

## Summary of 2022 Consolidated Financial Statements

For 2022 the City of Saskatoon (City) had consolidated operating revenues of \$1.14 billion, along with consolidated operating expenses of \$922.7 million, resulting in a net surplus of \$214.8 million. Overall, the City has strengthened its accumulated surplus from \$4.8 billion to \$5.0 billion, an increase of 4.2% over 2021 figures.

### Revenues

1. Taxation Revenues increased by 4.7% from \$294.4 million to \$308.2 million, due to the Council approved 2022 property tax increase of 3.86%, along with a growth in the number of properties captured in the City's Property Tax role, or other status changes throughout the year.
2. General revenues increased from \$44.2 million in 2021 to \$65.8 million in 2022. This is due in large part to the recovery of revenues from SaskTel Centre and TCU Place.
3. Investment Income decreased by 4% from \$15.2 million to \$14.6 million, due to a one-time capital gain that occurred in 2021 from a sale of a bond.

### Expenses

1. Expenses of \$922.7 million for 2022 saw an increase of 4.0% over 2021 figures due in part to an increase in the approved budget expenditures and the higher than budgeted expenditures of \$6.0 million within the Snow and Ice Management program for the additional snow events with high snow accumulation within 2022.

### Assets

1. Cash and Cash Equivalents decreased from \$133.9 million in 2021 to \$60.4 million, and investments increased from \$494.1 million to \$545.6 million. This change from cash to investments was due to the changing rates throughout 2022 where investments became favourable over holding cash in the bank accounts.
2. When looking at the City's overall level of liquidity, the Finance Department looks at the City's Total Financial Assets, which is a combination of Cash, Receivables, and Other Assets and Investments. When comparing these totals between 2021 and 2022, the City strengthened its Total Financial Assets by 0.8% from \$795.9 million to \$802.4 million.

### Liabilities

1. Long-Term Debt decreased by 6% from \$295.1 million to \$277.0 million, due to debt payments throughout 2022.
2. Similar to Assets, the City's overall level of financial liabilities is a combination of Accounts Payable and Accrued Liabilities, Deferred Revenue, Term Debt, Accrued Pension Liability and Employee Benefits Payable. When comparing these totals between 2021 and 2022, the City decreased its Total Financial Liabilities by 13.0% from \$635.1 million to \$552.3 million.

### Reserves

Overall reserves decreased by 3.9% from \$270.4 million to \$259.8 million. The decrease in the stabilization reserves was largely due to the use of the \$6.7 million in the Fiscal Stabilization reserve to balance off the 2022 year-end deficit. Additionally, the Property Realized Reserve decreased from \$46.2 to \$31.9 million mostly due to additional land purchases.