime	7,774,098	6,054,726
Standby pay	576,094	559,456
Furlough recoveries - permanent	(181,335)	(133,669)
BENEFITS		
Civic pension	42,544,310	41,365,705
Pension adjustment	-	26,567
Civic pension cash out	26,212	6,212
Canada pension	6,946,809	6,243,799
Group insurance	342,413	333,397
Employment insurance	2,602,828	2,317,209
Payroll costs	1,355,124	1,164,636
Medical expenses	469,027	523,390
Pension awards	108,918	163,111
Fatality pension premium	628,137	615,821
Interest and administration	692,043	801,985
Sick leave and severance pay	1,271,235	1,972,597
Vacation/overtime cashout	773,536	777,090
Employer paid benefits	2,779,035	2,771,430
TOTAL SALARIES AND BENEFITS	279,800,275	272,026,262

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2022

	2022	2021
	\$	\$
SERVICES		
Professional and consultant services	659,328	763,668
Non-professional services	6,714,597	7,613,586
Taxi services	32,149	22,178
Freight and messenger services	60,382	57,519
Allocated department costs	9,000	9,000
Auto allowance	1,743	3,973
Light and power	20,925	15,286
Real property contracts - construction and maintenance	236,905	294,039
Office equipment maintenance	2,309,901	1,872,254
Vehicle maintenance	271,809	112,121
Towing services	16,443	17,613
Cleaning and laundry	40,298	32,370
Other equipment servicing	1,093,004	1,110,848
Printing, binding, photocopying	67,695	49,190
Telephone-regular desk set	317,287	328,803
Telephone-cellular	256,433	299,467
Telephone-alarm systems	5,762	8,895
Data comm DSL	360,292	327,625
Advertising	288,151	132,842
Insurance and licenses-auto	194,402	296,083
Fleet insurance	1,279,907	807,340
Drivers' licenses	29,890	26,462
Certificates, permits, licenses	33,520	36,769
Hauling expense	31,875	32,450
Rentals	261,480	256,861
Fleet capital lease	2,013,580	1,876,763
Equipment rental-external	305,902	395,205
Parking space rental	171,651	155,549
Meal expense	8,770	6,470
Luncheons, receptions & events	51,898	23,195
Membership fees	55,551	43,544
Postage	26,679	28,465
Training, workshops and tuition	403,927	175,819
Conferences	12,815	10,840
Conferences involving travel	190,026	17,810
Training/workshops with travel	508,180	238,825
Travel-city business	36,572	50,850
	18,378,729	17,550,577

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2022

	2022	2021
	\$	\$
MATERIALS, PARTS AND SUPPLIES		
Photographic supplies	17,347	8,304
Stationery and office supplies	161,946	150,082
Periodicals and subscriptions	59,665	45,768
Computer software	807,818	89,721
Medical, dental & lab supplies	151,998	122,286
Animal food and supplies	15,094	15,473
Cleaning supplies	86,519	109,859
Other operating supplies	1,055,286	885,044
Small tools	7,854	2,294
Uniforms & protective clothing	675,600	629,657
Uniforms/clothing other	1,275,971	999,763
Motive fuels and lubricants	424,112	314,764
Fleet fuel	1,790,839	1,411,424
Carbon tax	132,951	107,739
Automotive parts	847,329	787,653
Clothing allowance	382,999	382,590
Inventory adjustment	14,192	30,919
	7,907,520	6,093,340
ASSETS AND PURCHASES		
Motive equipment	175,648	100,835
Elec, light and comm equipment	31,866	18,494
Office equipment	25,950	23,447
Other equipment	1,777,707	2,818,055
Computer hardware	846,871	411,289
Office furniture	89,030	78,974
Books	5,686	7,966
	2,952,758	3,459,060

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE

Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses

Year ended December 31, 2022

	2022	2021
	\$	\$
TOTAL DEBT AND FINANCES		
Interest	6,412,248	6,494,881
Principal	1,985,244	2,065,740
Internal financing	543,168	-
Letter of credit fees	11,160	6,059
Debenture issue expense	136,056	188,470
Credit card commission	111,440	121,058
	9,199,316	8,876,208
TOTAL GRANTS		
Grants-cash	52,033	52,033
Claims-vehicles	243,826	320,028
Claims	54,539	49,500
	350,398	421,561
TRANSFERS TO OTHER FUNDS		
Tsf to general capital fund	293,000	133,126
Tsf to GCF-cash to capital	-	2,804,000
Tsf to insurance reserve	(112,419)	(151,146)
Tsf to civic accommodations	9,536,198	9,399,031
Inter-Dept tsf to GRF - BTS	500,153	529,965
Inter-Dept tsf to GRF - HRPS	211,100	274,896
Purchasing card rebate	(17,640)	(13,024)
	10,410,392	12,976,848
Total Expenses	328,999,388	321,403,856