

Consolidated Financial Statements

City of Saskatoon, Saskatchewan, Canada

Year Ended December 31, 2023

DRAFT

DRAFT - Independent Auditor's Report

To His Worship the Mayor and City Council of
City of Saskatoon

Opinion

We have audited the financial statements of the City of Saskatoon (the "City"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, cash flows and changes in net financial assets for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2023, and the results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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 – Comparative Information

We draw attention to Note 2 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2022 has been restated.

Note 2 to the financial statements explains the reason for the restatement and also explains the adjustments that were applied to restate comparative information.

Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon, in the Annual Report, and schedules 1–4 and appendices 1–8 immediately following the financial statements.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Annual Report, schedules 1-4 and appendices 1-8 prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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 City'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 City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City'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 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 GAAS 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 these financial statements.

As part of an audit in accordance with Canadian GAAS, 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 City'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 City'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 City 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 represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the City to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We 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.

Chartered Professional Accountants
Saskatoon, Saskatchewan
Date

Consolidated Statement of Financial Position**As at December 31, 2023****(in thousands of dollars)**

| | 2023 | 2022 |
|--|---------------------|-------------------|
| | | (Restated Note 2) |
| Financial Assets | | |
| Cash and Cash Equivalents | \$ 79,433 | \$ 60,430 |
| Accounts Receivable and User Charges (Note 4) | 140,984 | 172,452 |
| Taxes Receivable (Note 5) | 17,968 | 17,300 |
| Pension Asset (Note 7) | 2,507 | 6,553 |
| Investments (Note 8) | 582,405 | 545,616 |
| Total Assets | 823,297 | 802,351 |
| Financial Liabilities | | |
| Accounts Payable and Accrued Liabilities (Note 9 and 17) | 117,396 | 119,901 |
| Deferred Revenue (Note 11) | 93,298 | 90,892 |
| Long-Term Debt (Note 12) | 263,043 | 276,966 |
| Employee Benefits Payable (Note 13) | 43,332 | 46,881 |
| Asset Retirement Obligation (Note 2, 10) | 36,970 | 35,166 |
| Total Financial Liabilities | 554,039 | 569,806 |
| Total Net Financial Assets | 269,258 | 232,545 |
| Non-Financial Assets | | |
| Prepaid Expenses | 19,854 | 11,486 |
| Inventories (Note 6) | 34,659 | 34,824 |
| Tangible Capital Assets (Note 14) | 4,836,145 | 4,734,973 |
| Total Non-Financial Assets | 4,890,658 | 4,781,283 |
| Accumulated Surplus (Note 15) | \$ 5,159,916 | \$5,013,828 |

The accompanying notes are an integral part of these consolidated statements.

Commitments and Contingent Liabilities (Note 16)

Consolidated Statement of Operations

As at December 31, 2023

(in thousands of dollars)

| | 2023 Budget (Note 24) | 2023 | 2022 (Restated Note 2) |
|---|-----------------------------|---------------------|------------------------------|
| Revenues | | | |
| Contribution from Developers & Others - Capital | \$ 27,766 | \$ 27,766 | \$ 83,739 |
| Contribution from Developers & Others-Operating | 41,649 | 41,649 | 67,207 |
| Franchise Fees | 22,142 | 22,664 | 20,963 |
| General Revenues | 82,488 | 79,797 | 65,770 |
| Government Transfers - Capital (Note 19) | 60,273 | 60,273 | 57,323 |
| Government Transfers - Operating (Note 19) | 77,753 | 77,753 | 71,854 |
| Grants in lieu of Taxes (Note 20) | 8,246 | 8,743 | 8,459 |
| Investment Income | 14,268 | 19,750 | 14,582 |
| Taxation (Note 20) | 330,030 | 324,261 | 308,177 |
| User Fees | 470,950 | 472,030 | 439,399 |
| Total Revenues | 1,135,565 | 1,134,686 | 1,137,473 |
| Expenses (Note 21) | | | |
| Arts, Culture and Events Venues | 69,339 | 68,908 | 45,959 |
| Community Support | 21,109 | 20,042 | 19,379 |
| Corporate Asset Management | 11,580 | 13,188 | 13,449 |
| Corporate Governance & Finance | 57,129 | 64,392 | 61,317 |
| Debt Servicing | 9,148 | 9,147 | 11,062 |
| Environmental Health | 20,531 | 26,338 | 18,292 |
| Land Development | 8,654 | 44,199 | 54,658 |
| Recreation and Culture | 58,618 | 58,725 | 60,279 |
| Saskatoon Fire | 57,378 | 59,673 | 53,722 |
| Saskatoon Police Service | 126,789 | 126,920 | 120,808 |
| Saskatoon Public Library | 20,139 | 24,238 | 22,246 |
| Taxation and General Revenues | 6,243 | 9,563 | 5,453 |
| Transportation | 189,162 | 207,700 | 178,245 |
| Urban Planning and Development | 21,964 | 25,345 | 28,814 |
| Utilities | 209,389 | 230,220 | 213,306 |
| Total Expenses | 887,172 | 988,598 | 906,989 |
| Surplus of Revenues Over Expenses | 248,393 | 146,088 | 230,484 |
| Accumulated Surplus, Beginning of Year as Previously Reported | 5,013,828 | 5,013,828 | 4,809,709 |
| Modified Retroactive Adjustment (Note 2) | - | - | (26,365) |
| Accumulated Surplus, Beginning of Year as Restated | 5,013,828 | 5,013,828 | 4,783,344 |
| Accumulated Surplus, End of Year (Note 15) | \$5,262,221 | \$ 5,159,916 | \$5,013,828 |

The accompanying notes are an integral part of these consolidated statements.

Consolidated Statement of Cash Flows

As at December 31, 2023

(in thousands of dollars)

| | 2023 | 2022 (Restated Note 2) |
|---|------------------|---------------------------|
| Operating Activities: | | |
| Surplus of Revenues over Expenses | \$146,088 | \$230,484 |
| Items Not Affecting Cash: | | |
| Amortization | 154,974 | 149,194 |
| Contributed Tangible Capital Assets | (15,410) | (26,352) |
| Loss on Sale of Tangible Capital Assets | 1,754 | 1,788 |
| Asset Retirement Obligation | 1,804 | 1,792 |
| Net Change In Non-Cash Items: | | |
| Accounts Receivable and User Charges | 31,468 | (19,960) |
| Taxes Receivable | (668) | (1,867) |
| Pension Asset | 4,046 | (6,553) |
| Prepaid Expenses | (8,368) | (5,139) |
| Inventories | 165 | (7,329) |
| Accounts Payable and Accrued Liabilities | (2,505) | (55,485) |
| Deferred Revenue | 2,406 | (19,043) |
| Pension Liability | - | (7,284) |
| Employee Benefits Payable | (3,549) | (525) |
| | 312,205 | 233,721 |
| Investing Activities: | | |
| Purchase of Investments | (164,190) | (178,009) |
| Proceeds on Sale of Investments | 127,401 | 126,480 |
| | (36,789) | (51,529) |
| Financing Activities: | | |
| Advance of Long-Term Debt | 1,833 | 1,833 |
| Repayment of Long-Term Debt | (15,756) | (19,977) |
| | (13,923) | (18,144) |
| Capital Activities: | | |
| Acquisition of Tangible Capital Assets | (243,981) | (237,890) |
| Proceeds on Sale of Tangible Capital Assets | 1,491 | 395 |
| | (242,490) | (237,495) |
| Increase (Decrease) in Cash and Cash Equivalents | 19,003 | (73,447) |
| Cash and Cash Equivalents, Beginning of Year | 60,430 | 133,877 |
| Cash and Cash Equivalents, End of Year | \$ 79,433 | \$ 60,430 |

The accompanying notes are an integral part of these consolidated statements.

Consolidated Statement of Changes in Net Financial Assets**For the Year Ended December 31, 2023****(in thousands of dollars)**

| | 2023 Budget (Note 24) | 2023 | 2022 (Restated Note 2) |
|---|-----------------------------|-------------------|------------------------------|
| Surplus of Revenues over Expenses | \$ 248,393 | \$ 146,088 | \$ 230,484 |
| Acquisition of Tangible Capital Assets | (258,157) | (243,981) | (237,890) |
| Proceeds on Sale of Tangible Capital Assets | - | 1,491 | 395 |
| Loss on Sale of Tangible Capital Assets | - | 1,754 | 1,788 |
| Contributed Assets | - | (15,410) | (26,352) |
| Amortization | 154,755 | 154,974 | 149,194 |
| Net Change in Prepaid Expenses | - | (8,368) | (5,139) |
| Net Change in Inventories | - | 165 | (7,329) |
| Increase in Net Financial Assets | 144,991 | 36,713 | 105,151 |
| Net Assets, Beginning of Year As Restated | 232,545 | 232,545 | 127,394 |
| Net Assets, End of Year | \$ 377,536 | \$269,258 | \$232,545 |

The accompanying notes are an integral part of these consolidated statements.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies

a. Nature of the Organization

The City of Saskatoon (the "City") is a municipality in the Province of Saskatchewan, incorporated in 1901 as a village and 1906 as a city and operates under the provisions of *The Cities Act* effective January 1, 2003.

The consolidated financial statements of the City are prepared by management in accordance with Public Sector Accounting Standards ("PSAS"), as recommended by the Chartered Professional Accountants of Canada ("CPA Canada"). The consolidated financial statements were prepared by the City's Finance Division. Significant aspects of the accounting policies adopted by the City are as follows:

b. Basis of Consolidation

i. Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenses, and fund balances of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their financial affairs and resources to the City and which are wholly owned or controlled by the City, namely:

- ◆ Mendel Art Gallery (Operating as "Remai Modern Art Gallery") (100 percent)
- ◆ Centennial Auditorium (Operating as "TCU Place") (100 percent)
- ◆ Saskatchewan Place (Operating as "SaskTel Centre") (100 percent)
- ◆ Saskatoon Public Library ("Library") (100 percent)
- ◆ Saskatchewan Information and Library Services Consortium Inc. ("SILS") *

All Schedules (1 to 4) and Appendices (1 to 8) are unaudited. All inter-fund transactions and balances have been eliminated through the consolidation. Schedule 4 (unaudited), and supporting Appendices 1 to 8 (unaudited), include only those revenues and expenses reflected in the City's annual operating budget, which is prepared to identify the City's property tax requirements. Excluded from this Schedule are the operations of the Remai Modern Art Gallery, TCU Place, SaskTel Centre, Library, and the Sinking Fund.

*The Library has a 24.86 percent (2022 – 24.86 percent) interest in the SILS, which has been proportionately consolidated.

The operations of the Business Improvement Districts are not reflected in the consolidated financial statements.

ii. Trust and Pension Funds

Trust funds (see Note 18) and pension funds and their related operations administered by the City are not reflected in the consolidated financial statements.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. *Significant Accounting Policies (continued)*

b. *Basis of Consolidation (continued)*

iii. **Accounting for School Board Transactions**

The taxation, other revenues, expenses, assets, and liabilities with respect to the operations of the school boards, are not reflected in the municipal fund balances of these financial statements. Amounts due to/from school boards are reported on the Consolidated Statement of Financial Position as accounts payable and accrued liabilities/accounts receivable.

c. **Basis of Accounting**

i. **Use of Estimates**

The preparation of consolidated financial statements in accordance with PSAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have an impact on future periods. Significant estimates include accrued pension balances, asset retirement obligations, contingent liabilities and commitments, provision for doubtful accounts, employee benefits payable, contaminated sites remediation, the amortization of tangible capital assets, and the allocation of costs associated with land development, including contributions from developers.

ii. **Financial and Non-financial Assets and Liabilities**

Financial assets and financial liabilities have been presented separately from the non-financial assets of the City on the Consolidated Statement of Financial Position. A financial asset is defined as an asset that can be used to discharge existing liabilities or finance future operations and is not for consumption in the normal course of operations. A financial liability is a contractual obligation to deliver cash or another financial asset to another entity. Non-financial assets are those that are normally employed to provide future services and have useful lives extending beyond the current year.

iii. **Cash and Cash Equivalents**

Cash and cash equivalents consist of cash on hand and short-term highly liquid investments with original maturities of 90 days or less at the date of acquisition and which are subject to an insignificant risk of change in value. Cash and cash equivalents are recorded at fair market value.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued)

c. Basis of Accounting (continued)

iv. Investments

The City does not hold any investments in an active market and records investments at amortized cost using the effective interest method. Premiums and discounts are amortized over the life of the investment. Investment transactions are accounted for at the settlement date. Investment income is recorded on the accrual basis. When there has been a loss in the value of an investment that is other than a temporary decline, the investment is written down to recognize the loss and the loss is recognized in the consolidated statement of operations.

v. Asset Retirement Obligation

An asset retirement obligation is recognized when, as at the financial reporting date, there is a legal obligation to incur retirement costs in relation to a tangible capital asset, the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities based on information available at year end.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset. The asset retirement cost is amortized over the useful life of the related asset.

The City reviews the carrying amount of the liability and recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to timing, amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset. The City continues to recognize the liability until settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Included in asset retirement obligations are landfill closure and post-closure liabilities. The costs to close and maintain solid waste landfill sites are based on estimated future expenses, adjusted for inflation and discounted to current dollars. The reported liability is based on estimates and assumptions with respect to events using the best information available to management. Future events, such as changes to regulatory requirements, may result in significant changes to the estimated total expenses and will be recognized prospectively, as a change in estimate, when applicable. Previously, The City recorded a provision for site rehabilitation in accordance with PS 3270, Solid Waste Landfill Closure and Post-Closure Liability, which requires the recognition of a liability for closure and post-closure care as site capacity is used and is equal to the proportion of the estimated total expenditures required for closure and post-closure care.

vi. Deferred Revenue

Deferred revenue represents amounts received from third parties for specified operating and capital purposes. These amounts include government transfers, which are externally restricted until it is used for the purpose intended. Also included in deferred revenue are contributions from developers, advanced sales of goods and services and amounts for advanced ticket sales which are recognized as revenue in the period when the related expenses are incurred to reflect the completion of the City's and Board's performance obligations.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued)

c. Basis of Accounting (continued)

vii. Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development, or betterment of the asset. The cost less residual value of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

| | |
|---------------------------------|------------------------|
| ◆ Buildings | 25 to 50 years |
| ◆ Plants and Facilities | 20 to 50 years |
| ◆ Roadways | 20 to 75 years |
| ◆ Underground Networks | 50 to 75 years |
| ◆ Electrical Utility | 10 to 45 years |
| ◆ Vehicles | 4 to 30 years |
| ◆ Traffic Control | 15 to 30 years |
| ◆ Machinery and Equipment | 5 to 25 years |
| ◆ Land Improvements | 20 to indefinite years |
| ◆ Furniture and Fixtures | 20 years |
| ◆ Information and Communication | 15 years |

Amortization is charged in the month a tangible capital asset is put into service and is depreciated until the time of disposal. Assets under construction are not depreciated until the asset is available for use.

Interest costs for the construction and development of tangible capital assets are not capitalized.

(a) Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and are recorded as revenue in Contributions from Developers - Capital.

(b) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risk incidental to ownership of property are accounted for as capital leases and are amortized at the shorter of their useful life or lease term. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred. Lease arrangements where the City is the lessor is accounted for as an operating lease and related income is recorded to rental income when earned.

(c) Land under roads

Land under roads that is acquired other than by a purchase agreement is valued at cost.

(d) Cultural, historical and works of art

The City manages and controls various works of art and non-operational historical and cultural assets including buildings, artifacts, paintings and sculptures located at City sites and public display areas. These assets are not recorded as tangible capital assets and are expensed.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued)

d. Basis of Accounting (continued)

vii. Inventories

(a) Materials and Supplies

Inventories of materials and supplies are valued at the lower of cost and net realizable value. Cost is determined using an average cost basis.

(b) Land Inventory

The City is one of the primary property developers in the municipality. Land inventory for resale is recorded at the lower of adjusted cost and net realizable value. Adjusted cost includes amounts for land acquisition and improvements to prepare the land for sale.

viii. Revenues and Expenses

Revenues are accounted for in the period in which the transaction or event occurred that gave rise to the revenues. Funds from development charges for services that have not yet been provided at the time the charges are collected are accounted for as deferred revenue until used for the purpose specified.

Expenses are recorded using the accrual basis of accounting whereby expenses are recognized as they are incurred and measurable based upon receipt of goods and services and/or the legal obligation to pay.

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by City Council on November 29, 2022. Any Council-approved changes made to capital budgets throughout the fiscal year have been excluded from the 2023 budgeted amounts.

ix. Property Tax Revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal. A provision has been recorded in Accounts Payable and Accrued Liabilities for potential losses on assessment appeals outstanding as of December 31, 2023.

x. Government Transfers

Government transfers are recognized in the financial statements as revenues in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria have been met, and reasonable estimates of the revenue amount can be made. Government transfers, where funding has been received, that have not met the requirements of stipulations, if any, are recorded as deferred revenue in the Statement of Financial Position and are recognized as revenue when the stipulations are met.

Government transfer programs include operations funding received from Funding Agreements such as the Federal Gas Tax Revenue Transfer Program, the Urban Highway Connector Program, the Provincial Revenue Sharing Program, the Provincial and Federal Police funding programs, Municipal Economic Enhancement Program as well as Transit and Library Funding Agreements. The use of these funds are restricted to eligible expenses as identified in the funding agreements. Authorization and approval are required before the funds can be expended.

xi. Donated or Contributed Capital Assets

Donated or contributed capital assets are recorded at fair value at the date of contribution.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued) d. Basis of Accounting (continued)

xii. Pension Amounts

The City of Saskatoon makes contributions to the General Superannuation, Part-Time and Seasonal Employee Superannuation, Police Superannuation, Saskatoon Police Pension Plan, Fire and Protective Services Department Superannuation Plan and Saskatoon Firefighters' Pension Plan on behalf of its staff. The General Superannuation, Police Superannuation and Fire and Protective Services Department Superannuation plans are defined benefit plans with the exception of the Part-Time and Seasonal Employee plan, which is a defined contribution plan. The Police Pension Plan and Saskatoon Firefighters' Pension Plans are contributory target benefit plans. Pension expense for the defined benefit plans are based on actuarially determined amounts. Pension expense for the defined contribution and contributory target benefit plans are based on the City's contributions.

xiii. Public-Private Partnerships

A public-private partnership ("P3s") is a contractual agreement between a public authority and a private entity for the provision of infrastructure and/or services. The City's P3s are assessed based on the substance of the underlying agreement and are accounted as follows:

- ◆ Costs incurred during construction or acquisition are recognized in the work-in-progress and liability balances based on the estimated percentage complete.
- ◆ Construction costs, as well as the combined total of future payments, are recognized as a tangible capital asset and amortized over the useful life once the asset is in service.
- ◆ Sources of funds used to finance the tangible capital asset and future payments are classified based on the nature of the funds, such as debt, grants, and/or reserves.

xiv. Provision for Contaminated Sites

The Environmental Management and Protection Act (Saskatchewan) sets out the regulatory requirements in regard to contamination. Under this Act, there is a requirement for the persons responsible to address the contamination that is causing or has caused an adverse effect. A liability is recorded for sites where contamination exists that exceeds an environmental standard. The City is legally responsible or has accepted responsibility for the contamination, future economic benefits are expected to be given up and a reasonable estimate for the provision can be made.

The liability is estimated based upon information that is available when the financial statements are prepared. It is based upon the costs directly attributable to the remediation activities required using a present value measurement technique.

xv. Accumulated Surplus/Deficit

Accumulated surplus/deficit represents the City's net economic resources. It is an amount by which all assets (financial and non-financial) exceed liabilities. An accumulated surplus indicates that the City has net resources (financial and non-financial) that can be used to provide future services. An accumulated deficit means that liabilities are greater than assets.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued) d. Basis of Accounting (continued)

xvi. Financial Instruments

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the consolidated statement of remeasurement gains and losses. Upon settlement, the realized gains and losses are reclassified to the consolidated statement of operations except for the gains on externally restricted financial liabilities which are recognized as an increase to the liability.

Financial instruments are classified as Level 1, 2 or 3 for the purposes of describing the basis of the inputs used to measure the fair values of financial instruments in the fair value measurement category, as described below:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Market-based inputs other than quoted prices that are observable for the asset or liability either directly or indirectly.

Level 3 – Inputs for the asset or liability that are not based on observable market data; assumptions are based on the best internal and external information available and are most suitable and appropriate based on the type of financial instrument being valued in order to establish what the transaction price would have been on the measurement date in an arm's length transaction.

For financial instruments measured at amortized cost, the effective interest rate method is used to determine interest revenue or expense. Transaction costs are a component of cost for financial instruments that are measured at amortized cost and expensed when measured at fair value.

All financial assets except derivatives are assessed annually for impairment. An impairment of a financial asset is recognized as a decrease in revenue. A write-down of an investment to reflect a loss in value is not reversed for a subsequent increase in value.

The City evaluates contractual rights and obligations for the existence of embedded derivatives and elects to either measure the entire contract at fair value or separately measure the value of the derivative component when the characteristics of the derivative are not closely related the economic characteristics and risks of the host contract itself. Only contractual rights and/or obligations entered into or continuing to be effective on or after January 1, 2023 are evaluated for the existence of embedded derivatives.

xvii. Foreign Currency

Transaction amounts denominated in foreign currencies are translated into their Canadian Dollar equivalents at exchange rates prevailing at the transaction dates. Carrying values of monetary assets and liabilities and non-monetary items included in the fair value category reflect the exchange rates at the consolidated statement of financial position date.

Unrealized foreign exchange gains and losses are recognized in the consolidated statement of remeasurement gains and losses. In the period of settlement, foreign exchange gains and losses are reclassified to the consolidated statement of operations, and the cumulative amount of remeasurement gains and losses is reversed in the consolidated statement of remeasurement gains and losses.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued)

d. Basis of Accounting (continued)

xviii. Related Party Disclosure

Related Party Disclosure (PS 2200) standard covers disclosure of related parties. Parties are considered related when one party has the ability to exercise control or shared control over the other, it could be an individual or an entity. Key management personnel include members of council, general managers and their close family members including their spouse and dependents.

Disclosure will include information about the types of related party transactions and the relationship underlying them especially when they have occurred at a value different from that which would have been arrived at if the parties were unrelated; and they have, or could have, a material financial effect on the financial statements.

As of December 31, 2023, there are no material transactions for disclosure from related parties' personnel (2022 - nil).

d. Adoption of New Accounting Standards

In 2023, the City adopted the following five accounting standards to comply with Public Sector Accounting Standards (PSAS). Adoption of these standards require all public sector entities to assess information using definitions, criteria and exceptions provided in the standards and apply professional judgement to comply with the disclosure requirements of each standard.

i. Asset Retirement Obligations

Asset Retirement Obligation (PS 3280) establishes standards on when to recognize, and how to account for and report a liability for asset retirement obligations associated with the tangible capital assets controlled by a public sector entity. This standard covers the entity's legal obligations established by agreement, contract or legislation, including obligations created by a promissory estoppel for tangible assets controlled by a public sector entity that are in productive use and that are no longer in productive use. This standard includes obligations for solid waste landfill sites and post-closure obligations and has been adopted on a modified retroactive basis. The impact of the adoption of this standard is included in Notes 2 and 10.

ii. Financial Instruments

PS 3450 Financial Instruments establish recognition, measurement, and disclosure requirements for derivative and non-derivative financial instruments. The standard requires fair value measurement of derivatives and equity instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities. The impact of the adoption of this standard is included in Note 3.

The City does not have any derivative or equity instruments that are quoted in an active market. As a result, a statement of re-measurement gains and losses has not been presented and no disclosure has been added relating to the fair value hierarchy.

iii. Financial Statement Presentation

PS 1201 Financial Statement Presentation was amended to conform to Financial Instruments (PS 3450) and requires a new statement of re-measurement gains and losses separate from the statement of operations. Included in this new statement are the unrealized gains and losses arising from the re-

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

1. Significant Accounting Policies (continued)

d. Basis of Accounting (continued)

iii. Financial Statement Presentation (continued)

measurement of financial instruments and items denominated in foreign currencies as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships.

Effective January 31, 2023, the City prospectively applied the standard and there was no impact upon adoption.

iv. Foreign Currency Translation

PS 2601 Foreign Currency Translation requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

Effective January 31, 2023, the City prospectively applied the standard and there was no impact upon adoption.

v. Portfolio Investments

PS 3041 Portfolio Investments has removed the distinction between temporary and portfolio investments. This section was amended to conform to PS 3450, Financial Instruments, and now includes pooled investments in its scope. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply.

e. Future Accounting Pronouncements

Standards effective for the fiscal year ending December 31, 2024

i. Revenue

PS 3400, Revenue establishes standards on how to account for and report on revenue. The standard provides a framework for recognizing, measuring, and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payor.

ii. Purchased Intangibles

Purchased Intangibles (PSG 8) establishes guidelines on how to account for identifiable non-monetary economic resources without physical substance acquired through an arm's length exchange transaction between knowledgeable, willing parties who are under no compulsion to act.

iii. Public Private Partnership

Public private partnerships (PS 3160) establish standards on accounting for public private partnerships between public and private sector entities where the public sector entity procures infrastructure using a private sector partner. The City will assess the impact of this standard on the City's current treatment of public private partnerships as described in Note 1 xiii).

The City continues to assess the impact of these standards on the consolidated financial statements.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

2. Impact of Adoption of New Accounting Standards

Asset Retirement Obligations

The City has restated its consolidated financial statements to comply with the provisions of Section 3280 of the PSAB Handbook, which requires public sector entities to record asset retirement obligations on their financial statements. PS 3280 – Asset Retirement Obligations establishes standards on when to recognize, and how to account for and report a liability for asset retirement obligations associated with the retirement of certain tangible capital assets controlled by a public sector entity, such as asbestos removal in buildings. This standard covers The City's legal obligations established by agreement, contract or legislation including obligations created by a promissory estoppel. This standard includes obligations for solid waste landfill sites and post-closure obligations. The adoption of this standard resulted in the existing Solid Waste Landfill Closure and Post-Closure Liability (PS 3270) to be withdrawn. Pursuant to the recommendations of PS 3280, the change was applied using the modified retroactive method and prior period adjustments have been restated to reflect the liability for the asset retirement obligations as of January 1, 2022.

In accordance with the provisions of this new standard, The City reflected the followings adjustments:

| | Previously Recorded | 2022 Asset Retirement Obligation | Restated |
|--|------------------------|---|-----------|
| Consolidated Statement of Financial Position | | | |
| Accounts Payable and Accrued Liabilities (Landfill Liability) | \$137,577 | \$(17,676) | \$119,901 |
| Asset Retirement Obligation | - | 35,166 | 35,166 |
| Total Net Financial Assets | 250,035 | (17,490) | 232,545 |
| Tangible Capital Assets | 4,728,176 | 6,797 | 4,734,973 |
| Total Non-Financial Assets | 4,774,486 | 6,797 | 4,781,283 |
| Accumulated Surplus | 5,024,521 | (10,693) | 5,013,828 |
| Consolidated Statement of Operations | | | |
| Surplus of Revenues over Expenses | 214,812 | 15,672 | 230,484 |
| Accumulated Surplus, Beginning of Year | 4,809,709 | (26,365) | 4,783,344 |
| Accumulated Surplus, End of Year | 5,024,521 | (10,693) | 5,013,828 |
| Consolidated Cash Flow Statement | | | |
| Surplus of Revenues over Expenses | 214,812 | 15,672 | 230,484 |
| Amortization | 148,984 | 210 | 149,194 |
| Accounts Payable and Accrued Liabilities (Landfill Liability) | (37,811) | (17,674) | (55,485) |
| Asset Retirement Obligation | - | 1,792 | 1,792 |
| Consolidated Statement of Changes in Net Financial Assets | | | |
| Surplus of Revenues over Expenses | 214,812 | 15,672 | 230,484 |
| Amortization | 148,984 | 210 | 149,194 |
| Increase in Net Financial Assets | 89,269 | 15,882 | 105,151 |
| Net Assets, Beginning of Year | 160,766 | (33,372) | 127,394 |
| Net Assets, End of Year | 250,035 | (17,490) | 232,545 |

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

3. Financial Risk Assessment

The City is exposed to a variety of financial risks associated with its financial instruments.

A. Market Risk

Market risk is the risk that the value of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of three types of risk: price risk, interest rate risk, and foreign currency risk. All investments held by the City must comply with the City's internal investment policy (C12-009). An Investment Committee governs and provides oversight of the City's investments. The objective of the policy is to achieve preservation of capital, maintenance of liquidity sufficient to meet on-going financial requirements and to maximize return on investments. A secondary objective is to ensure the orderly retirement of outstanding City of Saskatoon sinking fund debentures at their maturity dates through portfolio management activities specific to the Sinking Fund.

i. Price Risk

Price risk is the risk that the fair value or future cash flows related to financial instruments will fluctuate due to changes in market prices other than those arising from interest rate risk or currency risk. The City considers the market risk related to its financial instruments to be concentrated in currency risk and interest rate risk because it does not have any financial instruments whose carrying value is linked to commodity or equity prices.

ii. Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows or a financial instrument will fluctuate because of changes in interest rates. The City is exposed to interest rate risk on its interest-bearing investments and debt. Risk is mitigated by interest rate swaps on Banker's Acceptance Swap Loans. The City manages interest rate risk on debt by primarily issuing longer-term debt obligations with fixed interest rates to maturity. The current portion of debt at December 31, 2023 is \$14.6 million. The City does not hold any variable rate debt.

iii. Foreign Currency Risk

Foreign currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. The City holds cash denominated in foreign currencies and is translated into Canadian dollars on an annual basis using the reporting date exchange rate. The City's only exposure to foreign currency risk is through USD accounts payable and USD cash held to pay these obligations. As at December 31, 2023, the City has no material foreign currency exposure.

B. Liquidity Risk

Liquidity risk is the risk that The City will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivery of cash or another financial asset. The City mitigates this risk by monitoring cash activities and expected outflows through extensive budgeting and maintaining investments that may be converted to cash in the near-term if unexpected cash outflows arise.

C. Credit Risk

The City is exposed to credit risk on investments arising from the potential failure of a counterparty to honor its contractual obligations. The City has credit risk through holdings of Cash, Investments, Receivable (taxes, grants, accounts receivables).

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

3. Financial Risk Assessment (continued)

C. Credit Risk (continued)

Cash

Credit risk associated with cash holdings is mitigated by holding cash with a federally regulated chartered bank. In the event of a bank failure, the City's cash accounts are insured up to \$100,000 through Canada Deposit Insurance Corporation.

Investments

To manage the risk associated with investments, The City has established an investment policy that has limits on the types of investments that the City may invest in, the composition of the investment portfolio and specifies the bond quality and issuer type limits and general guidelines for geographical exposure.

The policy permits the City to invest in bonds issued by the Government of Canada or a Canadian Province having a credit rating of A or better or corporate investments having a rating of AAA or better.

Investments are also limited to pooled fund investments to Canadian money market and bond funds.

Accounts Receivable

Accounts receivables are primarily due from government, corporations, and individuals. Credit risk in accounts receivable is limited by the highly diversified nature of the debtors and other customers. Credit risk for accounts receivable is measured by how long the amounts have been outstanding. The City periodically reviews the collectability of its accounts receivable and established an allowance based on its best estimate of potentially uncollectible amounts. Allowances on accounts receivable are disclosed in Notes 4 and 5.

4. Accounts Receivable and User Charges

Accounts receivable consist of the following:

| | 2023 | 2022 |
|-----------------------------|------------|------------|
| Trade and Other Receivables | \$ 102,716 | \$ 134,381 |
| Utility Receivable | 38,268 | 38,071 |
| | \$ 140,984 | \$ 172,452 |

The City also calculates an allowance for uncollectable accounts relating to utility billings. At December 31, 2023 this amount is \$50 (2022- \$50) and is included in Accounts Receivable and User Charges.

5. Taxes Receivable

It is the normal practice of the City to review its accounts receivable on a regular basis and write off any accounts which are considered to be uncollectable. A general allowance of nil (2022 - nil) for uncollectable taxes is included in the balance of taxes receivable.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

6. Inventories

Inventories consist of the following:

| | 2023 | 2022 |
|-------------------------------------|-----------|-----------|
| Inventory of Materials and Supplies | \$ 28,750 | \$ 27,992 |
| Land | 5,909 | 6,832 |
| | \$ 34,659 | \$ 34,824 |

7. Pension Asset

The City administers six employee pension plans - the General Superannuation Plan for City of Saskatoon Employees not covered by the Police and Fire Departments' Superannuation Plans ("General Plan"), the Saskatoon Police Pension Plan ("Police TB Plan"), the Retirement Plan for Employees of the Saskatoon Board of Police Commissioners ("Police DB Plan"), the Saskatoon Firefighters' Pension Plan ("Fire TB Plan"), the City of Saskatoon Fire and Protective Services Department Superannuation Plan ("Fire DB Plan"), and the Defined Contribution Pension Plan for Seasonal and Non-Permanent Part-Time Employees of the City of Saskatoon ("Seasonal Plan"). Combined, these plans provide pension benefits for all eligible staff of the City. The General, Police DB, and Fire DB Plans are contributory defined benefit plans. The Police TB Plan and the Fire TB Plan are contributory target benefit plans. The Seasonal Plan is a defined contribution plan.

Collectively, the Plans, contributions are made by Plan members and the City as stipulated by pension agreements. The defined benefit and target benefit plans provide for a benefit that is integrated with the Canada Pension Plan and is based on years of contributory service times a percentage of average earnings as defined by each plan. The Seasonal Plan provides a benefit based on the annuity that can be purchased with the funds in an employee's account (i.e. a money purchase plan).

The accrued pension obligation relates to the five main Plans – the Police TB Plan, the Police DB Plan, the Fire TB Plan, the Fire DB Plan and the General Plan. The General Plan provides for partial inflation protection on benefits accrued to December 31, 2000. The Fire DB Plan and the Police DB Plan provided for partial ad-hoc indexing from time to time in the past when deemed affordable through plan surpluses. The latest increase for eligible retired members of the Fire DB Plan was granted January 1, 2008 and the latest increase for retired members of the Police DB Plan was granted July 1, 2010. On January 1st of each calendar year, pensioners and spouses in receipt of a pension from the Police TB Plan and the Fire TB Plan are eligible to receive a cost-of-living increase on their pension in payment, equal to 25% of the increase in the Consumer Price Index. At present, the average age of the 3,877 employees accruing service under the five main Plans is 44.00 years, the Plans provide benefits for 2,366 retirees and surviving spouses; benefit payments were \$94,243 in 2023 (2022 - \$80,971).

Employees make contributions in accordance with the following: Seasonal Plan 5.8 percent of salary below the year's maximum pensionable earnings (YMPE) and 7.4 percent above the YMPE; General Plan 8.4 percent of salary below the YMPE and 10 percent above the YMPE; Fire TB Plan 9 percent of salary; and Police TB Plan 9 percent of salary while the City contributes an equal amount.

In 2023, employee contributions for current and past service for the five main Plans were \$31,258 (2022 - \$30,522), and the City's contributions were \$33,598 (2022 - \$32,689). A separate pension fund is maintained for each plan. Pension fund assets are invested entirely in marketable investments of organizations external to the City. The accrued pension obligation at December 31 includes the following components:

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

7. Pension Asset (continued)

| | 2023 | 2022 |
|--|-----------------------|-----------------------|
| Accrued Benefit Obligation | \$ (1,656,690) | \$ (1,611,535) |
| Pension Fund Assets | | |
| Marketable Securities | 1,854,629 | 1,758,744 |
| | 197,939 | 147,209 |
| Unamortized Actuarial Losses | (76,118) | (57,742) |
| Accrued Benefit Asset | 121,821 | 89,467 |
| Valuation Allowance | (119,314) | (82,914) |
| Net Carrying Value of Accrued Benefit Asset | \$ 2,507 | \$ 6,553 |

Actuarial valuations for accounting purposes are performed at least triennially using the projected benefit method prorated on services. The most recent valuations were prepared by AON Consulting as at December 31, 2023 for the General Plan. The pension obligation for the Fire TB Plan, Fire DB Plan, Police TB Plan and the Police DB Plan is based on the 2021 valuation extrapolated to December 31, 2023. The unamortized actuarial loss is amortized on a straight-line basis over the expected average remaining service life of the related employee groups applicable to each of the Plans which is 13 years on average.

The actuarial valuations were based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases, and employee turnover and mortality. The assumptions used represent the City's best estimates.

| | General | Fire TB | Police TB | Fire DB | Police DB |
|---------------------------------------|---------|---------|-----------|---------|-----------|
| Inflation rate (%) | 2.25 | 2.25 | 2.25 | 2.25 | 2.25 |
| Discount Rate (%) | 6.50 | 5.70 | 6.90 | 5.30 | 5.30 |
| Earnings increase rate (%) | 3.00 | 3.25 | 3.25 | 3.25 | 3.25 |
| Expected rate of return on assets (%) | 6.50 | 5.70 | 6.10 | 5.30 | 5.30 |

The actual rate of return on Plan assets in 2023 was 7.18 percent (2022 – 5.75 percent). The market value of assets at December 31, 2023 was \$1,839 (2022 - \$1,724).

Effective January 1, 2016, the Fire DB and Police DB Plans were amended to close the plans to new entrants, freeze pensionable service, cease employee contributions and change the cost sharing arrangement in the plan such that the City assumes full responsibility for all past and future deficits in the plan.

The City's contributions to the defined contribution pension plan for Seasonal and Non-permanent Part-time Employees were \$534 in 2023 (2022 - \$547).

The valuation allowance is comprised of \$85,701 (2022 - \$58,865) for the General Plan, \$9,347 (2022 - \$6,569) for the Fire Plan, and \$24,266 (2022 - \$17,481) for the Police Plan.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

7. Pension Asset (continued)

The total expenditures related to pensions in 2023 include the following components:

| | 2023 | 2022 |
|---|-----------------|-----------------|
| Current Period Benefit Cost | \$47,890 | \$49,441 |
| Less: Employee Contributions | (31,258) | (30,415) |
| Amortization of Actuarial Gain | (5,182) | (4,319) |
| Increase in Valuation Allowance | 36,400 | 11,148 |
| Pension Expense Excluding Interest | 47,850 | 25,855 |
| Interest Cost on the Average Accrued Benefit Obligation | 96,074 | 93,789 |
| Expected Return on Average Pension Plan Assets | (106,280) | (100,774) |
| Pension Interest Expense | (10,206) | (6,985) |
| Total Pension Expense | \$37,644 | \$18,870 |

8. Investments

| | 2023 | 2022 |
|-------------|-----------|-----------|
| Investments | \$582,405 | \$545,616 |

Investments consist primarily of corporate and government bonds not quoted in an active market. Maturities are between 2023 – 2040 with effective interest rates of 0.80 percent to 5.25 percent (2022 – 0.80 percent to 5.25 percent) per annum. The aggregate market value of investments is \$505,887 (2022 - \$488,877).

Investments contain \$10,265 (2022 - \$9,046) in restricted funds related to sinking funds accumulated to retire debt.

9. Accounts Payable

Accounts payable consist of the following:

| | 2023 | 2022 (Restated Note 2) |
|----------------|-------------------|------------------------|
| Trade Payables | \$113,228 | \$ 109,268 |
| Other | 4,168 | 10,633 |
| Total | \$ 117,396 | \$ 119,901 |

10. Asset Retirement Obligations

The City's asset retirement obligations, recognized under PS 3280 – Asset Retirement Obligations, is comprised of the following:

a. Landfill obligation

The 1986 Municipal Refuse Management Regulations require closure and post-closure care of solid waste landfill sites. Landfill closure and post closure care requirements are defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection, and maintenance. The costs were

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

10. Asset Retirement Obligations (continued)-

based upon the presently known obligations, obtained through a 2023 assessment, that will exist at the estimated year of closure (2062) of the sites and for 35 years post this date. The landfill had an estimated useful life of 75 years of which 40 years remain. Post-closure care is estimated to be required for 35 years from the date of site closure. These costs were discounted to December 31, 2023. The undiscounted amount of estimated future cash flows required to settle these obligations is \$111,327 (2022 - \$111,327). These obligations are expected to settle between 2024 and 2098.

The reported liability is based on estimates and assumptions with respect to events extending over a 35 year post-closure period using the best information available to management. Future events may result in significant changes to the estimated total expenses, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The unfunded liability for the landfill will be paid per the annual approved budget where capital expenses will be funded from the Landfill Reserve. At December 31, 2023, the balance of the Landfill Reserve is \$2,539 (2022 - \$2,822).

A discount rate of 5.13 per cent was applied upon the modified retrospective adoption of asset retirement obligations standard as of January 1, 2022 and are amortized using the same method of assets within that class. The landfill asset retirement obligation asset is recorded as part of land improvement tangible capital asset.

b. Asbestos Obligation

The City owns and operates several buildings that are known to have asbestos, which represents a health hazard upon demolition or renovation of the building. The Occupational Health and Safety Regulations, 1996 outlines the legal obligation to remove it. Following the adoption of PS3280 – Asset retirement obligations, the City recognized an obligation relating to the removal of the asbestos in these buildings.

The buildings have an estimated or revised useful life of 9-136 years from the year of acquisition or construction. The majority of the buildings will be remediated at intervals during their estimated useful life. The costs were based upon presently known obligations obtained through assessments. Estimated costs have been discounted to December 31, 2023 using a discount rate of 5.13 per cent per annum and are amortized using the same method of assets within that class. The undiscounted amount of estimated future cash flows required to settle these obligations is \$84,651 (2022 - \$84,651). These obligations are expected to settle between 2025 and 2071. The asbestos asset retirement obligation asset is recorded as part of buildings and improvements tangible capital asset.

c. Fuel Tank Obligation

The City owns and operates several fuel tanks which represents a risk of ground contamination due to leaks and corrosion. The Hazardous Substances and Waste Dangerous Goods Regulations outlines the legal obligation to remove the tanks and clean up the surrounding soil. Following the adoption of PS3280 – Asset retirement obligations, the City recognized an obligation relating to the removal of the tanks and the surrounding soil remediation.

The fuel tanks have an estimated or revised useful life of 6-42 years from the year of acquisition. The costs were based upon presently known obligations obtained through assessments. These costs were discounted to December 31, 2023 using a discount rate of 5.13 per cent and are amortized using the same method of assets within that class. The undiscounted amount of estimated future cash flows required to settle these obligations is \$1,411 (2022 - \$1,411). These obligations are expected to settle between 2024 and 2048. The fuel tank asset retirement obligation asset is recorded as part of machinery and equipment tangible capital asset.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

10. Asset Retirement Obligations (continued)

Changes to the asset retirement obligations in the year are as follows:

| | 2022 | | 2023 | |
|--------------------------------------|--|---|---|---------------------------|
| | Opening Balance (Restated Note 2) | Liability Incurred (Settled) | Accretion Expense (Recovery) | Ending Balance |
| Buildings & Improvements (Asbestos) | \$ 19,495 | \$ - | \$ 1,000 | \$20,495 |
| Machinery & Equipment (Fuel Tanks) | 808 | - | 42 | 850 |
| Land Improvements (Landfill) | 14,863 | - | 762 | \$15,625 |
| Asset Retirement Obligations, Ending | \$ 35,166 | \$ - | \$ 1,804 | \$36,970 |

11. Deferred Revenue

| | 2022 | Externally Restricted Contributions Received | Non- Restricted Contributions Received | Revenue Recognized | 2023 |
|------------------------------|-------------|---|---|-------------------------------|-------------|
| Ticket Sales and Other | \$44,361 | \$ - | \$16,330 | \$16,116 | \$44,575 |
| Federal Government Transfers | 26,915 | 25,854 | - | 24,676 | 28,093 |
| Development Charges | 19,616 | - | 11,593 | 10,579 | 20,630 |
| | \$90,892 | \$25,854 | \$27,923 | \$51,371 | \$93,298 |

Development charges are fees levied on new development to help pay for the infrastructure required to service new growth. Deposits are received for various capital projects from land developers and recognized in revenue when the corresponding capital expenditures of neighborhood development is incurred. Deferred federal government transfers are externally restricted amounts that are recognized in revenue when the conditions of use are satisfied. Ticket sales and other amounts are a result of the City and its controlled enterprises receiving cash upfront for services they are to perform in the future.

12. Long-Term Debt

| | 2023 | 2022 |
|---|-------------------|-------------------|
| Water Utility | \$ 2,222 | \$ 5,580 |
| Wastewater Utility | 555 | 1,492 |
| Operating Fund | 74,393 | 79,097 |
| HELP Program | 3,667 | 1,833 |
| Public Private Partnership ("P3") Term Debt | 182,206 | 188,964 |
| Total Term Debt | 263,043 | 276,966 |
| Sinking Funds Accumulated to Retire Debt | (10,265) | (9,046) |
| Net Term Debt | \$ 252,778 | \$ 267,920 |

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

12. Long-Term Debt (continued)

Long-term debt is repayable as follows:

| | Principal | Interest | Total |
|------------|-------------------|-------------------|-------------------|
| 2024 | 14,566 | 10,590 | 25,155 |
| 2025 | 10,245 | 10,097 | 20,342 |
| 2026 | 9,459 | 9,741 | 19,200 |
| 2027 | 9,776 | 9,389 | 19,165 |
| 2028 | 10,149 | 9,023 | 19,172 |
| Thereafter | 208,848 | 120,790 | 329,638 |
| | \$ 263,043 | \$ 169,630 | \$ 432,672 |

Regulations

The regulations under *The Cities Act* require that individual debenture issue bylaws be submitted, reviewed, and approved by the Saskatchewan Municipal Board ("SMB") with the exception that an urban municipality with a population greater than 30,000 can apply to the SMB for a debt limit. The City's debt limit is \$558,000 (2022 - \$558,000) as approved by the SMB. The total interest paid by the City for debt in 2023 was \$11,151 (2022- \$11,855).

The long-term debt for the City consists of debentures, banker's acceptance swap loans, a sinking fund and Canada Mortgage and Housing Corporation (CMHC) loans.

Debentures and Sinking Fund

Debentures outstanding are \$47,778 (2022 - \$52,172) and have been issued with terms of 10-15 years. Included in this amount is the sinking fund with an outstanding principal of \$45,000 and a term of 30 years. Funds totaling \$10,265 (2022 - \$9,046) have been accumulated to date for maturing the Sinking Fund debt in 2043. The all-in-cost of borrowing for debentures ranges from 2.68 percent - 4.68 percent (2022 – 2.68 percent – 4.68 percent) per annum with principal payments made annually and interest payments made semi-annually.

Banker's Acceptance Swap Loans

Banker's acceptance swap loans have a total of \$29,195 (2022 - \$33,609) in outstanding principal with a spread of 0.28 percent - 0.30 percent (2022 – 0.28 percent – 0.30 percent) per annum over the offering rate. As at December 31, 2023, the offering rates were 5.44 percent and 5.53 percent (2022 – 4.64 percent – 4.89 percent) per annum. Each loan revolves quarterly at progressively smaller amounts and has been issued with 10 and 20 year terms.

CMHC Loans

The CMHC loan was issued at a 15 year term with a 3.98 percent (2022 – 3.98 percent) per annum cost of borrowing. Principal and interest for the CMHC loan is made annually with principal of \$198 (2022 - \$388) still outstanding.

FCM Loans

The FCM loan is an interest free loan with a 20 year term. This loan has an interest-only payment period of four years, therefore because the interest rate is 0%, no payments are required until 2026 with principal of \$3,667 (2022 - \$1,833) outstanding.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

12. Long-Term Debt (continued)

P3 Term Debt

During construction of the North Commuter Parkway and Traffic Bridge ("NCPTB") and the Civic Operations Centre ("COC"), the City recorded a portion of the project costs as assets under construction, using the construction costs to date and an equivalent liability to Graham Commuter Partners ("GCP") and Integrated Team Solutions ("ITS"), respectively. The term debt represented the deferred capital payment portion of the project costs based on the terms of the agreement. The NCPTB project was completed during 2018. The City is now amortizing the accumulated costs of the completed project over its useful life, expensing the annual interest cost and settling the long-term liability over the term of the project agreements. The City has \$88,170 (2022 - \$92,595) to be repaid by monthly interest and principal payments over 25 years at an interest rate of 4.50 percent (2022 - 4.50 percent) per annum for the COC. The City has \$87,383 (2022 - \$89,448) to be repaid by monthly interest and principal payments over 30 years at an interest rate of 4.51 percent (2022 - 4.51 percent) per annum for the NCPTB. The debt matures June 30, 2048. The City also has \$6,652 (2022 - \$6,921) in equity repayments.

13. Employee Benefits Payable

Vacation leave is credited to employees on a monthly basis based on contractual obligations. Such credits are accumulated from the period April 1 to March 31 and may not be taken in advance. Therefore, credits earned from April 1, 2023 to December 31, 2023 would normally be available to employees after April 1, 2023. The vacation payable balance as at December 31, 2023 is \$22,130 (2022 - \$23,356) and is included in employee benefits payable in the Statement of Financial Position.

The City operates a number of Sick Leave Benefit Plans as stipulated within agreements with the various Unions and Associations of employees. These plans are based on the accumulation of sick leave credits to a specified maximum or are guaranteed long-term disability plans. For those Unions with accumulated sick leave plans, the employee is entitled to a cash payment under specified circumstances, including retirements, based upon a formula stipulated in the union agreement. The employee benefits were based on medical and dental health care trends assumptions. The assumptions used represent the City's best estimates. The expected medical care trend rate is 8.25 percent and dental care trend rate is 6.00 percent per annum.

The total of vacation payable and accrued benefit obligation for sick leave benefit plans for the year ended December 31, 2023 amounts to \$43,332 (2022 - \$46,881)

Notes to the Consolidated Financial Statements**For the Year Ended December 31, 2023****(in thousands of dollars)****13. Employee Benefits Payable (continued)**

Employee benefits payable are recorded as financial liabilities on the Consolidated Statement of Financial Position. The change in the accrued benefit obligation is as follows:

| | 2023 | 2022 |
|--|-----------------|-----------------|
| Accrued Benefit Obligation, Beginning of Year | \$23,525 | \$22,025 |
| Current Period Benefit Cost | 1,628 | 1,581 |
| Interest on Accrued Benefit Obligation | 606 | 570 |
| Less Benefits Paid | (796) | (651) |
| Actuarial Loss (Gain) | (3,761) | - |
| Accrued Benefit Obligation, End of Year | \$21,202 | \$23,525 |
| Actuarial Assumptions | | |
| Date of Last Actuarial Valuation | | 31-Dec-23 |
| Discount Rate (%) | | 3.95 |
| Rate of Compensation Increase | | 3.00 |
| Inflation Rate | | 2.25 |
| Average Remaining Service Period of Active Employees | | 15.2 |

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Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

14. Consolidated Schedule of Tangible Capital Assets

i. 2023

| | Cost | | | | | Accumulated Amortization | | | | Net Book Value | |
|-------------------------------|---------------------------|----------------|-----------------|--|---------------------|--|------------------|---------------------------|--------------------------------------|--------------------|------------------------|
| | Balance Beginning of Year | Additions | Disposals | Transfers from Assets Under Construction | Balance End of Year | Accumulated Amortization Beginning of Year | Amortization | Amortization on Disposals | Accumulated Amortization End of Year | 2023 | 2022 (Restated Note 2) |
| Assets Under Construction | \$297,378 | 26,838 | - | (71,218) | \$252,998 | - | - | - | - | \$252,998 | \$297,378 |
| Buildings and Improv | 804,037 | 13,207 | - | 18,864 | 836,108 | (210,814) | (15,696) | - | (226,517) | 609,598 | 593,223 |
| Electrical Utility | 459,815 | 24,573 | (3,581) | (1,277) | 479,530 | (221,198) | (11,570) | 2,606 | (230,162) | 249,368 | 238,617 |
| Furniture and Fixtures | 73,155 | 4,309 | (1,628) | - | 75,836 | (54,700) | (2,543) | 1,628 | (55,615) | 20,221 | 18,455 |
| Information and Communication | 63,495 | 1,176 | (3) | 105 | 64,773 | (32,321) | (3,324) | 3 | (35,642) | 29,131 | 31,174 |
| Land | 402,987 | 1,402 | - | 1,708 | 406,097 | - | - | - | - | 406,097 | 402,987 |
| Land Improvements | 378,709 | 8,499 | - | 18,432 | 405,640 | (211,414) | (11,285) | - | (222,699) | 182,941 | 167,295 |
| Machinery and Equipment | 66,290 | 12,742 | (4) | 118 | 79,146 | (39,179) | (4,123) | - | (43,302) | 35,844 | 27,111 |
| Plants and Facility | 516,748 | 51,731 | - | 5,560 | 574,039 | (175,131) | (13,216) | - | (188,347) | 385,692 | 341,617 |
| Roadways et al. | 2,404,258 | 41,949 | - | 19,004 | 2,465,211 | (1,029,215) | (20,675) | - | (1,049,890) | 1,415,321 | 1,375,043 |
| Traffic Control | 40,724 | 16,068 | (18,538) | 2,515 | 40,769 | (18,993) | (1,241) | 8,783 | (11,451) | 29,318 | 21,731 |
| Underground and Networks | 1,584,638 | 55,141 | - | 6,173 | 1,645,952 | (437,989) | (60,791) | - | (498,780) | 1,147,172 | 1,146,649 |
| Vehicles | 190,192 | 1,756 | - | 16 | 191,964 | (116,499) | (10,510) | 7,489 | (119,520) | 72,444 | 73,693 |
| Total | \$7,282,426 | 259,391 | (23,754) | - | \$7,518,063 | \$(2,547,453) | (154,974) | 20,509 | \$(2,681,918) | \$4,836,145 | \$4,734,973 |

Contributed assets totaled \$15,410 (2022 - \$26,352) and were capitalized at their fair value at the time of receipt. Assets contributed during the year consisted primarily of infrastructure components, including sanitary sewer mains, storm water mains, water mains, grading, sidewalks, roadways and streetlights. In 2023, write-downs of tangible capital assets were nil (2022 - nil).

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

14. Consolidated Schedule of Tangible Capital Assets (continued)

2022 (Restated – Note 2)

| | Cost | | | | | Accumulated Amortization | | | | Net Book Value | |
|-------------------------------|---------------------------------|------------------|------------------|---|---------------------------|---|--------------------|------------------------------|--|--------------------|--------------------|
| | Balance Beginning of Year | Additions | Disposals | Transfers from Assets Under Construction | Balance End of Year | Accumulated Amortization Beginning of Year | Amortization | Amortization on Disposals | Accumulated Amortization End of Year | 2022 | 2021 |
| Assets Under Construction | \$310,962 | \$18,344 | - | \$(31,928) | \$297,378 | - | - | - | - | \$297,378 | \$310,962 |
| Buildings and Improv | 763,436 | 38,977 | - | 1,624 | 804,037 | (196,155) | (14,659) | - | (210,814) | 593,223 | 567,281 |
| Electrical Utility | 449,270 | 14,417 | (3,872) | - | 459,815 | (212,514) | (11,280) | 2,596 | (221,198) | 238,617 | 236,756 |
| Furniture and Fixtures | 72,316 | 2,378 | (1,893) | 354 | 73,155 | (54,053) | (2,521) | 1,874 | (54,700) | 18,455 | 18,263 |
| Information and Communication | 57,458 | 1,531 | (2) | 4,508 | 63,495 | (29,353) | (2,969) | 1 | (32,321) | 31,174 | 28,105 |
| Land | 394,068 | 4,605 | (660) | 4,974 | 402,987 | - | - | - | - | 402,987 | 394,068 |
| Land Improvements | 375,638 | 2,009 | - | 1,062 | 378,709 | (200,105) | (11,309) | - | (211,414) | 167,295 | 175,533 |
| Machinery and Equipment | 61,938 | 5,272 | (1,191) | 271 | 66,290 | (36,291) | (3,934) | 1,046 | (39,179) | 27,111 | 25,648 |
| Plants and Facility | 443,767 | 69,232 | - | 3,749 | 516,748 | (164,327) | (10,804) | - | (175,131) | 341,617 | 279,439 |
| Roadways et al. | 2,342,655 | 55,256 | - | 6,347 | 2,404,258 | (969,223) | (59,992) | - | (1,029,215) | 1,375,043 | 1,373,432 |
| Traffic Control | 38,694 | 1,353 | - | 677 | 40,724 | (17,858) | (1,135) | - | (18,993) | 21,731 | 20,836 |
| Underground and Networks | 1,529,137 | 47,140 | - | 8,361 | 1,584,638 | (418,026) | (19,963) | - | (437,989) | 1,146,649 | 1,111,111 |
| Vehicles | 187,206 | 3,728 | (743) | 1 | 190,192 | (106,531) | (10,628) | 660 | (116,499) | 73,693 | 80,675 |
| Total | \$7,026,545 | \$264,242 | \$(8,361) | - | \$7,282,426 | \$(2,404,436) | \$(149,194) | \$6,177 | \$(2,547,453) | \$4,734,973 | \$4,622,109 |

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2023

(in thousands of dollars)

15. Accumulated Surplus

| | 2023 | 2022 (Restated Note 2) |
|---|---------------------|------------------------------|
| Fund Balances | | |
| Funds to Offset Taxation or User Charges in Future Years (Schedule 1) | \$ 17,143 | \$ 20,688 |
| Unexpended Capital Financing (Schedule 2) | 83,793 | 29,653 |
| Reserves (Schedule 3) | 301,101 | 278,225 |
| | 402,037 | 328,566 |
| Net Investment in Tangible Capital Assets | | |
| Tangible Capital Assets | 4,836,145 | 4,734,973 |
| Capital Outlay Financed by Long-Term Liabilities to be Recovered in Future Years | 80,837 | 118,722 |
| Capital Outlay Financed by Internal Investments | (159,103) | (168,433) |
| | 4,757,879 | 4,685,262 |
| | \$ 5,159,916 | \$ 5,013,828 |

16. Commitments and Contingent Liabilities

a. Lawsuits

Various lawsuits and claims are pending by and against the City. It is the opinion of management that final determination of any other claims will not materially affect the financial position of the City beyond any amounts that have already been accrued. It is of the opinion of management that final determination of any other claims will not materially affect the financial position of the City.

b. Contractual Obligations

During 2023, the City entered into an agreement to complete the design and construct of a new entrance facility at the Saskatoon Wastewater Treatment Plant for \$3,249 over one year. The anticipated completion date is August 2024.

During 2023, the City entered into an agreement for the construction of the Hampton Village Business Park Sanitary Force Main for \$12,105 over 2 years. The anticipated completion date is October 2025.

c. NCPTB

The North Commuter Parkway Traffic Bridge (NCPTB) qualified for P3 funding from the Government of Canada and Province of Saskatchewan. On September 8, 2015, City Council announced that Graham Commuter Partners (GCP) had been chosen to design, build, finance, operate and maintain the NCPTB. The project was completed in 2018. GCP will operate and maintain the North Commuter Parkway and adjacent roadways and will maintain the Traffic Bridge for \$141,636. Contract completion date is 2048.

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

16. Commitments and Contingent Liabilities (continued)

d. COC

On October 27, 2014, City Council announced that Integrated Team Solutions (ITS) will design, build, finance and maintain the Transit Operations Facility and a permanent Snow Management Facility both located at Civic Operations Centre (COC) (Phase 1). Construction of Phase 1 was substantially completed in late 2016 with a move in early 2017. ITS will operate and maintain the COC for \$61,830. Contract completion date is Fall 2041.

e. Lease Commitments

The City has entered into several operating lease agreements, mainly for facilities and equipment. Lease commitments over the next five years and thereafter are as follows:

| | | |
|------------|----|-------|
| 2024 | \$ | 1,394 |
| 2025 | | 1,156 |
| 2026 | | 1,156 |
| 2027 | | 991 |
| 2028 | | 883 |
| Thereafter | | 1,879 |
| | \$ | 7,459 |

17. Contaminated Sites

A provision for remediation of known contaminated sites has been accrued in Accounts Payable and Accrued Liabilities. The City has recognized a net decrease in the liability of \$645 over the year, representing a total liability for the remediation of contaminated sites of \$464 (2022 - \$1,109). The liability reflects the City's best estimate as at December 31st that is required to remediate sites to current environmental standards. Where possible, provisions for remediation are based on environmental assessments completed on a site. For sites where no assessment exists, estimates of the remediation are completed using the best information available for the site.

The liability for contaminated sites includes sites associated with former industrial operations. The nature of contamination includes chemicals, heavy metals, salt and other organic and in-organic contaminants. The sources of the contamination include underground fuel storage tanks, hazardous materials storage and other industrial activities. Sites often have multiple sources of contamination.

18. Trust Funds

The City administers two trust funds, the Cemetery Perpetual Care Fund and the Group Insurance Trust Fund. The reserve balances in these trusts are \$6,447 (2022 - \$6,514) and \$4,119 (2022 - \$3,403), respectively.

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

19. Government Transfers

The following transfers have been included in revenues:

| | 2023 | 2022 |
|----------------------------|-------------------|-------------------|
| Capital Transfers | | |
| Federal | \$ 52,530 | \$ 38,087 |
| Provincial | 7,743 | 19,236 |
| | 60,273 | 57,323 |
| Operating Transfers | | |
| Federal | 8,062 | 8,995 |
| Provincial | 69,691 | 62,859 |
| | 77,753 | 71,854 |
| Total | \$ 138,026 | \$ 129,177 |

20. Net Taxes Available for Municipal Purposes

| | 2023 | 2022 |
|---|------------------|------------------|
| Gross Taxation Revenue Collected | \$508,201 | \$493,246 |
| Taxes Collected on Behalf of Others | | |
| Saskatoon School Division No. 13 | (132,783) | (130,334) |
| St. Paul's Roman Catholic Separate School Division No. 20 | (43,762) | (44,661) |
| Business Improvement Districts | (1,652) | (1,615) |
| Net Taxes Available for Municipal Purposes | 330,004 | 316,636 |
| Comprised of: | | |
| Municipal | 324,261 | 308,177 |
| Grants-in-Lieu of Taxes | 8,743 | 8,459 |
| | \$330,004 | \$316,636 |

The *Education Act* and *The Cities Act* set out how collection of taxes and trailer license fees are to be submitted to the School Boards and the Business Improvement Districts. As the City is acting as agent only for the collection of such taxes, these amounts are not reflected in the Consolidated Statement of Operations, nor are the Assets, Liabilities, and Fund Balances of these Boards included in the consolidated financial statement.

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

21. Expenses By Object

The following is a summary of the expenses reported on the Consolidated Statement of Operations by object:

| | 2023 | 2022 (Restated Note 2) |
|---|------------------|------------------------|
| Accretion (Notes 2 and 10) | \$1,804 | \$1,792 |
| Contracted and General Services | 192,254 | 150,775 |
| Amortization | 154,974 | 149,194 |
| Donations, Grants and Subsidies | 12,764 | 13,916 |
| Finance Charges | 11,321 | 13,297 |
| Heating, Lighting, Power, Water and Telephone | 129,595 | 123,278 |
| Material, Goods and Supplies | 77,993 | 74,785 |
| Wages and Benefits | 407,893 | 379,952 |
| Total | \$998,598 | \$906,989 |

22. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The City's contractual rights arise because of contracts entered for various services and long-term leases. Contractual rights arise from the normal course of business and are not reflected in the consolidated financial statements until revenues or assets are received. The following table summarizes the contractual rights of the City for future assets over the next five years:

| | Government Transfers | Future Lease Revenue | Total |
|------|---------------------------------|---------------------------------|-------------------|
| 2024 | \$ 83,534 | \$ 1,546 | \$ 85,080 |
| 2025 | 54,879 | 1,546 | 56,425 |
| 2026 | 44,583 | 1,546 | 46,129 |
| 2027 | 18,028 | 1,546 | 19,574 |
| 2028 | 6,233 | 1,546 | 7,779 |
| | \$ 207,257 | \$ 7,730 | \$ 214,987 |

23. Segmented Information

The Consolidated Schedule of Segmented Disclosures has been prepared in accordance with PS 2700 Segmented Disclosures. Segmented Disclosures are intended to enable users to better understand the government reporting entity as well as the major expense and revenue activities of the City. For each reported segment, revenues and expenses represent amounts directly or reasonably attributable to the segment.

The segments have been selected based on a presentation similar to that adopted for the municipal planning and budgeting processes.

Segments include:

a. Arts, Culture & Events Venues

Provides opportunities for citizens to participate in and enjoy the benefits of arts, culture and events.

b. Community Support

Provides support and community investment to help build capacity in sport, recreation, culture, heritage, and social organizations, and enhances neighborhood based associations and organizations.

c. Corporate Asset Management

Provides building operation and maintenance services for the City's buildings and structures and manages its fleet of vehicles and equipment.

d. Corporate Governance & Finance

Provides administrative, human resources, information technology and finance support for all other business lines.

e. Environmental Health

Preserves and protects the long-term health of our urban environment.

f. Fire Services

Provides fire prevention, public fire and life safety education, emergency response, and the direction and coordination of the City's emergency planning and preparedness.

g. Land Development

Operates on a level playing field with the private sector and ensures adequate levels of service inventory for both residential and industrial land are maintained to meet demand.

h. Police

Works in partnership with the community to develop collaborative strategies to reduce crime and victimization. In partnership with City Council and the community, continues enforcement with proactive prevention, education, and early intervention strategies.

i. Recreation & Culture

Provides opportunities for citizens to participate in and enjoy the benefits of sport, recreation, culture, and park activities.

23. Financial Activities by Segment (continued)

j. Taxation & General Revenues

The property levy is the amount required from property taxes to balance the operating budget. This levy includes growth in the assessment roll over the previous year plus the requirements to fund the current year's budget. Supplementary taxes are levied on properties that were changed in the current taxation year and not a part of the original levy. Other corporate revenues, including the Municipal Operating Grant, are applied to the general fund and are included in this business line.

k. Transportation

Efficiently moves people, services, and goods while minimizing environmental impact and promoting sustainability.

l. Urban Planning & Development

A proactive approach to addressing future opportunities and pressures on our community that accommodates growth and change (e.g. population, diversity of public services and amenities, broader scope of education, research, business), while balancing long-term economic, environmental, and social needs and achieving the desired quality of life expressed by our citizens.

m. Utilities

Provides cost-effective and high-quality electricity (Saskatoon Light & Power), quality drinking water, treatment of wastewater, recycling, and storm water management (Water and Sewer).

n. Saskatoon Public Library

Provides library and programming services to citizens of all ages in a downtown branch as well as local branches in communities throughout the City.

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

23. Financial Activities by Segment (continued)

Surplus (Deficit) of Revenues over Expenses

i. **2023**

| | Arts, Culture and Events Venues | Communi- ty Support | Corporate Asset Managem- ent | Corporate Governan- ce & Finance | Environ- mental Health | Land Develop- ment | Recreati- on and Culture | Saskatoo- n Fire | Saskatoo- n Police Service | Saskatoo- n Public Library | Taxation and General Revenues | Transport- ation | Urban Planning and Develop- ment | Utilities | Total |
|--|---|---------------------------|---------------------------------------|---|------------------------------|--------------------------|--------------------------------|---------------------|----------------------------------|----------------------------------|--|---------------------|--|----------------|------------------|
| Revenues | | | | | | | | | | | | | | | |
| Contribution from Develop & Others | (1,620) | 10 | - | 1,727 | - | 63,962 | 2,408 | 20 | - | - | - | 313 | 9 | 2,586 | 69,415 |
| Franchise Fees | - | - | - | - | - | - | - | - | - | - | 22,664 | - | - | - | 22,664 |
| General Revenues | 49,351 | 802 | 1 | 6,262 | - | 50 | 418 | 392 | 889 | 43 | 17,221 | 149 | 9,225 | (4,956) | 79,797 |
| Government Transfers | 1,219 | 325 | 21 | 93 | 2,071 | 770 | 2,458 | 780 | 10,410 | 731 | 54,686 | 25,390 | 17,444 | 21,628 | 138,026 |
| Grants in lieu of Taxes | - | - | - | - | - | - | - | - | - | - | 8,743 | - | - | - | 8,743 |
| Investment Income | 1,278 | 211 | - | - | - | - | (715) | - | - | 978 | 17,998 | - | - | - | 19,750 |
| Taxation | - | - | - | - | - | - | - | 461 | - | 30,728 | 293,072 | - | - | - | 324,261 |
| User Fees | - | 1,386 | 407 | 891 | 4,078 | 5,607 | 20,483 | 187 | 2,108 | 124 | 364 | 20,561 | 1,914 | 413,920 | 472,030 |
| Total Revenues | 50,228 | 2,734 | 429 | 8,973 | 6,149 | 70,389 | 25,052 | 1,840 | 13,357 | 32,604 | 414,748 | 46,413 | 28,592 | 433,178 | 1,134,686 |
| Expenses | | | | | | | | | | | | | | | |
| Accretion | - | - | 660 | 88 | 826 | - | 188 | 9 | - | (12) | - | 35 | 7 | 3 | 1,804 |
| Contracted and General Services | 37,420 | 5,562 | (6,029) | 3,097 | (13,794) | 26,930 | 23,540 | 1,831 | 14,350 | 3,697 | 4,328 | 48,086 | 4,731 | 38,505 | 192,254 |
| Depreciation | 1,769 | 95 | 10,438 | 2,355 | 20,050 | 10,763 | 6,450 | 1,351 | 3,882 | 2,010 | - | 70,030 | 6,477 | 19,304 | 154,974 |
| Donations, Grants and Subsidies | (400) | 11,108 | (160) | 93 | 172 | 1,617 | 32 | (44) | 542 | 89 | (3) | (252) | 592 | (622) | 12,764 |
| Finance Charges | 118 | - | (5,207) | 15,817 | (592) | - | (2,855) | (1) | (19) | 2 | 5,033 | (1,503) | 5 | 523 | 11,321 |
| Heating, Lighting, Power, Water and Telephone | 1,765 | 5 | (261) | 351 | 55 | 251 | 7,211 | 74 | 636 | 522 | 191 | 8,597 | 67 | 110,132 | 129,595 |
| Material, Goods and Supplies | 8,784 | 338 | 9,018 | 1,892 | 9,012 | (661) | 5,090 | 5,282 | 7,668 | 2,432 | (112) | 14,188 | 417 | 14,646 | 77,993 |
| Wages and Benefits | 19,452 | 2,934 | 4,729 | 49,846 | 10,609 | 5,299 | 19,069 | 51,171 | 99,862 | 15,498 | 126 | 68,519 | 13,050 | 47,729 | 407,893 |
| Total Expenses | 68,908 | 20,042 | 13,188 | 73,539 | 26,338 | 44,199 | 58,725 | 59,673 | 126,920 | 24,238 | 9,563 | 207,700 | 25,345 | 230,220 | 988,598 |
| Surplus (Deficit) of Revenues over Expenses | (18,680) | (17,308) | (12,759) | (64,566) | (20,189) | 26,190 | (33,673) | (57,833) | (113,563) | 8,366 | 405,185 | (161,287) | 3,247 | 202,958 | 146,088 |

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

23. Financial Activities by Segment (continued)

Surplus (Deficit) of Revenues over Expenses (continued)

i. 2022 (Note 2 - Restated)

| | Arts, Culture and Events Venues | Communi- ty Support | Corporate Asset Managem- ent | Corporate Governan- ce & Finance | Environm- ental Health | Land Developm- ent | Recreatio- n and Culture | Saskatoo- n Fire | Saskatoo- n Police Service | Saskatoo- n Public Library | Taxation and General Revenues | Transport ation | Urban Planning and Developm- ent | Utilities | Total | |
|--|---|---------------------------|---------------------------------------|---|------------------------------|--------------------------|--------------------------------|---------------------|----------------------------------|----------------------------------|--|--------------------|--|----------------|------------------|--|
| Revenues | | | | | | | | | | | | | | | | |
| Contribution from Develop & Others | - | 19 | 740 | - | - | 148,249 | (1,049) | - | - | - | - | - | - | 2,987 | 150,946 | |
| Franchise Fees | - | - | - | - | - | - | - | - | - | - | 20,963 | - | - | - | 20,963 | |
| General Revenues | 37,285 | 774 | - | 6,000 | - | (6,713) | 357 | 776 | 670 | 20 | 17,485 | 129 | 7,971 | 1,016 | 65,770 | |
| Government Transfers | 972 | 231 | - | 7 | 14,965 | - | 2,295 | - | 9,751 | 738 | 48,171 | 16,430 | - | 35,617 | 129,177 | |
| Grants in lieu of Taxes | - | - | - | - | - | - | - | - | - | - | 8,459 | - | - | - | 8,459 | |
| Investment Income | 648 | 198 | - | 100 | (15) | - | - | - | - | 252 | 13,399 | - | - | - | 14,582 | |
| Taxation | - | - | - | - | - | - | - | 461 | - | 28,718 | 278,998 | 200 | - | (200) | 308,177 | |
| User Fees | - | 1,404 | 770 | 453 | 7,647 | 3,973 | 17,568 | 187 | 1,824 | 223 | 482 | 16,515 | 2,112 | 386,241 | 439,399 | |
| Total Revenues | 38,905 | 2,626 | 1,510 | 6,560 | 22,597 | 145,509 | 19,171 | 1,424 | 12,245 | 29,951 | 387,957 | 33,274 | 10,083 | 425,661 | 1,137,473 | |
| Expenses | | | | | | | | | | | | | | | | |
| Accretion | - | - | 676 | 89 | 791 | - | 193 | 9 | - | (12) | - | 36 | 7 | 3 | 1,792 | |
| Contracted and General Services | 18,207 | 3,378 | (5,313) | 12,078 | (16,402) | 27,166 | 15,677 | 2,525 | 13,140 | 4,059 | 2,826 | 30,089 | 5,598 | 37,747 | 150,775 | |
| Depreciation | 1,797 | 103 | 9,840 | 2,115 | 20,004 | 9,987 | 5,709 | 1,240 | 3,674 | 2,018 | - | 70,007 | 6,667 | 16,033 | 149,194 | |
| Donations, Grants and Subsidies | (300) | 9,540 | - | 70 | 233 | 2,061 | 91 | (10) | 528 | 127 | 2 | 7 | 1,567 | - | 13,916 | |
| Finance Charges | 210 | - | 1,677 | 12,397 | (11) | (1,330) | - | - | (18) | (457) | 1,527 | 8 | 7 | (713) | 13,297 | |
| Heating, Lighting, Power, Water and Telephone | 1,668 | 167 | 944 | 8 | 155 | 80 | 7,864 | 78 | 630 | 366 | 2 | 8,746 | 115 | 102,455 | 123,278 | |
| Material, Goods and Supplies | 5,915 | 2,267 | 1,840 | 2,350 | 8,208 | 2,359 | 2,229 | 7,391 | 7,505 | 2,715 | - | 16,755 | 420 | 14,831 | 74,785 | |
| Wages and Benefits | 18,462 | 3,924 | 3,785 | 43,272 | 5,314 | 14,335 | 28,516 | 42,489 | 95,349 | 13,430 | 1,096 | 52,597 | 14,433 | 42,950 | 379,952 | |
| Total Expenses | 45,959 | 19,379 | 13,449 | 72,379 | 18,292 | 54,658 | 60,279 | 53,722 | 120,808 | 22,246 | 5,453 | 178,245 | 28,814 | 213,306 | 906,989 | |
| Surplus (Deficit) of Revenues over Expenses | (7,054) | (16,753) | (11,939) | (65,819) | 4,305 | 90,851 | (41,108) | (52,298) | (108,563) | 7,705 | 382,504 | (144,971) | (18,731) | 212,355 | 230,484 | |

Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2023
(in thousands of dollars)

24. Budget to Accrual Based Reporting

Budget data presented in the consolidated financial statements are based upon the 2023 operating and capital budgets as approved by Council. Council approved budgets are prepared in accordance with *The Cities Act*, which in some cases is different from budget amounts prepares in accordance with PSAS and reported on the consolidated statements of operations and accumulated surplus and consolidated changes in net financial assets.

The table below reconciles the budget approved by Council to the PSAS budget figures reported in these consolidated financial statements. Actual amounts have been used to approximate budget amounts for certain reconciling items that were not included in Council approved budget.

| | | 2023 |
|--|-----------|------------------|
| Revenues | | |
| Budgeted Revenues as Approved by Council on November 29, 2022 | \$ | 1,362,605 |
| Contributions from Developers and - Capital | | 27,766 |
| Contributions from Developers and Others - Operating | | 41,650 |
| Government Transfers - Capital | | 138,026 |
| Contributed Assets | | 15,410 |
| Consolidation - Other Controlled Entities | | 50,228 |
| Internal Transfers | | 6,699 |
| Elimination Entries | | (506,819) |
| Budgeted Revenues for Financial Statement Purposes | \$ | 1,135,565 |
| Expenses | | |
| Budgeted Expenses as Approved by Council on November 29, 2022 | \$ | 1,362,605 |
| Amortization | | 154,755 |
| Employee Benefits Payable | | (3,550) |
| Pension Asset | | 4,046 |
| Asset Retirement Obligation | | 1,804 |
| Contaminated Sites | | (645) |
| Transfers to Reserves | | (254,892) |
| Consolidation - Other Controlled Entities | | 57,871 |
| Elimination Entries | | (413,401) |
| Debt Principal Payments | | (21,421) |
| Budgeted Expenses for Financial Statement Purposes | \$ | 887,172 |

Schedule 1 – Schedule of Funds to Offset Taxation or User Charges in Future Years
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 |
|--|------------------|-----------|
| Balance, Beginning of Year | \$ 20,688 | \$ 30,041 |
| Transfer to Revenue Stabilization Reserve | 6,678 | 1,107 |
| Decrease in Employee Benefit Payable | 3,549 | 525 |
| Decrease in Accrued Debt Principal | (13,924) | (18,144) |
| (Decrease) Increase in Accrued Pension Asset | (4,046) | 13,837 |
| Surplus (Deficit) for the Year (Schedule 4) | 4,198 | (6,678) |
| Balance, End of Year | \$ 17,143 | \$ 20,688 |

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Schedule 2 – Schedule of Capital Operations

For the Year Ended December 31, 2023

(in thousands of dollars)

(unaudited)

| | 2023 Budget | 2023 | 2022 |
|---|----------------|-----------|-----------|
| Source of Funds | | | |
| Disaster Mitigation and Adaptation | - | \$ 2,390 | \$ 2,121 |
| Federal Transit Funding Program | - | - | 16 |
| Federation of Canadian Municipalities | - | 875 | 1,265 |
| Government Of Canada | 16,500 | 3,556 | 84 |
| Grant Revenue - Federal | 1,810 | 18,093 | 217 |
| Infra Gas Tax Program | - | 18,157 | 21,272 |
| Investing in Canada Infrastructure Program - Federal | 19,142 | 4,026 | 10,429 |
| Investing in Canada Infrastructure Program - Provincial | 15,949 | 3,355 | 8,948 |
| Low Carbon Economy | - | - | 262 |
| Ministry of Highways | 500 | - | 500 |
| Municipal Economic Enhancement Program | - | - | 1,997 |
| National Disaster Mitigation | 2,991 | - | - |
| Natural Resource Canada | - | - | 73 |
| New Building Canada Fund (Federal) | - | 3,420 | 8,220 |
| New Building Canada Fund (Provincial) | - | 3,789 | 7,798 |
| Province of Saskatchewan | 130 | 445 | 6 |
| Rail Safety Improvement Program | - | - | 68 |
| Taxation | 6,583 | 200 | 4,200 |
| Utility Contribution | - | 5,247 | 5,238 |
| Contribution from Develop & Others | 6,965 | 6,009 | 1,990 |
| Appropriations | | | |
| Transfer from Reserve | 250,634 | 247,803 | 244,145 |
| | 321,204 | 317,365 | 318,849 |
| Application of Funds | | | |
| Community Support | 188 | 77 | - |
| Corporate Asset Management | 20,512 | 23,782 | 19,790 |
| Corporate Governance and Finance | 11,776 | 1,374 | 987 |
| Environmental Health | 6,293 | 23,122 | 21,100 |
| Land Development | 46,901 | 39,119 | 19,592 |
| Recreation and Culture | 3,520 | 9,012 | 6,756 |
| Saskatoon Fire | 4,100 | 6,666 | 9,124 |
| Saskatoon Police Service | 3,809 | 2,954 | 2,772 |
| Saskatoon Public Library | 100 | 4,297 | 5,185 |
| Transportation | 94,647 | 58,787 | 49,765 |
| Urban Planning and Development | 1,326 | 172 | 271 |
| Utilities | 108,409 | 93,863 | 110,814 |
| | 301,581 | 263,225 | 246,156 |
| Increase in Unexpended Capital Financing | 19,623 | 54,140 | 72,693 |
| Unexpended Capital Financing, Beginning of Year | - | 29,653 | (43,040) |
| Unexpended Capital Financing, End of Year | \$ 19,623 | \$ 83,793 | \$ 29,653 |

Schedule 3 – Schedule of Reserves
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 |
|---|---------------|---------------|
| Boards and Statutory Corporations Reserves | | |
| Police Capital | \$ 88 | \$ 69 |
| Police Equipment and Technology | 1,100 | 565 |
| Police Facility Major Renovation | 52 | 110 |
| Police Radio | 1 | 42 |
| Remai Modern - Capital | 3,962 | 3,589 |
| Remai Modern - Equipment Replacement | 487 | 160 |
| Remai Modern Art Gallery | 6,181 | 8,738 |
| SaskTel Center | 2,640 | 3,232 |
| Sasktel Center - Capital | 8,575 | 8,648 |
| SaskTel Center - Equipment Replacement | 2,389 | 1,994 |
| SPL | 433 | 424 |
| SPL Material | 173 | 169 |
| SPL Alice Turner | 1,348 | 1,211 |
| SPL Equipment | 2,749 | 2,632 |
| SPL Francis Morrison | 3,830 | 3,419 |
| SPL IT | 2,548 | 2,121 |
| SPL JS Wood | 417 | 356 |
| SPL Material | 620 | 292 |
| SPL Mayfair | 564 | 541 |
| SPL New Central Library | 21,507 | 16,667 |
| SPL Public Library Capital Expansion | 17,593 | 17,080 |
| SPS Fiscal | 935 | 935 |
| TCU - Capital | 3,205 | 3,124 |
| TCU Place | 4,196 | 362 |
| TCU Place - Equipment Replacement | - | 4,454 |
| | 85,593 | 80,934 |
| Capital and Maintenance Reserves | | |
| Access Transit Capital | (34) | (102) |
| Active Transportation Capital | 14 | 14 |
| Albert Community Centre Major Repair | 6 | 5 |
| Bridge Major Repairs | 2,643 | 6,281 |
| Civic Building Comprehensive Maintenance | 381 | 579 |
| Civic Radio Replacement and Expansion | (2) | (2) |
| Civic Vehicles and Equipment | 6,209 | 6,072 |

| | | |
|---|--------|---------|
| Computer Equipment Replacement | (3) | (4) |
| Corporate Capital - Asset and Financial Management | 162 | 4 |
| Corporate Capital - City Clerk | 31 | 115 |
| Corporate Capital - City Manager | 90 | 80 |
| Corporate Capital - Community Services | 128 | 145 |
| Corporate Capital - Corporate | 111 | 69 |
| Corporate Capital - Corporate Performance | 152 | 152 |
| Corporate Capital - Fire | 176 | 698 |
| Corporate Capital - Transportation and Construction | 244 | 204 |
| Corporate Capital - Utilities Services | 11 | 393 |
| Dedicated Lands | 1,153 | 836 |
| Dedicated Roadways | 2,273 | 1,888 |
| Electrical Distribution Extension | 6,545 | 3,407 |
| Electrical Distribution Replacement | (603) | (1,795) |
| Facility Site Replacement | 46 | 26 |
| Fire Apparatus | 560 | 614 |
| Fire Department Small Equipment | 52 | 675 |
| Forestry Farm Park and Zoo Capital | 208 | 158 |
| Golf Course Capital | 2,852 | 2,057 |
| Grounds Maintenance Equipment Replacement | 125 | 247 |
| Holiday Park Golf Course Redevelopment | 721 | 615 |
| Infrastructure Replacement - Storm Water | 4,650 | 5,550 |
| Infrastructure Replacement - Water and Wastewater | 1,494 | 1,046 |
| Landfill Replacement | 2,540 | 2,822 |
| Leisure Services Equipment Replacement | 2,652 | 2,269 |
| Parking Capital | 1,422 | 293 |
| Parks Infrastructure | 263 | 178 |
| Paved Roadways Infrastructure | 3,351 | 1,166 |
| Planning Levy | (328) | (193) |
| Potashcorp Playland Asset Replacement and Maintenance | 824 | 716 |
| Printing and Mail Equipment Replacement | 46 | 23 |
| Property Realized | 28,959 | 31,867 |
| Public Works-Buildings Major Repair | 70 | 40 |
| Reserve for Capital Expenditure | 2,005 | 42 |
| River Landing Capital | 435 | 313 |
| Snow and Ice Management Equipment Acquisition | 379 | 814 |
| Street Cleaning and Sweeping Equipment Acquisition | 241 | 241 |
| Streetscape - City Wide | 275 | 275 |
| Streetscape - Core BID | 68 | (6) |
| Traffic Noise Attenuation | 1,552 | 1,419 |
| Traffic Safety | 2,037 | 975 |

| | | |
|--|----------------|---------------|
| Transit Capital Projects | 23 | 10 |
| Transit Additional Vehicles | 1,692 | 1,427 |
| Transit Vehicle Replacement | 2,661 | 3,486 |
| Transportation (Sign Shop) Equipment Acquisition | (12) | (15) |
| Transportation Infrastructure | (152) | 12 |
| Transportation Infrastructure Expansion | 131 | 1 |
| Trunked Radio System Infrastructure Replacement | 2 | 2 |
| Urban Forestry and Pest Management | 614 | 264 |
| Waste Container Replacement | (42) | 53 |
| Wastewater Collection and Treatment Replacement | 2,825 | 3,676 |
| Wastewater Treatment Capital | 10,615 | 1,605 |
| Water and Waste Stream Weigh Scales Replacement | 1 | 1 |
| Water Supply Replacement | 216 | 390 |
| Waterworks Capital Projects | 15,493 | 6,169 |
| | 111,253 | 90,362 |
| Stabilization Reserves | | |
| Business Licensing | 209 | 321 |
| Civic Utilities - Water and Wastewater | 9,147 | 8,147 |
| Civic Utilities - Electrical | 2,693 | 2,547 |
| Civic Utilities - Recycling | 1,774 | 1,241 |
| Civic Utilities - Storm Water Management | 1,277 | 1,669 |
| Community Services Department Plan Review and Inspection Service | 4,490 | 2,458 |
| Fiscal | 5,838 | - |
| Golf Course | 200 | 200 |
| Impoundment Program | 197 | 116 |
| Interest | 216 | 316 |
| Parks Grounds Maintenance | 479 | 268 |
| Vehicle and Equipment Stabilization | 359 | 359 |
| Vehicle for Hire | 695 | 454 |
| | 27,574 | 18,096 |
| RFE Reserves | | |
| 325 3rd Ave N. Building and Operating | 321 | 306 |
| Affordable Housing | 2,143 | 1,528 |
| Animal Services | 2 | 107 |
| Campsite | 379 | 308 |
| CIS Systems Development | 15 | 15 |
| CIS Unified Communications | 250 | 200 |
| Civic Hospitality | 336 | 316 |
| Community Support Grant | 85 | 82 |
| Cultural | 504 | 467 |

| | | |
|--|------------------|------------------|
| Façade Conservation and Enhancement Grant | 120 | 97 |
| Fire Department Uniforms | 34 | 29 |
| Forestry Farm Park and Zoo Auditorium | 12 | 10 |
| Forestry Farm Park and Zoo Development | 115 | 25 |
| Forestry Farm Park Superintendent's Residence | 16 | 15 |
| General Voting | 591 | 456 |
| Heritage Fund | 97 | 112 |
| Internal Audit Program | 399 | 404 |
| Land Operations | 4,017 | 3,211 |
| Legal Opinion - Members of Council | 27 | 27 |
| Other Funds | 438 | - |
| Park Enhancement | 915 | 690 |
| Self - Insured Retention | 1,952 | 1,676 |
| Serious Criminal Investigations Contingency Fund | 109 | - |
| Snow and Ice Management Contingency | 6,235 | - |
| Special Events | 1,941 | 1,677 |
| Vacant Lot and Adapt Reuse Incentive | 1,640 | 1,492 |
| Vehicle and Equipment Acquisition and Disposal | 1 | 1 |
| Waste Minimization | 2,995 | 3,347 |
| | 25,689 | 16,598 |
| Other Reserves | | |
| Arbor Creek Parks Equipment Maintenance | 2 | 1 |
| Capital Reinvestment Fund Nutana Kiwanis | 163 | 115 |
| Capital Reinvestment Fund Optimist Hill | 94 | 65 |
| Cemetery Assurance Fund | 1,080 | 990 |
| CIS Digital Data | 144 | 95 |
| Community Initiatives | 41 | 36 |
| Grounds Maintenance Equipment Acquisition | 309 | 149 |
| Heritage Advisory Committee | 13 | 13 |
| Idylwyld Drive | 31 | 30 |
| Major Special Event | 1 | 1 |
| Prepaid Services | 44,895 | 67,693 |
| Recreation Partnership | 385 | 85 |
| Saskatoon Soccer Dedicated Capital Reinvestment Fund | 3,696 | 2,833 |
| Sports Projects | 138 | 129 |
| | 50,992 | 72,235 |
| Total Reserves | \$301,101 | \$278,225 |

Schedule 4 – Schedule of Revenues and Expenses
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 Budget | 2023 | 2022 |
|---|----------------|----------------|---------|
| Revenues | | | |
| General Revenue | 102,404 | 107,398 | 100,887 |
| Government Transfers | 78,831 | 75,753 | 62,523 |
| Grants In-Lieu of Taxes | 46,531 | 47,028 | 44,737 |
| Taxation | 292,987 | 293,533 | 279,459 |
| User Fees | 48,920 | 50,291 | 45,788 |
| Total Tax Supported Revenues | 569,673 | 574,003 | 533,394 |
| Non-Tax Supported Revenues | | | |
| Building & Plumbing Permits & Standards | 7,687 | 8,552 | 7,228 |
| Golf Courses | 4,068 | 5,037 | 4,682 |
| Gordon Howe Campground | 589 | 631 | 602 |
| Impound Lot | 454 | 587 | 459 |
| Licenses & Permits | 1,441 | 1,503 | 1,438 |
| Nutrien Playland | 690 | 464 | 466 |
| River Landing | 946 | 944 | 902 |
| Saskatoon Land | 7,071 | 9,096 | 9,025 |
| Total Non-Tax Supported Revenues | 22,946 | 26,814 | 24,802 |
| Total Revenues | 592,619 | 600,817 | 558,196 |

Schedule 4 – Schedule of Revenues and Expenses**For the Year Ended December 31, 2023****(in thousands of dollars)****(unaudited)**

| Expenses | | | |
|---|----------------|----------------|----------------|
| Arts, Culture and Events Venues | 9,697 | 9,471 | 9,178 |
| Community Support | 21,587 | 20,504 | 20,253 |
| Corporate Asset Management | 15,577 | 16,424 | 15,818 |
| Corporate Governance & Finance | 54,898 | 56,363 | 55,116 |
| Debt Servicing | 27,480 | 27,480 | 27,480 |
| Environmental Health | 25,613 | 24,622 | 25,688 |
| Recreation & Culture | 56,047 | 52,609 | 53,929 |
| Saskatoon Fire | 57,622 | 59,592 | 55,862 |
| Saskatoon Police Service | 126,404 | 126,949 | 120,650 |
| Taxation and General Revenues | 5,848 | 6,914 | (7,442) |
| Transportation | 159,620 | 160,155 | 155,730 |
| Urban Planning and Development | 9,280 | 8,523 | 7,783 |
| Total Tax Supported Expenses | 569,673 | 569,606 | 540,045 |
| Non-Tax Supported Expenses | | | |
| Building & Plumbing Permits & Standards | 7,687 | 8,552 | 7,229 |
| Golf Courses | 4,068 | 5,037 | 4,683 |
| Gordon Howe Campground | 589 | 631 | 602 |
| Impound Lot | 454 | 587 | 459 |
| Licenses & Permits | 1,441 | 1,503 | 1,438 |
| Nutrien Playland | 690 | 553 | 491 |
| River Landing | 946 | 944 | 902 |
| Saskatoon Land | 7,071 | 9,206 | 9,025 |
| Total Non-Tax Supported Expenses | 22,946 | 27,013 | 24,829 |
| Total Expenses | 592,619 | 596,619 | 564,874 |
| Surplus (Deficit) | - | 4,198 | (6,678) |

Appendix 1 – Schedule of Revenues
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 Budget | 2023 | 2022 |
|--------------------------------|----------------|----------------|----------------|
| General Revenue | | | |
| Gen Revenue | 37,152 | 37,082 | 36,396 |
| Fines & Penalties | 16,422 | 17,080 | 17,301 |
| Special Duty Revenue | 250 | 233 | 190 |
| Investment Income | 14,008 | 19,490 | 14,875 |
| License & Permits | 1,831 | 1,677 | 1,619 |
| Administration Recovery | 9,458 | 8,780 | 8,767 |
| Variable Charge Out Revenue | 681 | 392 | 776 |
| Franchise Fees | 22,142 | 22,664 | 20,963 |
| Other Service Agreement | 460 | - | - |
| General Revenue | 102,404 | 107,398 | 100,887 |
| Grants In-Lieu of Taxes | | | |
| Federal/Provincial Government | 8,390 | 7,757 | 7,337 |
| Civic Utilities | 37,247 | 38,285 | 36,278 |
| Land Bank | 894 | 986 | 1,122 |
| Grants In-Lieu of Taxes | 46,531 | 47,028 | 44,737 |
| Taxation | | | |
| Trailer Occupancy Fees | 97 | 101 | 102 |
| Amusement Tax | 71 | 93 | 112 |
| Municipal Service Agreements | 826 | 1,593 | 1,463 |
| Property Levy | 291,993 | 291,746 | 277,782 |
| Taxation | 292,987 | 293,533 | 279,459 |
| User Fees | | | |
| Access Transit | 150 | 236 | 197 |
| Albert Community Centre | 216 | 207 | 192 |
| Animal Services | 1 | 1 | 2 |
| Assessment & Taxation | - | 52 | 11 |
| Bylaw Compliance | 24 | 19 | 20 |

| | | | |
|----------------------------|---------------|---------------|---------------|
| Cemeteries | 1,374 | 1,385 | 1,435 |
| City Accommodation | 925 | 320 | 415 |
| City Clerk's Office | - | 57 | 93 |
| City Solicitor's Office | 325 | 289 | 300 |
| Community Development | - | 0 | 7 |
| Community Partnerships | 18 | 23 | 19 |
| Corporate Support | 1 | - | 1 |
| Development Review | 669 | 407 | 364 |
| Emergency Management | - | 19 | 7 |
| Facilities Management | 73 | 88 | 83 |
| Fire Services | 106 | 173 | 180 |
| Forestry Farm Park & Zoo | 1,371 | 1,639 | 1,193 |
| General Revenue | - | 364 | 482 |
| General Services | - | 1 | 5 |
| Indoor Rinks | 2,440 | 2,396 | 2,248 |
| Leisure Centres - Program | 5,765 | 5,732 | 4,717 |
| Leisure Centres - Rentals | 7,742 | 6,673 | 7,224 |
| Long Range Planning | 1 | - | - |
| Marr Residence | 1 | - | - |
| Outdoor Pools | 489 | 525 | 440 |
| Outdoor Sport Fields | 760 | 784 | 703 |
| Parking | 6,060 | 5,398 | 4,766 |
| Parks Maintenance & Design | - | 44 | 49 |
| Policing | 1,982 | 2,108 | 1,824 |
| Research & Mapping | 27 | 2 | 2 |
| Revenue Services | - | 0 | 43 |
| Road Maintenance | - | 40 | 34 |
| Street Lighting | - | 30 | - |
| Transit Operations | 10,536 | 13,792 | 10,995 |
| Transportation Services | 84 | 159 | 99 |
| Urban Design | 2 | - | - |
| Waste Handling Service | 7,715 | 7,120 | 7,289 |
| Waste Reduction | 66 | 208 | 348 |
| User Fees | 48,923 | 50,291 | 45,788 |

| | | | |
|---|---------|----------------|---------|
| Government Transfers | 78,831 | 75,753 | 62,523 |
| Total Tax Supported Revenues | 569,673 | 574,003 | 533,394 |
| Non Tax-Supported Revenues | | | |
| Building & Plumbing Permits & Standards | 7,687 | 8,552 | 7,228 |
| Golf Courses | 4,068 | 5,037 | 4,682 |
| Gordon Howe Campground | 589 | 631 | 602 |
| Impound Lot | 454 | 587 | 459 |
| Licenses & Permits | 1,441 | 1,503 | 1,438 |
| Nutrien Playland | 690 | 464 | 466 |
| River Landing | 946 | 944 | 902 |
| Saskatoon Land | 7,071 | 9,096 | 9,025 |
| Total Non Tax-Supported Services | 22,946 | 26,814 | 24,802 |
| Total Revenues | 592,619 | 600,817 | 558,196 |

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Appendix 2 – Schedule of Expenses
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 Budget | 2023 | 2022 |
|---|----------------|---------------|--------|
| Arts, Culture & Events Venues | | | |
| Remai Modern Art Gallery | 7,299 | 7,299 | 6,873 |
| SaskTel Centre | 560 | 513 | 645 |
| TCU Place | 1,838 | 1,659 | 1,660 |
| | 9,697 | 9,471 | 9,178 |
| Community Support | | | |
| Animal Services | 1,951 | 1,948 | 1,759 |
| Cemeteries | 1,623 | 1,872 | 1,704 |
| Community Development | 4,070 | 3,724 | 3,539 |
| Community Investments & Supports | 13,943 | 12,960 | 13,251 |
| | 21,587 | 20,504 | 20,253 |
| Corporate Asset Management | | | |
| City Accommodation | 858 | 326 | 394 |
| Facilities Management | 14,719 | 16,049 | 15,378 |
| Fleet Services | - | 49 | 46 |
| | 15,577 | 16,424 | 15,818 |
| Corporate Governance & Finance | | | |
| Assessment & Taxation | 3,733 | 3,484 | 3,420 |
| City Clerk's Office | 3,497 | 3,297 | 3,262 |
| City Manager's Office | 747 | 664 | 801 |
| City Solicitor's Office | 2,546 | 1,626 | 2,378 |
| Corporate Support | 27,193 | 28,992 | 27,949 |
| Financial Services | 3,298 | 3,435 | 3,401 |
| General Services | 8,946 | 10,149 | 9,195 |
| Legislative | 1,841 | 1,701 | 1,641 |
| Revenue Services | 2,110 | 1,868 | 1,858 |

| | | | |
|---------------------------------|--------|---------------|--------|
| Service Saskatoon | 987 | 1,147 | 1,211 |
| | 54,898 | 56,363 | 55,116 |
| Debt Servicing Costs | | | |
| Debt Servicing | 27,480 | 27,480 | 27,480 |
| | 27,480 | 27,480 | 27,480 |
| Environmental Health | | | |
| Sustainability | 2,432 | 2,091 | 1,885 |
| Urban Biological Services | 1,107 | 956 | 1,071 |
| Urban Forestry | 4,304 | 4,281 | 4,277 |
| Waste Handling Service | 16,828 | 16,390 | 17,495 |
| Waste Reduction | 942 | 904 | 960 |
| | 25,613 | 24,622 | 25,688 |
| Recreation & Culture | | | |
| Albert Community Centre | 299 | 231 | 279 |
| Community Partnerships | 1,145 | 1,083 | 750 |
| Forestry Farm Park & Zoo | 3,143 | 3,464 | 3,222 |
| Indoor Rinks | 2,890 | 2,939 | 2,942 |
| Leisure Centres - Program | 12,891 | 11,047 | 12,479 |
| Leisure Centres - Rentals | 11,840 | 10,549 | 11,502 |
| Marketing Services | 494 | 477 | 435 |
| Marr Residence | 23 | 19 | 19 |
| Outdoor Pools | 1,545 | 1,559 | 1,431 |
| Outdoor Sport Fields | 1,644 | 1,467 | 1,474 |
| Parks and Maintenance | 18,013 | 17,784 | 17,577 |
| Playground & Recreation Areas | 1,075 | 1,023 | 985 |
| Program Research & Design | 252 | 239 | 247 |
| Spectator Ballfields | 161 | 161 | 159 |
| Targeted Programming | 632 | 567 | 428 |
| | 56,047 | 52,609 | 53,929 |
| Saskatoon Fire | | | |
| Emergency Management | 1,574 | 1,345 | 1,190 |
| Fire Services | 53,113 | 55,695 | 54,672 |
| Community Risk Reduction | 2,935 | 2,552 | - |
| | 57,622 | 59,592 | 55,862 |

| Saskatoon Police Service | | | |
|---|---------|----------------|----------|
| Policing | 126,404 | 126,949 | 120,650 |
| | 126,404 | 126,949 | 120,650 |
| Taxation & General Revenues | | | |
| Fines and Penalties | 5,984 | 8,042 | 7,877 |
| General Revenue | (1,568) | (2,547) | (16,337) |
| Other Levies | 767 | 773 | 372 |
| Property Levy | 665 | 646 | 646 |
| | 5,848 | 6,914 | (7,442) |
| Transportation | | | |
| Access Transit | 6,948 | 6,712 | 5,756 |
| Bridges & Structures | 8,470 | 8,445 | 8,424 |
| Engineering | 911 | 892 | 894 |
| Parking | 4,285 | 3,896 | 3,815 |
| Road Maintenance | 50,174 | 51,308 | 47,983 |
| Snow & Ice Management | 15,391 | 9,760 | 18,867 |
| Street Cleaning & Sweeping | 5,011 | 5,303 | 4,819 |
| Street Lighting | 8,234 | 7,522 | 7,502 |
| Transit Operations | 51,648 | 55,887 | 48,471 |
| Transportation Services | 8,548 | 10,430 | 9,199 |
| | 159,620 | 160,155 | 155,730 |
| Urban Planning & Development | | | |
| Attainable Housing | 644 | 644 | 544 |
| Business Improvement Districts | 332 | 332 | 325 |
| Bylaw Compliance | 831 | 932 | 855 |
| Development Review | 2,075 | 1,989 | 1,819 |
| Long Range Planning | 416 | 406 | 339 |
| Neighbourhood Planning | 1,332 | 1,133 | 1,130 |
| Planning Project Services | 685 | 597 | 539 |
| Regional Planning | 713 | 627 | 632 |
| Research & Mapping | 542 | 473 | 447 |
| Urban Design | 1,710 | 1,390 | 1,153 |
| | 9,280 | 8,523 | 7,783 |
| Total Tax Supported Expenses | 569,673 | 569,606 | 540,045 |

Non-Tax Supported Expenses

| | | | |
|---|----------------|----------------|----------------|
| Building & Plumbing Permits & Standards | 7,687 | 8,552 | 7,229 |
| Golf Courses | 4,068 | 5,037 | 4,683 |
| Gordon Howe Campground | 589 | 631 | 602 |
| Impound Lot | 454 | 587 | 459 |
| Licenses & Permits | 1,441 | 1,503 | 1,438 |
| Nutrien Playland | 690 | 553 | 491 |
| River Landing | 946 | 944 | 902 |
| Saskatoon Land | 7,071 | 9,206 | 9,025 |
| Total Non-Tax Supported Expenses | 22,946 | 27,013 | 24,829 |
| Total Expenses | 592,619 | 596,619 | 564,874 |

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Appendix 3 – Water Utility Statement of Revenues and Expenses

For the Year Ended December 31, 2023

(in thousands of dollars)

(unaudited)

| | 2023 Budget | 2023 | 2022 |
|----------------------------------|----------------|----------------|---------|
| Revenues | | | |
| Misc Revenue | 342 | 286 | 294 |
| Penalties/Violations | 173 | 219 | 201 |
| Permit Fees | - | - | - |
| User Fee Revenue | 102,747 | 105,954 | 99,600 |
| | 103,262 | 106,459 | 100,095 |
| Expenses | | | |
| Debt Services | 7,067 | 7,352 | 7,468 |
| Hydrants | 1,822 | 1,922 | 2,102 |
| Treatment & Pumping | 16,746 | 15,296 | 15,340 |
| Water Buildings & Grounds | 886 | 836 | 980 |
| Water Initiatives | 273 | 236 | 259 |
| Water Laboratory | 796 | 768 | 616 |
| Water Management & Admin | 33,078 | 33,347 | 33,020 |
| Water Meters | 2,397 | 2,055 | 2,168 |
| Water Services | 4,348 | 3,120 | 3,914 |
| Water Transfer Surplus (Deficit) | 7,144 | 11,688 | 5,191 |
| Water Utilities | 17,419 | 18,100 | 17,071 |
| Watermains Engineering | 665 | 268 | 250 |
| Watermains Maintenance | 10,621 | 11,471 | 11,716 |
| | 103,262 | 106,459 | 100,095 |
| Surplus | - | - | - |

Appendix 4 – Wastewater Utility Statement of Revenues and Expenses
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 Budget | 2023 | 2022 |
|---------------------------------------|----------------|---------------|--------|
| Revenues | | | |
| Hauler Revenue | 200 | 885 | 568 |
| Infrastructure Levy | 23,731 | 24,996 | 23,412 |
| Metered Revenue | 56,464 | 58,932 | 55,877 |
| Misc Revenue | 1,734 | 1,030 | 921 |
| Penalties/Violations | 117 | 146 | 134 |
| | 82,246 | 85,989 | 80,912 |
| Expenses | | | |
| Debt Services | 3,319 | 3,788 | 4,635 |
| Enviro Bylaw Enforcement | - | - | - |
| Heavy Grit Facilities | 399 | 255 | 189 |
| Lab Services | 745 | 722 | 758 |
| Lift Stations | 2,299 | 2,312 | 2,308 |
| Marquis Liquid Waste Facilities | 200 | 118 | 109 |
| Sewer Connections | 2,578 | 3,342 | 2,665 |
| Sewer Engineering | 508 | 665 | 869 |
| Sewer Inspections | 800 | 758 | 749 |
| Sewer Maintenance | 5,617 | 6,592 | 6,607 |
| Sludge Handling & Disposal | 2,072 | 1,510 | 1,500 |
| Treatment | 9,470 | 7,646 | 7,607 |
| Wastewater Initiatives | 228 | 210 | 210 |
| Wastewater Management & Admin | 25,129 | 24,255 | 23,132 |
| Wastewater Transfer Surplus (Deficit) | 5,150 | 8,820 | 6,001 |
| Wastewater Utilities | 23,732 | 24,996 | 23,573 |
| | 82,246 | 85,989 | 80,912 |
| Surplus | - | - | - |

Appendix 5 – Storm Water Utility Statement of Revenues and Expenses

For the Year Ended December 31, 2023

(in thousands of dollars)

(unaudited)

| | 2023 Budget | 2023 | 2022 |
|--|----------------|---------------|--------|
| Revenues | | | |
| Metered Revenue | 13,921 | 14,231 | 14,113 |
| Penalties/Violations | 12 | 15 | 14 |
| | 13,933 | 14,246 | 14,127 |
| Expenses | | | |
| Debt Services | 54 | 29 | 54 |
| Drainage | 1,131 | 859 | 925 |
| Storm Sewers Engineering | 502 | 502 | 466 |
| Storm Sewers Maintenance | 2,322 | 2,540 | 2,073 |
| Storm Water Admin | 9,924 | 9,924 | 9,952 |
| Storm Water Transfer Surplus (Deficit) | - | 392 | 657 |
| | 13,933 | 14,246 | 14,127 |
| Surplus | - | - | - |

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Appendix 6 – Saskatoon Light & Power Utility Statement of Revenues

For the Year Ended December 31, 2023

(in thousands of dollars)

(unaudited)

| | 2023 Budget | 2023 | 2022 |
|--------------------------------|----------------|----------------|---------|
| Revenues | | | |
| Charter Revenue | - | - | 55 |
| Misc Revenue | 869 | 1,466 | 1,124 |
| Municipal Surcharge | 16,320 | 17,011 | 15,952 |
| Penalties/Violations | 300 | 364 | 334 |
| Service Connection Fees | 390 | 300 | 334 |
| User Fee Revenue | 164,202 | 170,984 | 160,562 |
| | 182,081 | 190,125 | 178,361 |
| Expenses | | | |
| Custom Work | 135 | 120 | 266 |
| Debt Services | 15 | 613 | 820 |
| Equipment | 171 | 1,091 | 518 |
| Landfill Gas Generation | 1,000 | 866 | 1,037 |
| Pole Line Feeder | 6,509 | 5,672 | 7,787 |
| Power Purchased | 96,302 | 101,617 | 94,355 |
| SLP Buildings & Grounds | 1,018 | 781 | 845 |
| SLP Management & Admin | 47,630 | 46,717 | 40,031 |
| SLP Meters | 1,205 | 972 | 975 |
| SLP Transfer Surplus (Deficit) | 24,660 | 26,092 | 25,882 |
| Street Lighting Maintenance | 2,000 | 1,096 | 1,258 |
| Substations | 1,263 | 1,173 | 1,695 |
| System Operations | 173 | 138 | 49 |
| Utilities-Capital | - | 3,177 | 2,843 |
| | 182,081 | 190,125 | 178,361 |
| Surplus | - | - | - |

Appendix 7 – Waste Services Utility Statement of Revenues
For the Year Ended December 31, 2023
(in thousands of dollars)
(unaudited)

| | 2023 Budget | 2023 | 2022 |
|------------------------|----------------|--------|--------|
| Revenues | | | |
| Leaves and Grass | - | - | 838 |
| Misc Revenue | 38 | 18 | 38 |
| Multi-Unit Recycling | 7,252 | 7,445 | 6,333 |
| Penalties/Violations | - | 2,363 | - |
| Residential Recycling | 6,531 | 6,622 | 6,552 |
| User Fee Revenue | 3,924 | 4,054 | - |
| | 17,745 | 20,502 | 13,761 |
| Expenses | | | |
| City Wide Organics Ops | 3,924 | 6,417 | - |
| Debt Services | 1 | 6 | 1 |
| Leaves and Grass | - | - | 838 |
| Multi-Unit Recycling | 7,290 | 7,451 | 6,370 |
| Recycling | 6,530 | 6,628 | 6,552 |
| | 17,745 | 20,502 | 13,761 |
| Surplus | - | - | - |

Appendix 8 – Land Operations Statement of Revenues and Expenses

For the Year Ended December 31, 2023

(in thousands of dollars)

(unaudited)

| | 2023 Budget | 2023 | 2022 |
|----------------------------------|----------------|---------------|--------|
| Land Sales | | | |
| Residential/Mixed Use/Commercial | 41,040 | 33,580 | 62,428 |
| Industrial/Institutional | 21,327 | 24,160 | 14,468 |
| | 62,367 | 57,740 | 76,896 |
| Cost of Land Sold | | | |
| Residential/Mixed Use/Commercial | 28,804 | 25,075 | 46,547 |
| Industrial/Institutional | 11,726 | 11,214 | 7,928 |
| | 40,530 | 36,289 | 54,475 |
| Net Sales | 21,837 | 21,451 | 22,421 |
| Other Revenue | | | |
| Cost Recoveries | 118 | 155 | 131 |
| Property Lease | 3,679 | 4,487 | 3,972 |
| Interest | 168 | 259 | 97 |
| | 3,965 | 4,901 | 4,200 |
| Expenses | | | |
| Salaries & Benefits | 2,012 | 1,766 | 1,745 |
| Operating Expenses | 860 | 632 | 658 |
| Grants in Lieu of Taxes | 895 | 986 | 1,122 |
| Maintenance | 470 | 349 | 187 |
| Interest | 122 | (71) | 383 |
| Marketing | 1,814 | 41 | 130 |
| Contribution to Reserves | 975 | (72) | 2,090 |
| | 7,148 | 3,631 | 6,315 |
| Surplus | 18,654 | 22,721 | 20,306 |

Consolidated Revenues and Expenses
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 (Restated Note 2) | 2021 | 2020 | 2019 |
|--|------------------|------------------------------|------------------|------------------|------------------|
| Revenues | | | | | |
| Contribution from Develop & Others | \$69,415 | \$150,946 | \$145,587 | \$105,631 | \$74,144 |
| Franchise Fees | 22,664 | 20,963 | 18,894 | 18,633 | 18,497 |
| General Revenues | 79,797 | 65,770 | 44,174 | 67,761 | 22,938 |
| Government Transfers | 138,026 | 129,177 | 122,362 | 163,857 | 89,445 |
| Grants in lieu of Taxes | 8,743 | 8,459 | 8,515 | 7,174 | 6,836 |
| Investment Income | 19,750 | 14,582 | 15,191 | 12,993 | 16,782 |
| Taxation | 324,261 | 308,177 | 294,413 | 282,690 | 269,351 |
| User Fees | 472,030 | 439,399 | 429,843 | 415,703 | 453,193 |
| Total Revenues | 1,134,686 | 1,137,473 | 1,078,979 | 1,022,828 | 951,186 |
| Expenses | | | | | |
| Arts, Culture and Events Venues | 68,908 | 45,959 | 28,145 | 11,981 | 7,830 |
| Community Support | 20,042 | 19,379 | 18,668 | 18,481 | 17,630 |
| Corporate Asset Management | 13,188 | 13,449 | 9,487 | 9,199 | 9,168 |
| Corporate Governance & Finance | 64,392 | 61,317 | 59,220 | 50,748 | 42,125 |
| Debt Servicing | 9,147 | 11,062 | 5,817 | 9,673 | 10,895 |
| Environmental Health | 26,338 | 18,292 | 68,721 | 52,052 | 55,696 |
| Land Development | 44,199 | 54,658 | 17,228 | 14,257 | 8,282 |
| Recreation and Culture | 58,725 | 60,279 | 54,165 | 61,587 | 65,597 |
| Saskatoon Fire | 59,673 | 53,722 | 55,050 | 55,789 | 52,703 |
| Saskatoon Police Service | 126,920 | 120,808 | 116,501 | 122,225 | 108,272 |
| Saskatoon Public Library | 24,238 | 22,246 | 22,680 | 10,813 | 13,756 |
| Taxation and General Revenues | 9,563 | 5,453 | 14,062 | 4,797 | 6,176 |
| Transportation | 207,700 | 178,245 | 180,079 | 204,212 | 195,704 |
| Urban Planning and Development | 25,345 | 28,814 | 25,347 | 25,936 | 33,520 |
| Utilities | 230,220 | 213,306 | 217,131 | 204,636 | 192,202 |
| Total Expenses | 988,598 | 906,989 | 892,301 | 856,386 | 819,556 |
| Surplus of Revenues over Expenses | 146,088 | 230,484 | \$186,678 | \$166,442 | \$131,630 |

Summary of Expenses by Object
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 (Restated Note 2) | 2021 | 2020 | 2019 |
|---|------------------|------------------------------|------------------|------------------|------------------|
| Accretion | \$ 1,804 | \$ 1,792 | \$ - | \$ - | \$ - |
| Contracted and General Services | 192,254 | 150,775 | 137,100 | 176,875 | 169,029 |
| Amortization | 154,974 | 149,194 | 145,696 | 149,643 | 144,146 |
| Donations, Grants and Subsidies | 12,764 | 13,916 | 11,466 | 9,262 | 9,415 |
| Finance Charges | 11,321 | 13,297 | 12,000 | 27,002 | 26,912 |
| Heating, Lighting, Power, Water and Telephone | 129,595 | 123,278 | 123,268 | 112,714 | 115,688 |
| Material, Goods and Supplies | 77,993 | 74,785 | 37,757 | 18,400 | 30,679 |
| Wages and Benefits | 407,893 | 379,952 | 425,014 | 362,490 | 323,687 |
| Total | \$988,598 | \$906,989 | \$892,301 | \$856,386 | \$819,556 |

Acquisition of Tangible Capital Assets
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|---------------------------|------------------|------------------|------------------|------------------|------------------|
| Acquisition of TCA | \$243,981 | \$237,890 | \$218,823 | \$253,133 | \$200,711 |

Summary of Accumulated Surplus and Net Financial Assets
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 (Restated Note 2) | 2021 | 2020 | 2019 |
|----------------------|--------------------|------------------------------|---------------------|---------------------|---------------------|
| Accumulated Surplus | \$ 5,159,916 | \$ 5,013,828 | \$ 4,809,709 | \$ 4,623,031 | \$ 4,456,589 |
| Net Financial Assets | 269,258 | 232,545 | 160,766 | 86,820 | 37,465 |
| | \$5,429,174 | \$ 5,246,373 | \$ 4,970,475 | \$ 4,709,851 | \$ 4,494,054 |

Summary of Operating Revenues
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|-------------------------|------------------|-----------|-----------|-----------|-----------|
| Revenues | | | | | |
| General Revenue | \$107,398 | \$100,887 | \$59,623 | \$95,410 | \$104,788 |
| Government Transfers | 75,753 | 62,523 | 62,962 | 84,977 | 63,015 |
| Grants In-Lieu of Taxes | 47,028 | 44,737 | 44,054 | 43,698 | 43,352 |
| Land Administration Fee | 9,096 | 9,025 | 7,505 | 4,858 | 2,603 |
| Taxation | 293,533 | 279,459 | 266,965 | 256,528 | 244,393 |
| User Charges | 68,009 | 61,565 | 90,721 | 34,677 | 53,917 |
| | \$600,817 | \$558,196 | \$531,830 | \$520,148 | \$512,068 |

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Summary of Operating Expenses
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|---------------------------------|------------------|------------------|------------------|------------------|------------------|
| Expenses | | | | | |
| Arts, Culture and Events Venues | \$9,471 | \$9,178 | \$8,782 | \$8,552 | \$8,530 |
| Community Support | 20,504 | 20,253 | 18,808 | 17,631 | 18,062 |
| Corporate Asset Management | 16,424 | 15,818 | 14,704 | 11,291 | 12,144 |
| Corporate Governance & Finance | 56,363 | 55,116 | 57,077 | 49,851 | 44,459 |
| Debt Servicing | 27,480 | 27,480 | 26,819 | 27,559 | 28,975 |
| Environmental Health | 24,622 | 25,688 | 25,509 | 22,851 | 20,490 |
| Land Development | 9,206 | 9,025 | 7,505 | 4,858 | 5,204 |
| Recreation & Culture | 59,774 | 53,929 | 57,717 | 50,419 | 54,696 |
| Saskatoon Fire | 59,592 | 55,862 | 55,058 | 53,556 | 53,682 |
| Saskatoon Police Service | 126,949 | 120,650 | 115,726 | 109,718 | 106,286 |
| Taxation and General Revenues | 6,914 | (7,442) | (16,521) | 22,993 | 6,768 |
| Transportation | 160,155 | 155,730 | 146,253 | 129,388 | 138,685 |
| Urban Planning and Development | 19,165 | 23,587 | 15,500 | 12,183 | 13,569 |
| | \$596,619 | \$564,874 | \$532,937 | \$520,850 | \$511,550 |

Summary of Capital Operations

For the Years Ended December 31, 2023 to 2019

(in thousands of dollars)

(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|---------|---------|---------|---------|---------|
| Sources of Funds | | | | | |
| Disaster Mitigation and Adaptation | \$2,390 | \$2,121 | \$1,439 | - | - |
| Federal Transit Funding Program | - | 16 | 429 | 591 | 3,368 |
| Federation of Canadian Municipalities | 875 | 1,265 | 139 | 393 | 47 |
| Government Of Canada | 3,556 | 84 | 7 | - | 104 |
| Grant Revenue - Federal | 18,093 | 217 | 7,563 | - | - |
| Infra Gas Tax Program | 18,157 | 21,272 | 15,251 | 29,921 | 19,608 |
| Investing in Canada Infrastructure Program – Federal | 4,026 | 10,429 | 5,653 | 484 | - |
| Investing in Canada Infrastructure Program - Provincial | 3,355 | 8,948 | 4,702 | - | - |
| Low Carbon Economy | - | 262 | 316 | - | - |
| Ministry of Highways | - | 500 | - | - | - |
| Municipal Economic Enhancement Program | - | 1,997 | 20,361 | 13,172 | - |
| Natural Resource Canada | - | 73 | 63 | - | - |
| New Building Canada Fund (Federal) | 3,420 | 8,220 | 1,415 | 25,426 | 1,820 |
| New Building Canada Fund (Provincial) | 3,789 | 7,798 | 1,416 | 10,294 | 1,640 |
| Province Of Saskatchewan | 445 | 6 | - | 60 | 216 |
| Rail Safety Improvement Program | - | 68 | 134 | 6 | 53 |
| Taxation | 200 | 4,200 | 865 | 7,558 | 2,520 |
| Utility Contribution | 5,247 | 5,238 | 7,767 | 6,959 | 6,981 |
| Contribution from Developers and Others | 6,009 | 1,990 | 5,532 | 47,510 | 14,306 |
| Appropriations | | | | | |
| | 247,803 | 244,145 | 238,072 | 136,646 | 226,218 |
| | 317,365 | 318,849 | 311,124 | 279,020 | 276,881 |
| Application of Funds | | | | | |
| Arts, Culture and Events Venues | - | - | - | - | - |
| Community Support | 77 | - | - | 78 | 10 |
| Corporate Asset Management | 23,782 | 19,790 | 25,066 | 22,454 | 17,393 |
| Corporate Governance and Finance | 1,374 | 987 | 7,891 | 14,002 | 5,051 |
| Environmental Health | 23,122 | 21,100 | 12,115 | 6,977 | 3,734 |
| Land Development | 39,119 | 19,592 | 28,718 | 72,433 | 33,884 |
| Recreation and Culture | 9,012 | 6,756 | 10,234 | 10,326 | 11,466 |
| Saskatoon Fire | 6,666 | 9,124 | 3,321 | (1,139) | 2,703 |
| Saskatoon Police Service | 2,954 | 2,772 | 2,084 | 2,830 | 3,362 |
| Saskatoon Public Library | 4,297 | 5,185 | 2,748 | - | - |
| Transportation | 58,787 | 49,765 | 48,085 | 44,014 | 62,825 |
| Urban Planning and Development | 172 | 271 | 1,287 | 2,577 | 10,883 |
| Utilities | 93,863 | 110,814 | 84,154 | 91,208 | 72,808 |
| | 263,225 | 246,156 | 225,703 | 265,760 | 224,119 |

| | | | | | |
|--|-----------------|----------|------------|-------------|-------------|
| Increase (Decrease) in Unexpended Capital Financing | 54,140 | 72,693 | 85,421 | 13,260 | 52,762 |
| Unexpended Capital Financing, Beginning of Year | 29,653 | (43,040) | (128,461) | (141,724) | (194,483) |
| Unexpended Capital Financing, End of Year | \$83,793 | \$29,653 | \$(43,040) | \$(128,461) | \$(141,721) |

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Summary of Public Utilities Operating Results
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|-----------------|----------|----------|----------|----------|
| Saskatoon Light & Power | \$25,524 | \$17,590 | \$23,456 | \$22,654 | \$23,016 |
| Net Surplus | 25,524 | 17,590 | 23,456 | 22,654 | 23,016 |
| Amount contributed by Utilities to Revenue as Return on Investment | \$25,524 | \$17,590 | \$23,456 | \$22,654 | \$23,016 |

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Summary of Reserves and Surplus
For the Years Ended December 31, 2023 to 2019
(in thousands of dollars)
(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|-----------------------------------|------------------|-----------|-----------|-----------|-----------|
| Reserves | | | | | |
| Property Realized | \$28,959 | \$31,867 | \$46,188 | \$43,293 | \$43,781 |
| Boards and Statutory Corporations | 85,593 | 80,934 | 42,253 | 36,062 | 30,625 |
| Capital and Maintenance | 82,294 | 58,495 | 81,848 | 77,848 | 49,869 |
| Stabilization | 27,574 | 18,096 | 26,310 | 24,374 | 15,697 |
| Future Expenditures | 25,689 | 16,598 | 15,995 | 14,427 | 49,467 |
| Other | 50,992 | 72,235 | 58,916 | 13,399 | 42,452 |
| Total Reserves | \$301,101 | \$278,225 | \$271,510 | \$209,403 | \$231,891 |
| Surplus (Deficit) | \$4,198 | \$(6,678) | \$(1,107) | \$(702) | \$518 |

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Summary of Long-Term Debt and Required Sinking Fund Consolidation of All Obligations

As at December 31, 2023 to 2019

(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|----------------------|---------------|---------------|---------------|---------------|
| Total Long-Term Debt | \$263,042,816 | \$276,966,354 | \$295,110,388 | \$314,424,628 | \$331,413,653 |
| Population Estimate at July 31 (1) | 290,750 | 285,490 | 282,900 | 279,900 | 272,200 |
| Gross Long-Term Debt per Capita | 905 | 970 | 1,043 | 1,123 | 1,218 |
| Net Long-Term Debt per Capita | 869 | 938 | 1,016 | 1,072 | 1,199 |
| Mill Rate Supported Debt | 256 | 277 | 307 | 337 | 377 |
| Legal Debt Limit | 558,000,000 | 558,000,000 | 558,000,000 | 558,000,000 | 558,000,000 |
| Debt Servicing Costs as a Percentage Expenses | 1.67% | 1.44% | 1.27% | 1.34% | 1.34% |

(1) Population data is provided by the City Planning Branch, derived from Statistics Canada census data.

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Summary of Long-Term Debt and Required Sinking Fund By Responsibility Centre

For the Years Ended December 31, 2023 to 2019

(unaudited)

| | 2023 | 2022 | 2021 | 2020 | 2019 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Waterworks Utility | \$2,222,400 | \$5,579,780 | \$9,197,660 | \$12,714,550 | \$16,140,370 |
| Wastewater Utility | 555,600 | 1,492,220 | 3,697,340 | 5,839,250 | 7,923,230 |
| HELP Program | 3,666,600 | 1,833,300 | - | - | - |
| Gas Tax | - | - | - | - | 5,068,033 |
| P3 | 182,205,407 | 188,964,018 | 195,441,398 | 201,647,689 | 199,750,467 |
| Total Debt Not Supported by Civic Mill Rate | 188,650,007 | 197,869,318 | 208,336,398 | 220,201,489 | 228,882,100 |
| Total Civic Mill Rate Debt | 74,392,809 | 79,097,036 | 86,773,990 | 94,223,139 | 102,531,553 |
| Total Long-Term Debt | 263,042,816 | 276,966,354 | 295,110,388 | 314,424,628 | 331,413,653 |
| Sinking Funds Accumulated to Retire Debt | (10,265,090) | (9,046,000) | (7,687,775) | (6,816,065) | (5,115,762) |
| Net Long-Term Debt | \$252,777,726 | \$267,920,354 | \$287,422,613 | \$307,608,563 | \$326,297,891 |
| Population Estimate at Dec. 31 (2) | 290,750 | 285,490 | 282,900 | 279,900 | 272,200 |
| Gross Debt per Capita | 905 | 970 | 1,043 | 1,123 | 1,218 |
| Net Debt per Capita | 869 | 938 | 1,016 | 1,072 | 1,199 |
| Mill Rate Supported Debt | 256 | 277 | 307 | 337 | 377 |

(1) All figures are based on book values and have not been adjusted for foreign currency exchange.

(2) Population data is provided by the City Planning Branch, derived from Statistics Canada census data.

Long-Term Debt Maturing With Percentages

As at December 31, 2023

(unaudited)

| Year | Long-Term Debt Maturing | Percentage Yearly | Percentage Reduction Accumulated |
|--|----------------------------|----------------------|--|
| 2024 | \$ 14,565,118 | 9.29% | 9.29% |
| 2025 | 10,245,904 | 4.72% | 14.02% |
| 2026 | 9,459,366 | 4.09% | 18.11% |
| 2027 | 9,776,366 | 4.21% | 22.32% |
| 2028 | 10,148,546 | 4.32% | 26.64% |
| 2029 | 10,539,369 | 4.45% | 31.09% |
| 2030 | 10,948,988 | 4.57% | 35.66% |
| 2031 | 10,950,111 | 4.71% | 40.37% |
| 2032 | 8,599,828 | 1.41% | 41.78% |
| 2043 | 167,809,217 | 58.22% | 100.00% |
| Total Debt | \$ 263,042,813 | 100% | -% |
| Sinking funds accumulated to retire debt | (10,265,090) | -% | -% |
| Net Debt | \$ 252,777,723 | -% | -% |

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Summary of Property Assessment and Tax Levy
For the Years Ended December 31, 2023 to 2019
(unaudited)

| | 2023 | 2022 | 2021 * | 2020 | 2019 |
|---------------------------------------|-------------------------|------------------|------------------|------------------|------------------|
| Gross Assessments | \$45,359,672,395 | \$45,454,777,921 | \$45,065,852,585 | \$46,782,525,892 | \$46,354,613,030 |
| Exemptions | 10,153,245,582 | 10,453,854,610 | 10,386,666,913 | 10,529,194,540 | 10,508,887,425 |
| Assessed Value for Taxation | \$35,206,426,813 | \$35,000,923,311 | \$34,679,185,672 | \$36,253,331,352 | \$35,845,725,605 |
| Tax Rate | | | | | |
| General | 8.50 | 8.18 | 7.87 | 7.08 | 6.82 |
| Library | 0.89 | 0.84 | 0.81 | 0.72 | 0.70 |
| Education: | | | | | |
| Public/Separate Board | 4.54 | 4.54 | 4.12 | 4.12 | 4.12 |
| Total | 13.93 | 13.56 | 12.80 | 11.92 | 11.64 |
| Property Tax Roll Collections | | | | | |
| Current | \$498,915,619 | \$480,733,074 | \$447,515,043 | \$449,695,485 | \$438,524,761 |
| Arrears | 11,779,851 | 12,137,035 | 29,546,210 | 11,193,256 | 11,504,573 |
| Total | \$510,695,470 | \$492,870,109 | \$477,061,253 | \$460,888,741 | \$450,029,334 |
| Percentage of Levy Collections | | | | | |
| Current | 95.88% | 95.15% | 92.43% | 95.72% | 96.28% |
| Current & Arrears | 95.25% | 94.87% | 92.58% | 95.12% | 96.11% |
| Taxes Outstanding | | | | | |
| Current | \$11,582,853 | \$12,289,283 | \$10,192,586 | \$11,479,306 | \$11,226,572 |
| Arrears | 4,868,044 | 3,546,887 | 4,112,887 | 4,897,882 | 3,546,299 |
| Total | \$16,450,897 | \$15,836,170 | \$14,305,473 | \$16,377,188 | \$14,772,871 |

* Reassessment Year

Saskatoon Economic Statistics

For the Years Ended December 31, 2023 to 2019

(unaudited)

| | 2023 | 2022 * | 2021 * | 2020 * | 2019 * |
|--|------------------|-----------|-----------|-----------|-----------|
| Saskatoon Population (July 31) * | 290,750 | 285,049 | 282,900 | 280,174 | 275,242 |
| Annual Change | 2.00% | 0.76% | 0.97% | 1.79% | 2.20% |
| Saskatoon Inflation Rate – Annual Change | 0.05% | 6.31% | 2.50% | 0.78% | 1.61% |
| Saskatoon Unemployment Rate - Annual Average | 4.80% | 4.25% | 7.48% | 9.68% | 5.95% |
| Number of Persons Employed in Saskatoon | 196,297 | 191,450 | 172,085 | 166,100 | 173,250 |
| Saskatoon Building Permits | | | | | |
| Total Number | 3,176 | 3,680 | 3,750 | 3,746 | 3,369 |
| Total Value | \$755,790 | \$770,305 | \$724,687 | \$541,695 | \$648,900 |
| Annual Change | (13.70)% | (1.87)% | 0.11% | 11.19% | (5.52)% |

* July population estimates are provided by Statistics Canada annual estimates. Some figures from previous years have been updated to reflect changes in Statistics Canada's reported numbers.

Sources of Information: Statistics Canada, Conference Board of Canada, and the City of Saskatoon - Community Services Department.

Major Taxpayers in Saskatoon

2023 Taxable Assessment

(in thousands of dollars)

(unaudited)

| | |
|--|-----------|
| Midtown Plaza Inc | \$245,600 |
| Mainstreet Equity Corp | 161,599 |
| Boardwalk Reit Properties Holdings Ltd | 146,031 |
| Concorde Group Corp | 118,094 |
| Centre at Circle & Eighth Property Inc | 111,973 |
| Boulevard Real Estate Equities Ltd | 109,054 |
| Calloway REIT Saskatoon South | 96,870 |
| Nexus Holdings Inc | 93,714 |
| Duchuck Holdings Ltd | 84,967 |
| River Landing GP Inc | 84,549 |
| 101042414 Saskatchewan Ltd | 83,953 |
| CityLife Investment Corp. | 81,847 |
| Saskatoon West Shopping Centres Ltd. | 80,983 |
| 959630 Alberta Inc. | 80,449 |

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