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

**Schedule 1**

*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | Adopted Budget | Forecast | Variance from Adopted Budget $ | Variance from Adopted Budget % |
|---|---|---|---|---|
| ***REVENUES*** | | | | |
| Taxation (See Schedule 5) | $ 873,271 | $ 872,745 | $ (526) | - % |
| Government transfers | 216,480 | 227,272 | 10,792 | 5 |
| Regulation fees | 79,218 | 75,812 | (3,406) | (4) |
| Sale of goods and services | 59,922 | 65,306 | 5,384 | 9 |
| Other | 54,334 | 50,551 | (3,783) | (7) |
| Payments-in-lieu of taxes | 43,941 | 43,941 | - | - |
| Interest | 22,755 | 32,756 | 10,001 | 44 |
| Transfer from other funds | 4,315 | 19,693 | 15,378 | 356 |
| Total Revenues | 1,354,236 | 1,388,076 | 33,840 | |
| ***EXPENSES*** | | | | |
| Assessment and taxation | 20,438 | 21,819 | (1,381) | (7) |
| Asset and project management | 8,802 | 8,641 | 161 | 2 |
| Audit | 1,349 | 1,348 | 1 | - |
| Chief administrative offices | 41,860 | 41,801 | 59 | - |
| City clerks | 13,635 | 13,657 | (22) | - |
| Community services | 107,747 | 105,322 | 2,425 | 2 |
| Corporate | 118,261 | 130,227 | (11,966) | (10) |
| Corporate finance | 8,515 | 7,694 | 821 | 10 |
| Council | 7,545 | 7,525 | 20 | - |
| Customer service and communication | 9,057 | 9,057 | - | - |
| Fire paramedic service | 232,963 | 251,170 | (18,207) | (8) |
| Human resource services | 7,964 | 8,408 | (444) | (6) |
| Innovation and technology services | 39,820 | 39,369 | 451 | 1 |
| Legal services | 5,713 | 5,617 | 96 | 2 |
| Mayor's office | 2,030 | 1,998 | 32 | 2 |
| Museums | 1,115 | 1,115 | - | - |
| Planning, property and development | 38,189 | 38,050 | 139 | - |
| Police service | 331,936 | 346,482 | (14,546) | (4) |
| Policy and strategic initiatives | 883 | 683 | 200 | 23 |
| Public works | 342,950 | 358,438 | (15,488) | (5) |
| Street lighting | 13,464 | 13,009 | 455 | 3 |
| Total Expenses | 1,354,236 | 1,411,430 | (57,194) | |
| ***DEFICIT BEFORE TRANSFER FROM FINANCIAL STABILIZATION*** | $ - | $ (23,354) | $ (23,354) | |

Notes:

(1) See Schedule 5 for comparable departmental view.

(2) See Schedule 6 for breakdown of taxation and payments-in-lieu of taxes.

**THE CITY OF WINNIPEG - GENERAL REVENUE FUND** **Schedule 2**
**BUDGET VARIANCES ARISING FROM THE**
**SEPTEMBER 30, 2024 FORECAST**
**FOR THE YEAR ENDING DECEMBER 31, 2024**

*(in millions of dollars)*
*(unaudited)*

| | | |
|---|---|---|
| Fire Paramedic Service's unfavourable variance is due to increased workers compensation, overtime, and other operating costs partially offset by increased provincial funding and higher service revenues. | **$** | **(13.1)** |
| Public Works department's unfavourable variance is primarily due to increased snow clearing and ice control expenditures, spring and neighbourhood cleaning, and roadway and construction maintenance partially offset by internal transfers. | | **(13.0)** |
| Planning, Property and Developments unfavourable variance is primarily due to lower than expected regulation fee revenues. | | **(5.0)** |
| Police department's unfavourable variance is primarily related to increased costs of $14.5 million partially offset by increased revenues of $12.4 million. | | **(2.2)** |
| Corporate's favourable variance is primarily due to the elimination of the transfer to the Fiscal Stabilization Reserve and deferral of debt issuance partially offset by 9-1-1 fees, which are not expected to be implemented in 2024. | | **18.9** |
| Corporate Finance's favourable variance is the result of increased interest earnings due to higher interest rates. | | **10.9** |
| Other departmental favourable variances are largely due to increased internal recoveries and salary savings. | | **0.1** |
| ***General Revenue Fund Deficit before Budgeted Savings*** | | **(3.4)** |
| * Budgeted savings to be recognized in departments. | | **(20.0)** |
| ***General Revenue Fund Deficit before Transfer*** | | **(23.4)** |

* Amount is included in 'Corporate' in schedule 5

# THE CITY OF WINNIPEG - GENERAL REVENUE FUND RECONCILIATION OF JUNE 2024 FORECAST TO THE SEPTEMBER 2024 FORECAST

**Schedule 3**

*(in millions of dollars)*
*(unaudited)*

| | | |
|---|---|---|
| **Forecasted General Revenue Fund Deficit - June 30, 2024** | **$** | **(19.2)** |
| Planning, Property and Development's unfavourable variance is primarily due to decreased projections for permit fees and license revenues. | | **(2.5)** |
| Assessment and Taxation's unfavourable variance is primarily due to an increase in the appeal allowance. | | **(1.6)** |
| Corporate finance's favourable variance is primarily due to higher short-term interest earned due to higher bank rates. | | **6.3** |
| Corporate's favourable variance is primarily due to lower debt servicing costs due to debt deferral. | | **2.5** |
| Winnipeg Police Service favourable variance is primarily a result of the challenges in meeting their expenditure management target. | | **1.6** |
| Other departmental shortfall not anticipated from the last forecast. | | **(0.5)** |
| ***General Revenue Fund Savings before Budgeted Savings*** | | **(13.4)** |
| * Budgeted savings to be recognized in departments. | | **(10.0)** |
| ***General Revenue Fund Deficit - September 30, 2024*** | | **(23.4)** |

* Amount is included in 'Corporate' in schedule 5

**THE CITY OF WINNIPEG - SUMMARY BY FUND** **Schedule 4**
**FINANCIAL STATUS REPORT AND FORECAST**
*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | Adopted Budget | Forecast | Variance from Adopted Budget $ | Variance from Adopted Budget % |
|---|---|---|---|---|
| **General Revenue Fund** | | | | |
| Revenues | $ 1,354,236 | $ 1,388,076 | $ 33,840 | 2 % |
| Expenses | 1,354,236 | 1,411,430 | (57,194) | (4) |
| (Deficit) | $ - | $ (23,354) | $ (23,354) | |
| **Transit System** | | | | |
| Revenues | $ 134,568 | $ 133,344 | $ (1,224) | (1) % |
| Expenses | 233,707 | 223,948 | 9,759 | 4 |
| | (99,139) | (90,604) | 8,535 | |
| Transfer to Reserves | (15,332) | (15,870) | (538) | |
| Transfer from General Revenue Fund | 114,471 | 114,471 | - | |
| Surplus / (Deficit) | $ - | $ 7,997 | $ 7,997 | |
| **Waterworks System** | | | | |
| Revenues | $ 152,823 | $ 156,435 | $ 3,612 | 2 % |
| Expenses | 106,736 | 103,734 | 3,002 | 3 |
| | 46,087 | 52,701 | 6,614 | |
| Transfer to: | | | | |
| Reserves | (24,197) | (24,197) | - | |
| General Revenue Fund | (16,155) | (16,155) | - | |
| Surplus Prior to Principal Debt Repayments | 5,735 | 12,349 | 6,614 | |
| Principal Debt Repayments | (6,050) | (6,050) | - | |
| Surplus / (Deficit) | $ (315) | $ 6,299 | $ 6,614 | |
| **Sewage Disposal System** | | | | |
| Revenues | $ 241,382 | $ 244,287 | $ 2,905 | 1 % |
| Expenses | 110,706 | 110,772 | (66) | - |
| | 130,676 | 133,515 | 2,839 | |
| Transfer to General Revenue Fund | (23,491) | (23,491) | - | |
| Transfer to Reserves | (47,475) | (47,475) | - | |
| Transfer to Land Drainage | (11,689) | (11,944) | (255) | |
| Surplus Prior to Principal Debt Repayments | 48,021 | 50,605 | 2,584 | |
| Principal Debt Repayments | (3,747) | (3,514) | 233 | |
| Surplus / (Deficit) | $ 44,274 | $ 47,091 | $ 2,817 | |

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

*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | Adopted Budget | Forecast | Variance from Adopted Budget $ | Variance from Adopted Budget % |
|---|---|---|---|---|
| **Solid Waste Disposal** | | | | |
| Revenues | $ 55,073 | $ 58,012 | $ 2,939 | 5 % |
| Expenses | 81,458 | 78,280 | 3,178 | 4 |
| | (26,385) | (20,268) | 6,117 | |
| Transfer to Reserve | (321) | (331) | (10) | |
| Surplus Prior to Principal Debt Repayments | (26,706) | (20,599) | 6,107 | |
| Principal Debt Repayments | (1,025) | (1,025) | - | |
| Surplus / (Deficit) | $ (27,731) | $ (21,624) | $ 6,107 | |
| **Land Drainage** | | | | |
| Revenues | 5,558 | 6,452 | 894 | 16 % |
| Expenses | 5,271 | 6,165 | (894) | (17) |
| Surplus Prior to Principal Debt Repayments | 287 | 287 | - | |
| Principal Debt Repayments | (287) | (287) | - | |
| Surplus | $ - | - | $ - | |
| **Municipal Accommodations Fund** | | | | |
| Revenues | $ 77,400 | $ 75,913 | $ (1,487) | (2) % |
| Expenses | 65,696 | 66,414 | (718) | (1) |
| | 11,704 | 9,499 | (2,205) | |
| Transfer to General Revenue Fund | (11,704) | (9,499) | 2,205 | |
| Surplus | $ - | $ - | $ - | |

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

**FINANCIAL STATUS REPORT AND FORECAST**

*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | *Revenues* | | | | *Expenses* | | | | *Net Mill Rate* |
|---|---|---|---|---|---|---|---|---|---|
| | Adopted Budget | Forecast | Variance from Adopted Budget $ | Variance from Adopted Budget % | Adopted Budget | Forecast | Variance from Adopted Budget $ | Variance from Adopted Budget % | Variance Budget/ Forecast |
| Assessment and taxation | $ 865,580 | $ 866,182 | $ 602 | - % | $ 20,438 | $ 21,819 | $ (1,381) | (7) % | $ (779) |
| Asset and project management | 11,709 | 9,499 | (2,210) | (19) | 8,802 | 8,641 | 161 | 2 | (2,049) |
| Audit | - | - | - | - | 1,349 | 1,348 | 1 | - | 1 |
| Chief administrative offices | 28,895 | 28,880 | (15) | - | 41,860 | 41,801 | 59 | - | 44 |
| City clerks | 699 | 1,697 | 998 | 143 | 13,635 | 13,657 | (22) | - | 976 |
| Community services | 21,065 | 19,659 | (1,406) | (7) | 107,747 | 105,322 | 2,425 | 2 | 1,019 |
| Corporate | 142,727 | 153,562 | 10,835 | 8 | 118,261 | 130,227 | (11,966) | (10) | (1,131) |
| Corporate finance | 7,026 | 17,111 | 10,085 | 144 | 8,515 | 7,694 | 821 | 10 | 10,906 |
| Council | - | - | - | - | 7,545 | 7,525 | 20 | - | 20 |
| Customer service and communication | 89 | 89 | - | - | 9,057 | 9,057 | - | - | - |
| Fire paramedic service | 84,560 | 89,668 | 5,108 | 6 | 232,963 | 251,170 | (18,207) | (8) | (13,099) |
| Human resource services | 373 | 440 | 67 | 18 | 7,964 | 8,408 | (444) | (6) | (377) |
| Innovation and technology services | 6 | 152 | 146 | 2,433 | 39,820 | 39,369 | 451 | 1 | 597 |
| Legal services | 785 | 693 | (92) | (12) | 5,713 | 5,617 | 96 | 2 | 4 |
| Mayor's office | - | - | - | - | 2,030 | 1,998 | 32 | 2 | 32 |
| Museums | 50 | 50 | - | - | 1,115 | 1,115 | - | - | - |
| Planning, property and development | 43,263 | 38,169 | (5,094) | (12) | 38,189 | 38,050 | 139 | - | (4,955) |
| Police service | 54,342 | 66,708 | 12,366 | 23 | 331,936 | 346,482 | (14,546) | (4) | (2,180) |
| Policy and strategic initiatives | - | - | - | - | 883 | 683 | 200 | 23 | 200 |
| Public works | 93,067 | 95,517 | 2,450 | 3 | 342,950 | 358,438 | (15,488) | (5) | (13,038) |
| Street lighting | - | - | - | - | 13,464 | 13,009 | 455 | 3 | 455 |
| ***Forecasted Deficit*** | $ 1,354,236 | $ 1,388,076 | $ 33,840 | 2 % | $ 1,354,236 | $ 1,411,430 | $ (57,194) | (4) % | $ (23,354) |

# THE CITY OF WINNIPEG - GENERAL REVENUE FUND
# TAXATION REVENUES

**Schedule 6**

*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | Adopted Budget | Forecast | Variance From Budget |
|---|---|---|---|
| Property taxes | $ 728,062 | $ 732,659 | $ 4,597 |
| Business taxes | 59,961 | 59,929 | (32) |
| Net taxes added | 17,801 | 11,236 | (6,565) |
| Transfer from Financial Stabilization Reserve* | - | 2,000 | 2,000 |
| | 805,824 | 805,824 | - |
| Street renewal frontage levy | 82,972 | 83,222 | 250 |
| Electricity tax | 21,600 | 20,888 | (712) |
| Gas tax | 2,980 | 2,675 | (305) |
| Entertainment tax | 1,850 | 1,950 | 100 |
| Other taxation | 1,986 | 2,127 | 141 |
| | $ 917,212 | $ 916,686 | $ (526) |
| Taxation | $ 873,271 | $ 872,745 | $ (526) |
| Payments-in-lieu of taxes | 43,941 | 43,941 | - |
| Total taxation and payments-in-lieu of taxes revenue | $ 917,212 | $ 916,686 | $ (526) |

* 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 acheived.

# THE CITY OF WINNIPEG - BALANCE OF THE FINANCIAL STABILIZATION RESERVE

**Schedule 7**

*Forecasted for the year ending December 31, 2024*
*(in thousands of dollars)*
*(unaudited)*

| | | Forecast |
|---|---|---|
| Opening balance - Financial Stabilization Reserve | $ | 15,712 |
| Add: | | |
| Estimated net interest earnings | | 565 |
| | | 16,277 |
| Less: | | |
| Transfer to the General Revenue Fund for net shortfall in property and business tax revenues | | (2,000) |
| Tax Supported - Estimated financial projections budget impact Remaining unfunded General Revenue Fund Deficit of $9,077 | | (14,277) |
| **Estimated closing balance - Financial Stabilization Reserve** | **$** | **-** |

**Reserve Target Balance calculation**

| | | |
|---|---|---|
| 2024 Adopted Budget - Total tax supported expenditures | $ | 1,354,237 |
| Target Percentage as approved by Council March 23, 2015 | | 6% |
| | **$** | **81,254** |