

**Agenda – Standing Policy Committee on Finance – February 16, 2021**

**REPORTS**

**Item No. 6                      Financial Status Report to December 31, 2020**

**WINNIPEG PUBLIC SERVICE RECOMMENDATION:**

That the Financial Status Report to December 31, 2020 be received as information.

# ADMINISTRATIVE REPORT

**Title: Financial Status Report to December 31, 2020**

**Critical Path: Standing Policy Committee on Finance**

## AUTHORIZATION

Author	Department Head	CFO	CAO
J. Ruby	P. Olafson	P. Olafson, Interim CFO	M. Ruta, Interim CAO

## EXECUTIVE SUMMARY

This Financial Status Report (“Report”) is reporting preliminary financial results based on transactions recorded in the general ledger to December 31, 2020. In the first quarter of 2021, the Public Service will conduct its annual year-end process to ensure all amounts are appropriately reported in the City’s consolidated financial statements in accordance with public sector accounting standards. As well, the City’s financial statements will be independently audited by KPMG. Final results will be available towards the end of the second quarter of 2021 as the City’s audited financial statements must be completed by June 30, 2021 to comply with Provincial legislation. Once finalized, the City’s audited financial statements will be posted on the City’s website.

This Report includes the impact of federal Safe Restart Agreement (“SRA”) funding. The City has received \$74.5 million in SRA funding comprised of a municipal portion of \$42.2 million and a Transit portion of \$32.3 million.

Unaudited results for all City departments are showing combined revenues in excess of expenditures of \$36.3 million (in comparison to \$26.1 million in the last Report). This is inclusive of the actions that have been undertaken to reduce the financial impact of the COVID-19 pandemic, SRA funding received and the allocations of that funding as approved by Council. The allocation of the SRA funding includes amounts that replaced specific levers pulled under the COVID-19 Crisis Cashflow Management Plan and amounts transferred to reserves for post-2020 expenditures. The majority of this surplus (\$29.8 million) resides in the utilities and is not available for use outside of those utilities.

The tax-supported budget (General Revenue Fund) is showing revenues in excess of expenditures of \$2.5 million (vs. \$0.4 million deficit last Report) prior to its transfer to the Financial Stabilization Reserve. The municipal portion of the SRA funding is \$42.2 million and has been recognized as revenue in this fund. The Council approved plan has fully allocated the entire \$42.2 million to specific purposes with the net impact on the General Revenue Fund netting to \$Nil at year-end. A full accounting of the impact of the allocation of the SRA funding is provided in Schedule 7.

Consistent with Council policy, the General Revenue Fund's revenues in excess of expenditures of \$2.5 million will be transferred to the Financial Stabilization Reserve, returning the General Revenue Fund to a breakeven position.

Transit has recorded a surplus of \$3.9 million (vs. \$3.3 million last Report). The transit portion of the SRA funding is \$32.3 million and has been recognized as revenue in this fund. SOA's have recorded a surplus of \$2.6 million (vs. \$1.2 million last Report). SOA's include the allocation of SRA funding, which transferred \$7.7 million from the General Revenue Fund to the Winnipeg Parking Authority to backstop revenues shortfalls experienced in the SOA as a result of the COVID-19 pandemic.

Utilities are reporting a surplus of \$29.8 million (\$21.9 million last Report). The change is primarily due to volume increases in sewer and water consumption rates and sewer connection permit revenues. The SRA funding has had no impact on Utilities.

As part of the Council 2021 Budget approval on December 16, 2020, SRA funding replaced the following levers pulled under the COVID-19 Crisis Cashflow Management Plan,

- the replacement of cash to capital (CTC) with debt; and
- transfer of the unallocated equity from the Land Operating Reserve (LOR) to the General Revenue Fund.

The remaining levers pulled to reduce the impact on the Financial Stabilization Reserve Fund include:

- reduction of discretionary spending;
- temporary lay-off of non-permanent Community Services staff;
- freeze on fleet purchases;
- hiring freeze for the remainder of the year;
- freeze of Senior Management Team salaries;
- voluntary furlough program;
- temporary reduction of Transit service with temporary lay-offs;
- deferred transfer to the Community Centre Renovation Grant Program ("CCRGP");

At year-end, the Financial Stabilization Reserve (FSR) will have a balance of \$119.9 million, which is \$51.2 million above the Council mandated minimum balance of \$68.7 million (6% of the tax-supported budgeted expenditures after budgeted transfers at December 31, 2020). It should be noted that 2021 Budget approval included a transfer of \$20.2 million to General Revenue Fund primarily to support COVID-19 related impacts in 2021.

Also, as Transit is in a surplus position, the unallocated retained earnings are estimated to increase to \$12.9 million, will be retained in Transit and are available should the continuing impacts of the COVID-19 pandemic be greater than currently budgeted in 2021.

## **RECOMMENDATIONS**

That the Financial Status Report to December 31, 2020 be received as information.

## **REASON FOR THE REPORT**

On December 17, 1997, City Council approved clause 1 of the report of the Standing Committee on Fiscal Issues, which requires that a periodic report be approved on a quarterly basis by the Standing Committee on Fiscal Issues. Since that time, the Standing Committee on Fiscal Issues has been renamed Standing Policy Committee on Finance.

## **IMPLICATIONS OF THE RECOMMENDATIONS**

Preliminary results indicate revenues in excess of expenditures of \$2.5 million (vs. \$0.4 million deficit last Report) for the tax-support budget (General Revenue Fund), prior to its transfer to the FSR, and \$3.9 million (vs. \$3.3 million last Report) in Transit (both considering COVID-19 Crisis Cash Flow Management Plan levers pulled and as well as SRA funding support).

The Financial Stabilization Reserve Fund is projected to be \$119.9 million at the end of the year. Between the financial levers implemented by the City and the financial support received from the federal government, the Financial Stabilization Reserve has been reset to protect the City in 2021 from the negative implications of the pandemic.

## **HISTORY/DISCUSSION**

This Report is reporting preliminary financial results based on transactions recorded in the general ledger to December 31, 2020. In the first quarter of 2021, the Public Services will conduct its annual year-end process to ensure all amounts are appropriately reported in the City's consolidated financial statements in accordance with public sector accounting standards. As well, the City's financial statements will be independently audited by KPMG. Final results will be available towards the end of the second quarter of 2021 as the City's audited financial statements must be completed by June 30, 2021 to comply with Provincial legislation. Once finalized, the City's audited financial statements will be posted on the City's website.

The Corporate Finance Department has prepared this Report showing the unaudited year-end results. This information was obtained from departments and was based on actual accounting as at December 31, 2020. After transferring the surplus of \$2.5 million to the Financial Stabilization Reserve, the General Revenue Fund will report a balanced position. The significant budget variances explanations for the financial results are indicated in Schedule 2.

Considering revenues in excess of expenditures in General Revenue Fund and Transit, levers approved, and funding support from the SRA, the Financial Stabilization Reserve Fund is projected to be at \$119.9 million as at December 31, 2020, which is \$51.2 million above the Council mandated minimum balance of \$68.7 million (6% of the tax-supported budgeted expenditures after budgeted transfers at December 31, 2020). It should be noted that the 2021 Budget approval includes a transfer in 2021 of \$20.2 million to General Revenue Fund to support COVID-19 related impacts in that year.

## **COVID-19 Pandemic/Levers Pulled**

The table below summarizes the estimated total impact of COVID-19 on the preliminary actuals.

<i>In millions of \$</i>	Preliminary Actuals			November Forecast
	COVID-19 Impact on Revenues	COVID-19 Impact on Expenditures	COVID-19 Total Impact	COVID-19 Total Impact
Tax Supported (General Revenue Fund)	\$ (26.4)	\$(7.2)	\$(33.6)	\$(33.1)
Transit	(46.4)	-	(46.4)	(46.4)
SOA's	(11.2)	-	(11.2)	(11.2)
Utilities	(1.1)	-	(1.1)	(1.1)
<b>TOTAL</b>	<b>\$(85.1)</b>	<b>\$(7.2)</b>	<b>\$(92.3)</b>	<b>\$(91.8)</b>

The amounts are the result of the best available interpretations made as to the reason for variance.

Actions taken to date, as well as the planned actions described in this report, are following the COVID-19 Crisis Cash Flow Management Plan report that was presented to this committee on April 27, 2020, amended for changes made in the approved 2021 Budget.

As part of the Council 2021 Budget approval on December 16, 2020, SRA funding replaced the following levers pulled under the COVID-19 Crisis Cashflow Management Plan,

- the replacement of cash to capital (CTC) with debt; and
- transfer of the unallocated equity from the Land Operating Reserve (LOR) to the General Revenue Fund.

The remaining levers pulled to backstop the impacts of COVID-19 on the General Revenue Fund include:

- reduction of discretionary spending;
- temporary lay-off of non-permanent Community Services staff;
- freeze on fleet purchases;
- hiring freeze for the remainder of the year;
- freeze of Senior Management Team salaries;
- voluntary furlough program;
- temporary reduction of Transit Service with temporary lay-offs;
- deferred transfer to the Community Centre Renovation Grant Program ("CCRGP");

The estimated saving from these levers is \$11.1 million. Please note that the deferred transfer to the CCRGP does not reduce the shortfall for all city departments. However, this lever reduces the draw on the Financial Stabilization Reserve Fund.

## **FTE Reporting**

At the September 13, 2013 meeting of the Standing Policy Committee on Finance, a motion was passed that following delivery of the first Civic Establishment Report to the Executive Policy Committee, the Winnipeg Public Service be requested to provide updates within the quarterly Financial Status Report and Forecast which include the actual Full-Time Equivalent Positions (FTEs) to Committee. Subsequently, the Standing Policy Committee on Finance directed the Public Service to report on this annually.

The Public Service defines an FTE as the effort required to support the City's programs and services. For budget purposes, the FTE is expressed as an annual value. Actual FTE data is extracted from the payroll system. "Actual FTE" is the total number of hours paid divided by the regular compensable hours in a fiscal year. It includes permanent, temporary, full-time, part-time, salaried, hourly, seasonal, casual and student positions.

Actual FTEs are calculated on the basis of total salaries paid to date. At December 31, 2020, the estimated actual FTEs total 9,096.72, compared to an adopted budget of 9,144.74 (net of vacancy management).

The calculated FTE is different than employee headcount, the City's number of employees at a point in time.

## **Fire Paramedic Service**

Discussions with Shared Health regarding funding for 2020 are ongoing. Year-end amounts assume a funding model where EMS costs are fully recovered from Shared Health. The effects of COVID-19 initially resulted in reduced demand for service but this returned to normal levels quickly (ambulance fees) and increased costs associated with overtime and personal protective equipment. The net impact of these COVID-19 costs is \$2.1 million included in this projection as additional funding (above confirmed funding) from Shared Health under full cost recovery. The City is still currently owed \$0.3 million for amounts billed to Shared Health for 2019 full cost recovery, but may be settled as part of the 2020 funding close.

## **Snow Removal and Ice Control Over Expenditure**

The Public Works Department has experienced a significant over-expenditure related to snow removal and ice control. During the year, \$42.5 million is expected to be spent on snow removal and ice control operations resulting in a projected over-expenditure of \$7.5 million. The total 2020 Public Works Department snow removal and ice control budget is \$35.0 million. The over expenditures are the result of above-average snow accumulation during January, March and April of 2020. The unusual snow accumulation in April 2020 was the most snowfall in an April in 20 years (2000-2019). April 2020 had 29.8 centimeters of snow versus a 20 year average of 4.6 centimeters (Environment Canada). Snow removal and ice control services are governed by the Council approved Policy on Snow Clearing and Ice Control (<http://winnipeg.ca/publicworks/snow/snowClearing/snowClearingPolicy.stm>)

On October 14, 2020, Standing Committee on Finance gave approval to the Public Works Department to over-expend its 2020 Operating Budget by up to \$9.1 million based on the August 31, 2020 Forecast.

## **Transit**

As of the year ended December 31, 2020, the Transit System is reporting an operating surplus of \$3.9 million (vs. \$3.3 million last Report). This is separate from the General Revenue Fund results.

Transit year-end result has been significantly improved by the receipt of \$32.3 million in SRA funding, which has been recognized as revenue in this fund. Ridership revenues declined significantly due to the COVID-19 pandemic. Between March and December Transit saw ridership decrease (in the range of 45% – 72%) from pre-COVID-19 weekly levels.

It should be noted that all results include a budgeted transfer from the General Revenue Fund of \$67.3 million, as per the 2020 adopted budget.

## **Safe Restart Agreement**

Year-end results included federal Safe Restart Agreement (“SRA”) funding. The City has received \$74.5 million in SRA funding comprised of a municipal portion of \$42.2 million and a Transit portion of \$32.3 million. As part of their 2021 Budget approval on December 16, 2020, Council has approved the allocations of the SRA funding to specific purposes and the impact on the various funds covered in this report has been determined.

The tax-supported budget (General Revenue Fund) is showing revenues in excess of expenditures of \$2.5 million (vs. \$0.4 million deficit last Report) prior to its transfer to the FSR. The municipal portion of the SRA funding is \$42.2 million and has been recognized as revenue in this fund. The Council approved plan has fully allocated the entire \$42.2 million to specific purposes with the net impact on the 2020 General Revenue Fund netting to \$Nil at year-end. A full accounting of the impact of the allocation of the SRA funding is provided in Schedule 7.

Transit has recorded a surplus of \$3.9 million (vs. \$3.3 million last Report). The transit portion of the SRA funding is \$32.3 million and has been recognized as revenue in this fund. SOA's have recorded a surplus of \$2.6 million (vs. \$1.2 million last Report). SOA's include the allocation of SRA funding, which transferred \$7.7 million from the General Revenue Fund to the Winnipeg Parking Authority to backstop revenues shortfalls experienced in the SOA as a result of the COVID-19 pandemic.

Utilities are reporting a surplus of \$29.8 million (\$21.9 million last Report). The change is primarily due to volume increases in sewer and water consumption rates and sewer connection permit revenues. The SRA funding has had no impact on Utilities.

## Other

The Corporate Finance Department has prepared this report showing actual data as at December 31, 2020. Attachments included are the following:

Attachments included are the following:

- Schedule 1 – The City of Winnipeg – General Revenue Fund – Financial Status Report;
- Schedule 2 – The City of Winnipeg – General Revenue Fund – Budget Variances;
- Schedule 3 – The City of Winnipeg – General Revenue Fund – Reconciliation of November Forecast to the December 31, 2020 Year-End Results;
- Schedule 4 – The City of Winnipeg – General Revenue Fund – Net Mill Rate by Department;
- Schedule 5 – The City of Winnipeg – General Revenue Fund – Taxation Revenues;
- Schedule 6 – The City of Winnipeg – Balance of the Financial Stabilization Reserve Fund; and
- Schedule 7 – The City of Winnipeg – Allocation of Federal Safe Restart Agreement Funds.



**FINANCIAL IMPACT**

**Financial Impact Statement    Date: January 27, 2021**

**Project Name:**

**Financial Status Report December 31, 2020**

**COMMENTS:**

This report is prepared for information purposes.

**"Original signed by:** \_\_\_\_\_  
Carlos Matias, CPA, CGA  
Acting Manager of Financial Reporting and Accounting Services

## **CONSULTATION**

This Report has been prepared in consultation with:

All City of Winnipeg Departments

## **OURWINNIPEG POLICY ALIGNMENT**

01-3 Prosperity Direction 1 Provide Efficient and Focused Civic Administration and Governance. This report supports demonstration of accountability by the City's public service through reporting.

## **WINNIPEG CLIMATE ACTION PLAN ALIGNMENT**

N/A

## **SUBMITTED BY**

Department: Corporate Finance  
Division: Corporate Controller's  
Prepared by: Carlos Matias  
Date: February 4, 2021  
File No: N/A

### Attachments:

- Schedule 1 – The City of Winnipeg – General Revenue Fund – Financial Status and Forecast Report
- Schedule 2 – The City of Winnipeg – General Revenue Fund – Budget Variances
- Schedule 3 – The City of Winnipeg – General Revenue Fund – Reconciliation of November Forecast to the December 31, 2020 Year-End Results
- Schedule 4 – The City of Winnipeg – General Revenue Fund – Net Mill Rate by Department
- Schedule 5 – The City of Winnipeg – General Revenue Fund – Taxation Revenues
- Schedule 6 – The City of Winnipeg – Forecasted Balance of the Financial Stabilization Reserve Fund
- Schedule 7 – The City of Winnipeg – Allocation of Federal Safe Restart Agreement Funds

**THE CITY OF WINNIPEG - GENERAL REVENUE FUND**  
**FINANCIAL STATUS REPORT**

Schedule 1

*Actual for the year ending December 31, 2020*

*(in thousands of dollars)*

*(unaudited)*

	Adopted Budget	Year to Date Actual <sup>1</sup>	Variance From Budget
<b>REVENUES</b>			
Taxation <sup>2</sup>	\$ 746,919	\$ 743,010	\$ (3,909)
Government transfers	146,406	196,308	49,902
Regulation fees	76,975	61,496	(15,479)
Sale of goods and services	54,389	46,386	(8,003)
Other	46,894	46,915	21
Payments-in-lieu of taxes	36,731	36,731	-
Interest	23,198	25,733	2,535
Transfer from other funds	12,435	15,441	3,006
<b>Total Revenues</b>	<b>1,143,947</b>	<b>1,172,020</b>	<b>28,073</b>
<b>EXPENSES</b>			
Assessment and taxation	20,270	21,717	(1,447)
Audit	1,379	1,327	52
Chief administrative offices	5,204	4,969	235
City clerks	12,924	12,165	759
Community services	114,968	100,275	14,693
Corporate	73,390	102,866	(29,476)
Corporate finance	8,217	7,799	418
Council	4,018	3,983	35
Customer service and communication	7,244	6,547	697
Fire paramedic service	209,413	212,641	(3,228)
Human resource services	6,026	5,713	313
Innovation, transformation and technology	28,077	24,910	3,167
Legal services	4,459	7,246	(2,787)
Mayor's office	1,832	1,665	167
Museums	765	787	(22)
Planning, property and development	45,908	45,637	271
Police service	304,076	305,030	(954)
Policy and strategic initiatives	820	616	204
Public works	259,007	267,996	(8,989)
Street lighting	12,409	12,437	(28)
Water and waste	23,541	23,172	369
<b>Total Expenses</b>	<b>1,143,947</b>	<b>1,169,498</b>	<b>(25,551)</b>
<b>SURPLUS BEFORE TRANSFER FROM FINANCIAL STABILIZATION</b>	<b>\$ -</b>	<b>\$ 2,522</b>	<b>\$ 2,522</b>

Notes:

(1) See Schedule 4 for comparable departmental view.

(2) See Schedule 5 for further detail.

**THE CITY OF WINNIPEG - GENERAL REVENUE FUND  
BUDGET VARIANCES ARISING FROM THE  
DECEMBER 31, 2020 YEAR END RESULTS (UNAUDITED)**

Schedule 2

*(in millions of dollars)  
(unaudited)*

Assessment and Taxation department's unfavourable variance is due to Council approved temporary waiver of penalties on late payment of property and business taxes, increased provision for uncollectable business taxes and reduction in electricity and entertainment taxes offset by savings in salaries and benefits.	(11.6)
Public Works department's unfavourable variance is mostly due to additional snow clearing program expenditures incurred in 2020, spring clean-up, and flood preparations. These costs are offset by savings in salary and benefit costs.	(7.1)
Fire Paramedic department's unfavourable variance is primarily related to increased costs for salary and benefits (overtime), additional costs for supplies and material related to personal protective equipment's as a result of COVID-19 pandemic and increase provision for uncollectable fees. These additional costs are offset by savings in fleet leasing and computer purchase delays.	(4.3)
Police department's unfavourable variance is primarily related to net impact to the photo enforcement program, decrease in traditional revenue fines and unrealized police pension savings. This is partially offset by salary and benefit savings.	(3.2)
Legal Services department's unfavourable variance is mostly related to an increase in external legal fees.	(2.8)
Planning, Property and Development's unfavourable variance is as a result of reduction in revenues received from regulation fees (net of Permit Reserve transfers) and sale of goods and services.	(1.8)
City Clerks department's favourable variance is largely a result of increased appeals received at the Board of Revision and reversal of a prior election rebate.	1.4
Corporate Finance department's favourable variance is largely a result of higher than anticipated interest earned on short term investments.	2.6
Innovation, Transformation and Technology department's favourable variance is primarily a result of salary and benefit savings.	3.2
Community Services department's favourable variance is primarily a result of the impact of COVID-19 to services and programming. This includes savings related to the temporary layoff and delay of hiring staff which is partially offset by reduced program revenues.	6.8
Corporate department's favourable variance is primarily a result of expected disaster financial assistance funding to be received from the October 2019 storm event, debt and finance savings, federal Safe Restart funding and Council approved plans for allocation of these funds. This additional funding is expected to be offset by unrealized pension savings, and corporate efficiencies being realized in other departments.	17.1
Other departmental revenues and expenses.	<u>2.2</u>
<b>General Revenue Fund Surplus before Transfer</b>	<u><b>2.5</b></u>
Transfer to the Financial Stabilization Reserve	<u>(2.5)</u>
<b>General Revenue Fund Surplus/(Deficit)</b>	<u><b>\$ -</b></u>

(1) See Schedule 1 and 4 for breakdowns of other departmental revenues and expenses.

**THE CITY OF WINNIPEG - GENERAL REVENUE FUND**    **Schedule 3**  
**RECONCILIATION OF THE NOVEMBER FORECAST TO THE**  
**DECEMBER 31, 2020 YEAR END RESULTS (UNAUDITED)**

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

Forecasted General Revenue Fund Deficit - November 30, 2020	\$ (0.4)
Corporate department's unfavorable variance is mostly related to the corporate efficiencies realized in other departments.	(3.2)
Innovation, Transformation and Technology (ITT) department's favourable variance mostly relates to delays on ITT projects due to COVID-19.	1.0
Police Services department's favourable variance primarily relates to savings in salary and benefit offset partially by a shortfall in net revenues from photo enforcement.	1.4
Community Services department's favourable variance relates to savings in salary and benefits and costs associated with facilities maintenance charges.	2.6
Other departmental revenues and expenses.	<u>1.1</u>
<i>General Revenue Fund Surplus before transfer</i>	<u>2.5</u>
Transfer to the Financial Stabilization Reserve	<u>(2.5)</u>
<i>General Revenue Fund Surplus/(Deficit)</i>	<u>\$ -</u>

THE CITY OF WINNIPEG - GENERAL REVENUE FUND

Schedule 4

FINANCIAL STATUS REPORT

Actual for the year ending December 31, 2020  
(in thousands of dollars)  
(unaudited)

	Revenues			Expenses			Net Mill Rate
	Adopted Budget	Actual	Variance Budget/Actual	Adopted Budget	Actual	Variance Budget/Actual	Variance Budget/Actual
Assessment and taxation	\$ 745,560	\$ 735,439	\$ (10,121)	\$ 20,270	\$ 21,717	\$ (1,447)	\$ (11,568)
Audit	-	-	-	1,379	1,327	52	52
Chief administrative offices	-	-	-	5,204	4,969	235	235
City clerks	96	692	596	12,924	12,165	759	1,355
Community services	18,008	10,141	(7,867)	114,968	100,275	14,693	6,826
Corporate	126,571	173,121	46,550	73,390	102,866	(29,476)	17,074
Corporate finance	7,119	9,281	2,162	8,217	7,799	418	2,580
Council	-	-	-	4,018	3,983	35	35
Customer service and communication	70	80	10	7,244	6,547	697	707
Fire paramedic service	70,978	69,865	(1,113)	209,413	212,641	(3,228)	(4,341)
Human resource services	-	-	-	6,026	5,713	313	313
Innovation, transformation and technology	-	-	-	28,077	24,910	3,167	3,167
Legal services	475	510	35	4,459	7,246	(2,787)	(2,752)
Mayor's office	-	-	-	1,832	1,665	167	167
Museums	-	22	22	765	787	(22)	-
Planning, property and development	49,568	47,484	(2,084)	45,908	45,637	271	(1,813)
Police service	46,508	44,283	(2,225)	304,076	305,030	(954)	(3,179)
Policy and strategic initiatives	-	-	-	820	616	204	204
Public works	77,827	79,737	1,910	259,007	267,996	(8,989)	(7,079)
Street lighting	-	-	-	12,409	12,437	(28)	(28)
Waterworks and waste	1,167	1,365	198	23,541	23,172	369	567
<b>Surplus before Transfers</b>	<b>\$ 1,143,947</b>	<b>\$ 1,172,020</b>	<b>\$ 28,073</b>	<b>\$ 1,143,947</b>	<b>\$ 1,169,498</b>	<b>\$ (25,551)</b>	<b>\$ 2,522</b>

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

Schedule 5

*Actual for the year ending December 31, 2020*  
*(in thousands of dollars)*  
*(unaudited)*

	<b>Adopted Budget</b>	<b>Year to Date Actual</b>	<b>Variance From Budget</b>
Property taxes	\$ 634,562	\$ 636,281	\$ 1,719
Business taxes	57,916	59,575	1,659
Transfer to Financial Stabilization Reserve*	-	(3,371)	(3,371)
	<u>692,478</u>	<u>692,485</u>	<u>7</u>
Street renewal frontage levy	63,796	63,585	(211)
Electricity tax	20,300	18,792	(1,508)
Gas tax	2,800	2,421	(379)
Other taxation	<u>4,276</u>	<u>2,458</u>	<u>(1,818)</u>
<b>Total taxation and payments-in-lieu of taxes revenue</b>	<b><u>\$ 783,650</u></b>	<b><u>\$ 779,741</u></b>	<b><u>\$ (3,909)</u></b>
Taxation	\$ 746,919	\$ 743,010	\$ (3,909)
Payments-in-lieu of taxes	<u>36,731</u>	<u>36,731</u>	<u>-</u>
<b>Total taxation and payments-in-lieu of taxes revenue</b>	<b><u>\$ 783,650</u></b>	<b><u>\$ 779,741</u></b>	<b><u>\$ (3,909)</u></b>

\* On September 28, 2011, City Council approved a report from the Executive Policy Committee to permit transfer 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 - BALANCE OF THE  
FINANCIAL STABILIZATION RESERVE FUND**

Schedule 6

*Actual for the year ending December 31, 2020  
(in thousands of dollars)  
(unaudited)*

---

	<u>Actual</u>
Opening balance - Financial Stabilization Reserve (FSR)	\$ 107,766
Add:	
Estimated net interest earnings	497
Budgeted transfer from the General Revenue Fund	5,380
Transfer to the Financial Stabilization Reserve Fund for Net Taxes Added	3,371
Commitment Reserve - unspent 2019 amounts	355
Tax Supported - unaudited year-end results	<u>2,522</u>
	<u>12,125</u>
Estimated closing balance - Financial Stabilization Reserve	<u>\$ 119,891</u>



**THE CITY OF WINNIPEG - ALLOCATION OF FEDERAL  
SAFE RESTART AGREEMENT FUNDS**

Schedule 7

*forecasted for the year ending December 31, 2020*

*(in millions of dollars)*

*(unaudited)*

	General Revenue Fund	Transit
Federal Safe Restart Agreement revenues:	\$ 42.2	\$ 32.3
Allocation Plan - approved by Council		
Reverse replacing CTC with debt	(15.6)	(2.8)
Reverse Transfer from LOR	(8.0)	-
Transfer to parking SOA	(7.7)	-
Transfer to General Purpose Reserve*	(8.9)	-
Transfer to Housing Reserve**	(2.0)	-
Transit - Mitigate revenue shortfalls	-	(29.5)
	<u>(42.2)</u>	<u>(32.3)</u>
Net impact of Safe Restart funds	<u>\$ -</u>	<u>\$ -</u>

\*Council approved transfer of \$8.9 to the General Purpose Reserve to support the COVID-19 Economic Recovery and Community Support Program. Initiatives include: Re-establishment of the Economic Development Office (\$0.5); Improvements to the planning, development processes (\$0.8); Cover a portion of revenue shortfalls for re-introduction of property and business tax penalty waivers in 2021 (\$3.8); Winnipeg Wellness Support grant (\$0.6); Economic Support Grant Program (\$3.0), and mental health supports for front line workers in ambulance and fire emergency services (\$0.2).

\*\*Investment to support the City's Affordable Housing Strategy.