Statement of Revenues and Expenses

THE CITY OF WINNIPEG
WINNIPEG POLICE SERVICE

Year ended December 31, 2023

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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, 2023. 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 in 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.

KPMG LLP, an Ontario limited liability partnership and member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.
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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

August 26, 2024

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Statement of Revenues and Expenses
Year Ended December 31, 2023

	2023 $	2022 $
REVENUES		
Provincial government grants	$ 29,912,195	$ 22,398,978
Regulation fees	14,648,261	14,068,576
Sale of goods and services	13,142,469	12,271,589
Recoveries	714,882	612,211
TOTAL REVENUES	58,417,807	49,351,354
EXPENSES (Schedule 1)		
Salaries and benefits	265,923,209	279,800,275
Services	19,716,686	18,378,729
Materials - parts and supplies	7,501,860	7,907,520
Assets and purchases	3,853,965	2,952,758
Debt and finance charges	10,578,667	9,199,316
Grant transfers	11,148,783	10,760,790
TOTAL EXPENSES	318,723,170	328,999,388
EXCESS OF EXPENSES OVER REVENUES	260,305,363	279,648,034

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	2023 $	2022 $
Municipal Accommodations	Rent	10,295,533	9,536,198
City of Winnipeg - Corp Finance	Debt and finance	10,578,667	9,199,316
City of Winnipeg - Fleet Service	Fleet insurance/lease/fuel/carbon tax	5,128,809	5,217,277
City of Winnipeg - Corp Finance	Translation cost/neighbourhood watch	9,000	9,000
City of Winnipeg - Parking Authority	Parking rentals	177,063	171,651
City of Winnipeg - Corporate Services	Postage meter	23,217	26,679
City of Winnipeg - Business Tech.	Radio shop services	425,786	500,153
City of Winnipeg - Corporate Services	% of salary of occ. health nurse	202,814	211,100
Total		26,840,889	24,871,374

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2023

	2023	2022
	$	$
SALARIES		
Salaries - permanent	**215,305,621**	**208,531,255**
Salaries - temporary	**373,863**	**468,263**
Statutory pay	**-**	**18,290**
Shift Premium	**1,019,104**	**1,048,244**
Acting pay	**932,933**	**1,015,539**
Long service pay	**8,650**	**10,200**
Overtime	**7,699,576**	**7,774,098**
Standby pay	**595,493**	**576,094**
Furlough recoveries - permanent	**(215,259)**	**(181,335)**
BENEFITS		
Civic pension	**18,944,197**	**42,544,310**
Grant transfers	**14,965**	**26,212**
Canada pension	**7,560,331**	**6,946,809**
Group insurance	**358,386**	**342,413**
Employment insurance	**2,664,766**	**2,602,828**
Payroll costs	**1,624,753**	**1,355,124**
Medical expenses	**556,244**	**469,027**
Pension awards	**45,130**	**108,918**
Fatality pension premium	**640,700**	**628,137**
Interest and administration	**842,367**	**692,043**
Sick leave and severance pay	**2,625,044**	**1,271,235**
Vacation/overtime cashout	**1,297,598**	**773,536**
Employer paid benefits	**3,028,747**	**2,779,035**
TOTAL SALARIES AND BENEFITS	**265,923,209**	**279,800,275**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2023

	2023	2022
	$	$
SERVICES		
Professional and consultant services	**1,379,064**	**659,328**
Non-professional services	**7,624,607**	**6,714,597**
Taxi services	**36,653**	**32,149**
Freight and messenger services	**54,375**	**60,382**
Allocated department costs	**9,000**	**9,000**
Auto allowance	**1,829**	**1,743**
Light and power	**31,365**	**20,925**
Real property contracts - construction and maintenance	**282,300**	**236,905**
Office equipment maintenance	**1,999,843**	**2,309,901**
Vehicle maintenance	**96,637**	**271,809**
Towing services	**13,014**	**16,443**
Cleaning and laundry	**46,805**	**40,298**
Other equipment servicing	**708,738**	**1,093,004**
Printing, binding, photocopying	**101,914**	**67,695**
Telephone-regular desk set	**301,538**	**317,287**
Grant transfers	**262,369**	**256,433**
Telephone-alarm systems	**21,714**	**5,762**
Data comm DSL	**286,602**	**360,292**
Advertising	**248,955**	**288,151**
Insurance and licenses-auto	**155,514**	**194,402**
Fleet insurance	**1,413,311**	**1,279,907**
Drivers' licenses	**21,223**	**29,890**
Certificates, permits, licenses	**20,790**	**33,520**
Hauling expense	**30,874**	**31,875**
Rentals	**276,365**	**261,480**
Fleet capital lease	**2,014,448**	**2,013,580**
Equipment rental-external	**302,458**	**305,902**
Parking space rental	**177,063**	**171,651**
Meal expense	**8,384**	**8,770**
Luncheons, receptions & events	**74,494**	**51,898**
Membership fees	**70,083**	**55,551**
Postage	**23,217**	**26,679**
Training, workshops and tuition	**510,198**	**403,927**
Conferences	**30,630**	**12,815**
Conferences involving travel	**301,933**	**190,026**
Training/workshops with travel	**698,237**	**508,180**
Travel-city business	**80,141**	**36,572**
	19,716,686	**18,378,729**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2023

	2023	2022
	$	$
MATERIALS, PARTS AND SUPPLIES		
Photographic supplies	**8,186**	**17,347**
Stationery and office supplies	**183,426**	**161,946**
Periodicals and subscriptions	**64,324**	**59,665**
Computer software	**392,669**	**807,818**
Medical, dental & lab supplies	**108,438**	**151,998**
Animal food and supplies	**11,359**	**15,094**
Cleaning supplies	**106,658**	**86,519**
Other operating supplies	**1,151,133**	**1,055,286**
Small tools	**6,551**	**7,854**
Uniforms & protective clothing	**883,819**	**675,600**
Uniforms/clothing other	**1,138,013**	**1,275,971**
Motive fuels and lubricants	**349,891**	**424,112**
Fleet fuel	**1,538,221**	**1,790,839**
Carbon tax	**162,829**	**132,951**
Grant transfers	**964,248**	**847,329**
Clothing allowance	**409,123**	**382,999**
Inventory adjustment	**22,974**	**14,192**
	7,501,860	**7,907,520**
ASSETS AND PURCHASES		
Motive equipment	**12,886**	**175,648**
Elec, light and comm equipment	**40,306**	**31,866**
Office equipment	**9,695**	**25,950**
Other equipment	**2,592,091**	**1,777,707**
Computer hardware	**816,618**	**846,871**
Office furniture	**353,459**	**89,030**
Books	**10,954**	**5,686**
Other Personal Property	**17,956**	**-**
	3,853,965	**2,952,758**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year ended December 31, 2023

	2023	2022
	$	$
TOTAL DEBT AND FINANCES		
Interest	**6,753,852**	**6,412,248**
Principal	**2,313,936**	**1,985,244**
Internal financing	**1,098,348**	**543,168**
Letter of credit fees	**21,946**	**11,160**
Debenture issue expense	**255,026**	**136,056**
Credit card commission	**135,558**	**111,440**
	10,578,667	**9,199,316**
TOTAL GRANTS		
Grants-cash	**36,225**	**52,033**
Claims-vehicles	**301,683**	**243,826**
Claims	**54,883**	**54,539**
	392,791	**350,398**
TRANSFERS TO OTHER FUNDS		
Tsf to general capital fund	**-**	**293,000**
Tsf to (from) insurance reserve	**(146,317)**	**(112,419)**
Tsf to civic accommodations (Note 3)	**10,295,533**	**9,536,198**
Inter-Dept tsf to GRF - BTS (Note 3)	**425,786**	**500,153**
Inter-Dept tsf to GRF - HRPS (Note 3)	**202,814**	**211,100**
Purchasing card rebate	**(21,823)**	**(17,640)**
	10,755,992	**10,410,392**
Total Expenses	**318,723,170**	**328,999,388**