



SASKATOON

POLICE SERVICE
BE THE DIFFERENCE

2025 YEAR END
FINANCIAL REPORT
SUMMARY

PART A: OPERATING BUDGET

Overview

The Saskatoon Police Service (SPS) ended fiscal 2025 with \$4.02 million surplus. The surplus was placed in the SPS Capital Reserves (\$2.95M) and the SPS Fiscal Stabilization Reserve (\$1.07M) resulting in no impact to the City's overall year-end balance. Monies transferred to the Capital Reserves will provide funding to unfunded capital pressures as forecasted in the 10-year capital plan. Monies in the Fiscal Stabilization Reserve will help cover future operating deficits from unanticipated expenditures.

The surplus was due to greater than anticipated vacancies resulting in staffing and operational savings, savings from lower than anticipated fuel prices, an accounting adjustment to legal contingency, an increase in cost recoveries, and an increase in revenue. Total revenues were \$235 thousand (1.5%) more than budgeted while total expenditure was \$3.79 million (2.7%) less than budgeted.

Saskatoon Police Service				
2025 Fiscal Year Results				
	2025 Actual	2025 Budget	Variance	Variance %
			Fav / (Unfav)	Fav / (Unfav)
<u>Revenue</u>				
Government Transfers	12,720,838	12,624,500	96,338	0.8%
User Fees	2,201,410	2,007,500	193,910	9.7%
General Revenues	724,031	779,600	(55,569)	(7.1%)
<u>Total Revenue</u>	15,646,278	15,411,600	234,678	1.5%
<u>Expense</u>				
Wages and Benefits	114,653,142	113,213,000	(1,440,142)	(1.3%)
Operating & Other	22,758,727	27,998,100	5,239,373	18.7%
<u>Total Expenses</u>	137,411,870	141,211,100	3,799,230	2.7%
<u>Transfers</u>				
Capital Transfer	4,292,982	4,280,000	(12,982)	(0.3%)
Surplus Transfer	4,020,926	-	(4,020,926)	(100.0%)
<u>Total Transfers</u>	8,313,908	4,280,000	(4,033,908)	(94.3%)
<u>Deficit of Revenues Over Expenses</u>	130,079,500	130,079,500	(0)	(0.0%)

Revenues

Government transfers received were \$96 thousand more than budget. There was an increase in Federal funding received for programs including Human Trafficking and Internet Child Exploitation. This increase was offset by a reduction in expected funding due to provincial program vacancies: of the 24 budgeted positions for the Safer Communities and Neighbourhoods (SCAN) program, 14 positions were filled in 2025 with the remaining 10 positions filled in 2026; the budgeted funding for the Serious Violent Offender program clinical psychologist position also remained vacant in 2025.

User fee revenues received were \$194 thousand more than budget. There was an increase in criminal record checks, special duty revenue, and FOIP fees.

General revenues received were \$56 thousand less than budget. This was due to a reduction in alarm bylaw revenue offset by an increase in lost & found fees collected.

Expenditures

Wages & Benefits

Staff compensation was \$1.44 million more than budget. There was a budget pressure of \$570 thousand in wages resulting from the arbitration settlement of the Saskatoon Police Association for the 2023-2025 collective agreement and increase in overtime. In addition, there was a pressure of \$430 thousand in benefits due to an increase workers compensation premium. These pressures were offset by vacancy savings due to unfilled positions. There were a higher number of retirements than planned, resulting in a budget pressure of \$430 thousand for retiring allowances.

Operating and Other

Training & Travel expenses were \$200 thousand less than budget mainly due to vacant positions including the 10 Safer Communities and Neighbourhoods constable positions.

Contracts & Service expenses were \$2.64 million less than budget. There was a \$1.45 million savings from an adjustment to legal contingency. This adjustment was made to reflect the same accounting methodology for legal contingency used by the city. There were \$600 thousand savings primarily due to reduced cross charges for fleet, licence, and vehicle insurance related to vacancies. There were \$80 thousand savings in advertising costs.

Material & Supply expenses were \$1.85 million less than budget. There were fuel savings of \$870 thousand from lower fuel prices and usage than planned. There were \$970 thousand savings primarily related to vacant positions and included reduced costs for uniforms, officer equipment and supplies.

Technology & Equipment expenses were \$270 thousand less than budget. The savings are mostly from reduced computer and telephones costs due to vacant positions.

Surplus Transfer

The surplus transfer of \$2.95 million was placed in SPS Capital Reserves. Monies transferred to the Capital Reserves will provide funding to unfunded capital pressures as forecasted in the 10-year capital plan.

The surplus transfer of \$1.07 million was placed in the SPS Fiscal Stabilization Reserve. Monies in the Fiscal Stabilization Reserve will help cover future operating deficits from unanticipated expenditures. The balance in this reserve is \$3.64 million.

Conclusion

The SPS ended the year with a balanced budget. Monies added to the SPS Capital Reserves and the SPS Fiscal Stabilization Reserve will support SPS in the future years with the 10-year capital plan and unanticipated expenditures.

PART B: CAPITAL PROJECT REPORTING

Capital project activity for fiscal 2025 has been summarized as follows with detailed reports attached.

Completed Projects

There were 9 capital projects completed this year, with expenditures totaling \$898 thousand. A few were slightly over budget in Equipment Replacement, Technology Replacement, and Equipment Expansion. These over-expenditures were offset by under-expenditures in other capital projects. The larger projects completed in 2025 include the Storage Area Network Replacement (\$339 thousand), the Traffic Speed Detection Equipment Replacement (\$181 thousand), and the TSU Breaching Tools Expansion (\$148 thousand).

Net funding of \$12 thousand will be returned to the reserve in 2026.

2025 Completed Capital Projects				
<u>Capital Replacement</u>	<u># of Projects</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Remaining</u>
Equipment	6	369,397	366,305	3,091
Technology	1	339,000	339,373	(373)
	7	\$ 708,397	\$ 705,678	\$ 2,718
<u>Capital Expansion</u>	<u># of Projects</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Remaining</u>
Equipment	1	147,600	148,113	(513)
General	1	54,000	44,281	9,719
	2	\$ 201,600	\$ 192,394	\$ 9,206
	9	\$ 909,997	\$ 898,072	\$ 11,924

Active Projects

There are 45 active capital projects with approved funding of \$22.39 million. All projects are at varying stages of completion with 2 projects expected to be over budget by a total of \$16 thousand (Replace Taser 7 CEW, and TSU – Trauma Plate Replacement). There are sufficient funds within the respective capital reserves to cover this over-expenditure.

Majority of active projects (70%) are linked to capital replacement including approximately \$6.68 million related to technology and \$4.25 million for equipment. The following is a breakdown of active projects by expenditure type.

2025 Active Capital Projects				
<u>Capital Replacement</u>	<u># of Projects</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Remaining</u>
Radio	1	3,140,203	3,056,166	84,036
Equipment	16	4,253,500	3,811,478	442,022
Technology	13	6,681,400	4,291,092	2,390,308
Facilities	3	1,623,000	887,258	735,742
	33	\$ 15,698,103	\$ 12,045,994	\$ 3,652,108
<u>Capital Expansion</u>	<u># of Projects</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Remaining</u>
Equipment	1	162,000	127,482	34,518
Technology	7	2,968,613	1,832,653	1,135,960
Facilities	2	221,000	22,091	198,909
General	2	3,339,020	2,108,074	1,230,946
	12	\$ 6,690,633	\$ 4,090,300	\$ 2,600,333
	45	\$ 22,388,736	\$ 16,136,294	\$ 6,252,442