

# 2021 Audited Financial Statements and Financial Reports

## ISSUE

Each year the City of Saskatoon's (City) Audited Consolidated Financial Statements are presented to City Council for information following a formal review and approval by the Standing Policy Committee on Finance.

## BACKGROUND

At its meeting April 25, 2022, when considering the 2021 preliminary year-end financial results, subject to an external audit, City Council resolved:

- “1. That the following transfers to reserves be waived and the surpluses remain within the programs to help offset the corporate deficit:
  - a. \$57,700 to the Animal Service Reserve;
  - b. \$274,215 to the Reserve for Unexpended Youth Sports Subsidy Funds;
  - c. \$714,030 to the Parks Division Grounds Maintenance Stabilization Reserve;
  - d. \$11,563 to the Impoundment Program Stabilization Reserve;
2. That \$3,711,105 contingency from the reallocation of the Canada Community Building Funds be transferred from contingency to help offset the deficit;
3. That an additional Return on Investment (ROI) is paid from the Water and Wastewater Utility in the amount of \$1,720,300 to help offset the corporate deficit; and
4. That the remaining deficit of \$1,107,218 be transferred from the Fiscal Stabilization Reserve to balance the budget.”

## CURRENT STATUS

The annual audit of the City's Consolidated Financial Statements has been conducted by the contracted external auditor, Deloitte LLP, which has presented its report to the Standing Policy Committee on Finance at its In Camera meeting on August 15, 2022.

The Consolidated Financial Statements include all the City's entities, including the civic operating and capital programs, Saskatoon Public Library, TCU Place, SaskTel Centre, Remai Modern Art Gallery of Saskatchewan and Saskatoon Police Service. In addition, the City's Pension Plans are included in these statements.

## DISCUSSION/ANALYSIS

### City of Saskatoon 2021 Audited Consolidated Financial Statements

The preliminary 2021 operating net deficit of \$1.10 million, after the waiving of the reserve transfers, reallocation of funds and the additional ROI, has been confirmed as seen on Schedule 4 (Schedule of Revenues and Expenditures) in the 2021 Audited Consolidated Financial Statements (Appendix 1).

The City's 2021 Audited Consolidated Financial Statements have been prepared in accordance with Canadian Public Sector Accounting Standards as established the Public Sector Accounting Board (PSAB). The report has also been completed in accordance with direction specified in The Cities Act.

The City's Financial Position remains in a healthy position with the balance of all reserves at \$270.4 million, increased from \$208.7 million in 2020.

Highlights of the Consolidated Financial Statements are included in the Summary of Consolidated Financial Statements (Appendix 2).

### Other 2021 Financial Reports

In addition to the 2021 Audited Consolidated Financial Statements, the following reports are appended to this report:

- 2021 Audited Financial Statements – Civic Boards (Appendix 3)
- 2021 Financial Statements – Superannuation Plans (Appendix 4)
- 2021 Financial Statements – Saskatoon Public Library (Appendix 5)

All Civic Board statements are signed by the appropriate boards, except for the TCU Place statements; however, these were approved by their board. The Superannuation Plans financial statements are draft statements, except for the Seasonal and Non-Permanent Part-Time Employees statements which are the final signed documents. All superannuation plan boards have approved their statements.

### **OTHER IMPLICATIONS**

There are no privacy, legal, social, financial or environmental implications identified.

### **NEXT STEPS**

Once the reports have been received by City Council, the 2021 Annual Report will be finalized, which will include the results of the 2021 Business Plan and the Audited Consolidated Financial Statements.

The 2021 Annual Report will be posted on the City's website following the digital first strategy.

### **APPENDICES**

1. 2021 Draft Audited Consolidated Financial Statements
2. Summary of 2021 Consolidated Financial Statements
3. 2021 Audited Financial Statements – Civic Boards
4. 2021 Financial Statements – Superannuation Plans
5. 2021 Audited Financial Statements – Saskatoon Public Library

### **REPORT APPROVAL**

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