Statement of Revenues and Expenses

THE CITY OF WINNIPEG
WINNIPEG POLICE SERVICE

Year ended December 31, 2025

KPMG LLP
1900 – 360 Main Street
Winnipeg MB R3C 3Z3
Tel 204-957-1770
Fax 204-957-0808
www.kpmg.ca

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, 2025. In our opinion, the accompanying schedule is 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.

Emphasis of Matter – Financial Reporting Framework

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 to meet the requirements of 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.

Restriction on Use

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.

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. KPMG Canada provides services to KPMG LLP.

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

August 13, 2026

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Statement of Revenues and Expenses
Year Ended December 31, 2025

	2025 $	2024 $
REVENUES		
Provincial government grants	$ 44,292,265	$ 39,509,690
Regulation fees	16,582,531	17,823,785
Sale of goods and services	14,828,463	13,865,762
Recoveries	747,210	1,162,942
TOTAL REVENUES	76,450,469	72,362,179
EXPENSES (Schedule 1)		
Salaries and benefits	304,245,589	285,490,788
Services	25,762,958	25,080,503
Materials - parts and supplies	7,715,588	7,636,793
Assets and purchases	3,231,984	3,510,667
Debt and finance charges	13,523,460	12,062,195
Grants, claims and transfers	12,985,240	11,431,877
TOTAL EXPENSES	367,464,819	345,212,823
EXCESS OF EXPENSES OVER REVENUES	291,014,350	272,850,644

THE CITY OF WINNIPEG – WINNIPEG POLICE SERVICE

Notes to the Statement of Revenues and Expenses

December 31, 2025

---

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 the financial provisions in The City of Winnipeg By-Law No 148/2012 dated November 28, 2012, as well as in accordance with Canadian public sector accounting standards with exceptions noted below.

(a) Basis of presentation:

These statements of revenue and expenses present the results of operations of the Winnipeg Police Service as if they have 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 the statements of financial position and cash flows are not included.

3. Related party transactions:

City Department	Category	2025	2024
Municipal Accommodations	Rent	$ 11,078,292	$ 10,395,141
City of Winnipeg - Corp Finance	Debt and finance	13,523,460	12,062,195
City of Winnipeg - Fleet Service	Fleet insurance/lease/fuel/ carbon tax	6,401,131	4,673,984
City of Winnipeg - Corp Finance	General Capital	655,666	–
City of Winnipeg - Business Tech.	Radio shop services	577,489	428,350
City of Winnipeg - Parking Authority	Parking rentals	156,985	176,457
City of Winnipeg - Corporate Services	% of salary of occ. health nurse	38,493	160,362
City of Winnipeg - Corporate Services	Postage meter	26,568	24,681
City of Winnipeg - Corp Finance	Translation cost	9,000	9,000
Total		$ 32,467,084	$ 27,930,170

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year Ended December 31, 2025

	2025 $	2024 $
SALARIES		
Salaries - permanent	**242,048,247**	**228,317,094**
Overtime	**10,762,957**	**10,296,794**
Shift Premium	**1,013,526**	**984,617**
Acting pay	**979,866**	**986,118**
Standby pay	**749,753**	**656,592**
Salaries - temporary	**115,458**	**302,907**
Long service pay	**-**	**14,303**
Furlough recoveries - permanent	**(232,988)**	**(236,577)**
BENEFITS		
Civic pension	**24,306,381**	**22,153,434**
Canada pension	**9,121,112**	**8,217,915**
Employer paid benefits	**3,786,651**	**3,061,102**
Employment insurance	**2,989,686**	**2,846,214**
Payroll costs	**2,734,353**	**2,324,024**
Vacation and overtime	**1,553,366**	**1,283,086**
Sick leave and severance pay	**1,524,822**	**1,535,757**
Interest and administration	**1,149,282**	**971,545**
Medical expenses	**804,282**	**834,930**
Fatality pension premium	**661,303**	**648,336**
Group insurance	**110,172**	**147,355**
Pension awards	**67,360**	**145,242**
TOTAL SALARIES AND BENEFITS	**304,245,589**	**285,490,788**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year Ended December 31, 2025

		2025	2024
		$	$
SERVICES			
	Non-professional services	**7,604,211**	**8,923,788**
	Office equipment maintenance	**5,725,394**	**4,783,957**
	Fleet capital lease	**2,830,737**	**1,767,316**
	Fleet insurance	**1,734,585**	**1,424,451**
	Professional and consultant services	**1,086,959**	**2,167,442**
	Real property contracts - construction and maintenance	**1,073,368**	**401,108**
	Training/workshops with travel	**921,345**	**528,254**
	Other equipment servicing	**765,670**	**1,037,073**
	Tellephone-Cellular	**527,669**	**351,454**
	Training, workshops and tuition	**411,406**	**430,842**
	Conferences involving travel	**392,125**	**563,984**
	Rentals	**312,080**	**239,184**
	Telephone-regular desk set	**305,649**	**304,128**
	Data comm DSL	**302,535**	**414,693**
	Advertising	**226,321**	**220,245**
	Equipment rental-external	**213,441**	**315,104**
	Parking space rental	**175,326**	**176,457**
	Travel-city business	**164,849**	**144,283**
	Insurance and licenses-auto	**163,193**	**162,181**
	Vehicle maintenance	**143,500**	**87,867**
	Freight and messenger services	**116,199**	**114,151**
	Luncheons, receptions and events	**108,403**	**76,826**
	Membership fees	**79,759**	**70,563**
	Printing, binding, photocopying	**72,030**	**69,447**
	Cleaning and laundry	**49,892**	**41,728**
	Taxi services	**38,286**	**37,760**
	Hauling expense	**31,367**	**27,817**
	Telephone-alarm systems	**29,429**	**21,535**
	Drivers' licenses	**27,810**	**27,379**
	Postage	**27,506**	**24,681**
	Conferences	**26,698**	**10,672**
	Certificates, permits, licenses	**24,740**	**54,216**
	Light and power	**17,143**	**28,806**
	Meal expense	**11,461**	**13,784**
	Allocated department costs	**9,000**	**9,000**
	Fleet consumables	**7,095**	
	Towing services	**4,328**	**5,578**
	Auto allowance	**1,450**	**2,749**
		25,762,958	**25,080,503**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year Ended December 31, 2025

	2025 $	2024 $
MATERIALS, PARTS AND SUPPLIES		
Uniforms/clothing other	**1,947,324**	**959,505**
Fleet fuel	**1,410,361**	**1,280,015**
Other operating supplies	**1,205,375**	**1,656,957**
Automotive Parts	**799,546**	**913,372**
Computer software	**543,753**	**420,688**
Clothing allowance	**411,613**	**424,839**
Uniforms and protective clothing	**368,353**	**960,187**
Motive fuels and lubricants	**342,050**	**348,921**
Stationery and office supplies	**182,641**	**207,290**
Medical, dental and lab supplies	**137,199**	**113,062**
Cleaning supplies	**115,178**	**119,701**
Inventory adjustment	**93,783**	**(52,565)**
Carbon tax	**52,748**	**202,201**
Periodicals and subscriptions	**43,074**	**31,938**
Small tools	**16,238**	**16,815**
Fleet miscellaneous	**12,878**	**-**
Fleet manufacturing (non-vehicle)	**12,185**	**-**
Animal food and supplies	**9,954**	**24,874**
Photographic supplies	**9,703**	**8,993**
Fleet manufacturing	**1,632**	**-**
	7,715,588	**7,636,793**
ASSETS AND PURCHASES		
Other equipment	**1,565,061**	**1,809,166**
Electrical, light and communications equipment	**777,987**	**435,312**
Computer hardware	**691,917**	**731,057**
Office furniture	**179,824**	**535,948**
Other personal property	**13,375**	**(19,200)**
Books	**1,849**	**7,565**
Motive equipment	**1,817**	**4,929**
Office equipment	**154**	**5,890**
	3,231,984	**3,510,667**

THE CITY OF WINNIPEG - WINNIPEG POLICE SERVICE
Schedule 1 - Detailed Statement of Winnipeg Police Service Expenses
Year Ended December 31, 2025

	2025	2024
	$	$
DEBT AND FINANCES		
Interest	**8,114,736**	**7,733,148**
Principal	**4,083,684**	**2,787,696**
Internal financing	**1,098,348**	**1,098,348**
Credit card commission	**165,852**	**166,058**
Debenture issue expense	**60,839**	**276,945**
	13,523,460	**12,062,195**
GRANTS AND CLAIMS		
Claims	**373,762**	**580,999**
Vehicle claims	**65,292**	**69,143**
Grants-cash	**52,033**	**52,033**
	491,087	**702,175**
TRANSFERS TO OTHER FUNDS		
Transfer to Municipal Accommodations (Note 3)	**11,078,292**	**10,395,141**
Transfer to General Capital Fund	**655,666**	**-**
Transfer to General Revenue Fund - BTS (Note 3)	**577,489**	**428,350**
Transfer to Fleet Services	**338,910**	**-**
Transfer to General Revenue Fund - HRPS (Note 3)	**38,493**	**160,362**
Purchasing card rebate	**-**	**7,106**
Transfer to (from) Insurance Reserve	**(194,697)**	**(261,257)**
	12,494,153	**10,729,702**
Total Expenses	**367,464,819**	**345,212,823**