

***Consolidated Financial Statements***

City of Saskatoon, Saskatchewan, Canada

Year Ended December 31, 2017

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# City of Saskatoon

December 31, 2017

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## ***Independent Auditor's Report***

To His Worship the Mayor and City Council:

We have audited the accompanying consolidated financial statements of the City of Saskatoon, which comprise the consolidated statement of financial position as at December 31, 2017, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the City of Saskatoon as at December 31, 2017 and the results of its operations, changes in net financial debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants,  
Licensed Professional Accountants

May 28, 2018  
Saskatoon, Saskatchewan

# Consolidated Statement of Financial Position

As at December 31, 2017

(in thousands of dollars)

	2017	2016
<b>Financial Assets</b>		
Cash and Cash Equivalents (Note 2)	\$ 59,446	\$ 68,483
Taxes Receivable (Note 3)	13,899	13,605
Accounts Receivable and User Charges (Note 3)	124,578	122,308
Loans Receivable (Note 4)	1,758	2,296
Land Inventory for Resale	8,617	8,172
Other Assets (Note 5)	4,454	1,614
Accrued Pension Asset (Note 8)	-	7,076
Investments (Note 6)	418,253	364,149
<b>Total Financial Assets</b>	<b>631,005</b>	<b>587,703</b>
<b>Financial Liabilities</b>		
Accounts Payable and Accrued Liabilities (Note 9)	250,130	278,995
Deferred Revenue (Note 10)	85,191	73,577
Term Debt (Note 11)	349,153	318,771
Accrued Pension Liability (Note 8)	17,190	-
Employee Benefits Payable	43,605	41,466
<b>Total Financial Liabilities</b>	<b>745,269</b>	<b>712,809</b>
<b>Total Net Financial Debt</b>	<b>(114,264)</b>	<b>(125,106)</b>
<b>Non-Financial Assets</b>		
Prepaid Expenses	11,446	12,111
Tangible Capital Assets (Note 17)	4,154,000	3,975,505
Inventory of Materials and Supplies	14,887	12,850
<b>Total Non-Financial Assets</b>	<b>4,180,333</b>	<b>4,000,466</b>
<b>Accumulated Surplus (Note 18)</b>	<b>\$ 4,066,069</b>	<b>\$ 3,875,360</b>

# Consolidated Statement of Operations

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017 Budget	2017	2016
<b>Revenues</b>			
Taxation (Note 7)	\$ 243,145	\$ 242,886	\$ 227,493
Grants in Lieu of Taxes (Note 7)	5,530	6,183	5,275
User Charges	411,028	414,509	392,543
Government Transfers - Operating (Note 12)	65,112	53,500	67,907
Government Transfers - Capital (Note 12)	71,241	71,241	47,815
Investment Income	11,047	11,913	13,025
Contribution from Developers and Others - Operating	65,122	65,122	49,628
Contribution from Developers and Others - Capital	55,915	55,915	44,423
Franchise Fees	15,250	15,818	21,701
Other	21,647	20,361	22,610
<b>Total revenue</b>	<b>965,037</b>	<b>957,448</b>	<b>892,420</b>
<b>Expenses</b>			
Arts, Culture and Events Venues	13,074	11,959	6,226
Community Support	15,449	17,154	21,328
Corporate Asset Management	(5,915)	(7,902)	(5,792)
Corporate Governance & Finance	40,460	38,429	56,818
Debt Servicing Costs	14,104	14,132	16,465
Environmental Health	48,921	52,581	38,754
Fire	48,153	47,737	47,841
Land Development	27,838	26,060	1,972
Libraries	23,365	23,035	18,159
Police	100,772	102,199	99,926
Recreation and Culture	65,263	65,598	75,940
Taxation & General Revenues	5,872	6,697	3,672
Transportation	148,855	159,823	142,924
Urban Planning & Development	25,307	24,345	19,601
Utilities	201,802	184,892	161,732
<b>Total expenses</b>	<b>773,320</b>	<b>766,739</b>	<b>705,566</b>
<b>Surplus of Revenues Over Expenses</b>	<b>191,717</b>	<b>190,709</b>	<b>186,854</b>
Accumulated Surplus, Beginning of Year (Note 18 & 20)	-	3,875,360	3,688,506
<b>Accumulated Surplus, End of Year</b>	<b>\$ 4,066,069</b>	<b>\$ 3,875,360</b>	

# Consolidated Statement of Cash Flows

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017	2016
<b>Operating Activities:</b>		
Surplus of Revenues over Expenses	\$ 190,709	\$ 186,854
<b>Net Change In Non-Cash Working Capital Items:</b>		
Taxes Receivable	(294)	(2,296)
Accounts Receivable and User Charges	(2,270)	(23,257)
Loans Receivable	538	515
Land Inventory for Resale	(445)	537
Other Assets	(2,840)	2,807
Accrued Pension Asset	7,076	(7,076)
Prepaid Expenses	665	1,195
Inventory of Materials and Supplies	(2,036)	(1,404)
Accounts Payable and Accrued Liabilities	(28,865)	49,821
Deferred Revenue	11,614	(12,335)
Accrued Pension Liability	17,190	(9,296)
Employee Benefits Payable	2,139	3,601
Amortization	133,991	123,233
Revenue from Contributed Tangible Capital Assets	(27,789)	(9,056)
	<b>299,383</b>	<b>303,843</b>
<b>Investing Activities</b>		
(Purchase of) Sale of Investments	(54,104)	8,599
	<b>(54,104)</b>	<b>8,599</b>
<b>Financing Activities:</b>		
Proceeds From Term Debt	57,778	79,722
Term Debt Repaid	(27,396)	(24,001)
	<b>30,382</b>	<b>55,721</b>
<b>Capital Activities:</b>		
Acquisition of Tangible Capital Assets	(284,698)	(367,985)
	<b>(284,698)</b>	<b>(367,985)</b>
<b>Decrease in Cash and Cash Equivalents</b>	<b>(9,037)</b>	<b>178</b>
Cash and Cash Equivalents at Beginning of Year	68,483	68,305
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 59,446</b>	<b>\$ 68,483</b>

## *Consolidated Statement of Changes in Net Financial Debt*

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017	2016
Surplus of Revenues over Expenses	\$ 190,709	\$ 186,854
Net Acquisition of Tangible Capital Assets	(284,698)	(367,985)
Contributed Assets	(27,789)	(9,056)
Amortization	133,991	123,233
<b>Deficit from Capital Transactions</b>	<b>(178,496)</b>	<b>(253,808)</b>
Net Change in Prepaid Expenses	665	1,195
Net Change in Inventory of Materials and Supplies	(2,036)	(1,404)
<b>Deficit from other Non-financial Expenses</b>	<b>(1,371)</b>	<b>(209)</b>
<b>Increase (Decrease) in Net Financial Debt</b>	<b>10,842</b>	<b>(67,163)</b>
Net Financial Debt, Beginning of Year	(125,106)	(57,943)
<b>Net Financial Debt, End of Year</b>	<b>\$ (114,264)</b>	<b>\$ (125,106)</b>

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# *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

## 1. 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 owned or controlled by the City, namely:

- ◆ General Revenue and Capital Funds
- ◆ Board of Police Commissioners
- ◆ Wastewater Utility
- ◆ Storm Water Management Utility
- ◆ Water Utility
- ◆ Saskatoon Light & Power
- ◆ Mendel Art Gallery (Operating as "Remai Modern Art Gallery")
- ◆ Centennial Auditorium (Operating as "TCU Place")
- ◆ Saskatchewan Place (Operating as "SaskTel Centre")
- ◆ Saskatoon Public Library ("Library")
- ◆ Saskatchewan Information and Library Services Consortium Inc. ("SILS")
- ◆ Reserve Funds



# *Notes to Financial Statements*

**For the Year Ended December 31, 2017**

(in thousands of dollars)

## **1. Accounting Policies (continued)**

### **b. Basis of Consolidation (continued)**

#### **i. Reporting Entity (continued)**

All interfund amounts have been eliminated through the consolidation. Schedule 5, and supporting Appendices 1 to 7, 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 an interest in the SILS, which has been proportionately consolidated.

#### **ii. Trust and Pension Funds**

Trust funds (see Note 15) and pension funds and their related operations administered by the City are not reflected in the consolidated financial statements.

#### **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. 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.

#### **ii. Revenues and Expenses**

Revenues are accounted for in the period in which the transactions or events 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 purposes specified. Gross revenues for the 2017 fiscal year are \$957,448. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due. Gross expenses for the 2017 fiscal year are \$766,739. Budget information is presented on a basis consistent with that used for actual results. The budget was approved by City Council on December 1, 2016. Any Council-approved changes made to capital budgets throughout the fiscal year have been excluded from the 2017 budgeted amounts. Amounts for contributions from developers are not specifically budgeted for and as a result, the comparison between actual and budgeted amounts on the Statement of Operations is hindered. Readers are encouraged to review Schedule 5 which includes a comparison of the City's operating budget to actual results.

#### **iii. 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, 2017.

# *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

## **1. Accounting Policies (continued)**

### **c. Basis of Accounting (continued)**

#### **iv. Cash and Cash Equivalents**

Cash and cash equivalents consists 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 cost.

#### **v. Government Transfers**

Government transfers are recognized in the financial statements as revenues in the period in which 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 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 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.

#### **vi. Inventories of Materials and Supplies**

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

#### **vii. Land Inventory for Resale**

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 replacement cost. Adjusted cost includes amounts for land acquisition and improvements to prepare the land for sale. Land is available for resale when approved for sale by the Land Bank Committee and when all municipal services have been completed.

#### **viii. Loans Receivable**

Loans receivable are recorded at cost less allowance for doubtful accounts. Allowance for doubtful accounts is recognized when collection is in doubt. Loans receivable and interest revenue recognized on loans receivable are recorded at lower of cost and net recoverable value.

#### **ix. Investments**

All investments are recorded at amortized cost using the effective interest rate 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 a value of an investment that is other than temporary decline, the investment is written down to recognize the loss and the loss is recognized in the consolidated statement of operations.

#### **x. 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 Plans 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.

# *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

## **1. Accounting Policies (continued)**

### **c. Basis of Accounting (continued)**

#### **xi. Provision for Landfill Closure and Post Closure**

The Environmental Management and Protection Act of Saskatchewan sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of landfill sites. This requirement is being provided for over the estimated remaining life of the landfill sites based on usage, and is funded through tipping fees. The annual provision is reported as an expense in Environmental Health and the accumulated provision is reported as a liability on the Consolidated Statement of Financial Position.

#### **xii. 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 assets and liabilities, contingent liabilities and commitments, provision for doubtful accounts, employee benefits payable, landfill liability, contaminated sites remediation, the amortization of tangible capital assets, and the allocation of costs associated with land development, including contributions from developers.

# *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

## 1. Accounting Policies (continued)

### c. Basis of Accounting (continued)

#### xiii. Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to 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 and Land Improvements	20 to indefinite years
◆ Furniture and Fixtures	20 years
◆ Information & Communication	15 years

A full year's amortization is charged in the year of acquisition and no amortization is charged in the year of disposal. Assets under construction are not amortized 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.
- (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. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.
- (c) Land under roads  
Land under roads that is acquired other than by a purchase agreement is valued at a nominal 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 Financial Statements*

**For the Year Ended December 31, 2017**

(in thousands of dollars)

## **1. Accounting Policies (continued)**

### **d. Accounting Standards Effective Beginning On Or After April 1, 2017**

#### a) Assets

PS 3210, Assets provides additional guidance on the definition of assets and new disclosure requirements for those assets not recognized in the government's financial statements.

#### b) Contingent Assets

PS 3320, Contingent Assets defines and establishes standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty. The existence of a contingent asset must be disclosed when the occurrence of the confirming future event is likely.

#### c) Contractual Rights

PS 3380, Contractual Rights defines and establishes standards on contractual rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

#### d) Inter-Entity Transactions

PS 3420, Inter-Entity Transactions specifically addresses the reporting of transactions between entities controlled by a government that comprise the government's reporting entity from both a provider and recipient perspective.

#### e) Related Party Transactions

PS 2200 Related Party Transactions defines a related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required 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.

### Accounting Standards Effective Beginning On Or After April 1, 2018

#### e) Restructuring Transactions

PS 3430, Restructuring Transactions establishes how to record and report restructuring transactions, for both transferors and recipients, the transfer of assets and/or liabilities together with related programs or operation responsibilities.

### Accounting Standards Effective Beginning On Or After April 1, 2019

#### f) Financial Statement Presentation

PS 1201 Financial Statement Presentation 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-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

#### g) Financial 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.

# *Notes to Financial Statements*

**For the Year Ended December 31, 2017**

(in thousands of dollars)

## **1. Accounting Policies (continued)**

### h) 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.

### i) Financial Instruments

PS 3450 Financial Instruments establishes 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 City continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

### **e. 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 will be classified based on the nature of the funds, such as debt, grants, and/or reserves.

### **f. Provision for Contaminated Sites**

The Environmental Management and Protection Act (Saskatchewan) sets out the regulatory requirements in regards 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 provision in PS 3260 is provided for non-productive 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. Non-productive sites include any site where the contamination is a result of past activities not related to the current use of the site.

### **g. 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.

### **h. Comparative Information**

Comparative information has been restated to match the current year presentation.

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

### 2. Cash And Cash Equivalents

	Cost		Market	
	2017	2016	2017	2016
Cash	\$ 49,933	\$ 60,179	\$ 49,933	\$ 60,179
Short-Term Investments	9,513	8,304	9,513	8,304
<b>Total</b>	<b>\$ 59,446</b>	<b>\$ 68,483</b>	<b>\$ 59,446</b>	<b>\$ 68,483</b>

### 3. Taxes Receivable And Accounts Receivable And User Charges

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 \$0 (2016 - \$820) for uncollectable taxes is included in the balance of Taxes Receivable.

The City also calculates an allowance for uncollectable accounts relating to Utility billings. At December 31, 2017 this amount is \$50 (2016 - \$66) and is included in Accounts Receivable and User Charges.

### 4. Loans Receivable

City Bylaw No. 8418 was approved by City Council in 2005 to authorize a 15 year loan in the amount of \$10,550 from the City to Saskatoon Soccer Centre Inc. for the construction of the North East Soccer Park, in Forest Park, in Saskatoon. The total annual payment under the loan is shared by Saskatoon Soccer Centre Inc. and the City resulting in an amount receivable from the Saskatoon Soccer Centre Inc. of \$7,037 and a deferred grant of \$3,513 that is amortized over the life of the loan payments. Interest is recognized as earned at 2.80 percent to 4.60 percent over the life of the loan. Security on the loan is by way of an assignment lease against the Henk Ruys Soccer Centre and the North East Soccer Park. The amount receivable and deferred grant as at the end of December 31, 2017 are \$1,758 (2016 - \$2,296).

### 5. Other Assets

	2017	2016
Deferred Charges	\$ 4,014	\$ 1,369
Other Inventory for Resale	440	245
	<b>\$ 4,454</b>	<b>\$ 1,614</b>

### 6. Investments

	Cost		Market	
	2017	2016	2017	2016
Investments	\$ 418,253	\$ 364,149	\$ 416,623	\$ 379,198

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

Investments consist primarily of corporate and government bonds. Maturities are between 2018-2027 with effective interest rates of 1.14 percent to 5.25 percent.

2017 Investments contain \$3,706 (2016 - \$2,685) in restricted funds related to sinking funds accumulated to retire debt.

### 7. Net Taxes Available For Municipal Purposes

	2017	2016
<b>Gross Taxation Revenue Collected</b>	\$ 415,436	\$ 387,218
<b>Taxes collected on Behalf of Others:</b>		
Saskatoon School Division No. 13	(120,534)	(109,409)
St. Paul's Roman Catholic Separate School Division No. 20	(44,689)	(43,959)
Business Improvement Districts	(1,144)	(1,082)
<b>Net Taxes Available For Municipal Purposes</b>	<b>\$ 249,069</b>	<b>\$ 232,768</b>
<b>Comprised of:</b>		
Municipal	242,886	227,493
Grants in Lieu of Taxes	6,183	5,275
	<b>\$ 249,069</b>	<b>\$ 232,768</b>

*The Education Act and The Cities Act* set out the manner in which 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 Schedule of Revenue and Expenses, nor are the Assets, Liabilities, and Fund Balances of these Boards included in the consolidated financial statements.

### 8. Accrued Pension Asset

The City administers six employee pension plans - the General Superannuation Plan ("General Plan"), the Saskatoon Police Pension Plan, the Police Superannuation Plan ("Police Plan"), the Saskatoon Firefighters' Pension Plan, the Fire and Protective Services Department Superannuation Plan ("Fire Plan"), and the Part-Time and Seasonal Employee Superannuation Plan ("Seasonal Plan"). Combined, these plans provide pension benefits for all eligible staff of the City. General, Police, and Fire Plans are contributory defined benefit plans. The Saskatoon Police Pension Plan and the Saskatoon Firefighters' Pension Plan are contributory target benefit plans. The Seasonal Plan is a defined contribution plan. In all Plans, contributions are made by Plan members and the City as stipulated by pension agreements. The defined 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 Part-Time and Seasonal Employee Superannuation 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 Retirement Plan for Employees of the City of Saskatoon Board of Police Commissioners, the Saskatoon Police Pension Plan, the Retirement Plan for Employees of the Fire and Protective Services Department of the City of Saskatoon, the Saskatoon Firefighters' Pension Plan and the General Superannuation Plan for City of Saskatoon employees not covered by the Police and Fire and Protective Services Departments Superannuation Plans. The General Plan provides for partial inflation protection on benefits accrued to December 31, 2000. Fire and Police plans have 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 Plan was granted January 1, 2008 and the latest increase for retired members of the Police Plan was granted July 1, 2010. In accordance with the latest filed valuation reports. The average age of the 3,565 employees accruing service under the Plans is 43.47 years. At present, the Plans provide



## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

benefits for 2,001 retirees and surviving spouses; benefit payments were \$73,348 in 2017.

Employees make contributions in accordance with the following: General Plan 8.1 percent of salary below the year's maximum pensionable earnings (YMPE) and 9.7 percent above the YMPE; Fire Plan 10.9 percent of salary; Saskatoon Firefighters' Pension Plan 9 percent of salary; Police Plan 9 percent of salary; and Saskatoon Police Pension Plan 9 percent of salary while the City contributes an equal amount. In 2017, employee contributions for current and past service were \$25,260 (2016 - \$24,269), and the City's contributions were \$27,452 (2016 - \$23,613). 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:

	2017	2016
<b>Accrued Benefit Obligation</b>	\$ (1,348,433)	\$ (1,290,024)
<b>Pension Fund Assets</b>		
Marketable Securities	1,354,112	1,257,162
	<b>5,679</b>	(32,862)
Unamortized Actuarial Losses	(5,453)	39,808
	<b>226</b>	6,946
<b>Accrued Benefit Asset (Liability)</b>	<b>(17,416)</b>	<b>130</b>
Valuation allowance*		
<b>Net Carrying Value Of Accrued Benefit Asset (Liability)</b>	<b>\$ (17,190)</b>	<b>\$ 7,076</b>

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, 2017 for the General Plan, December 31, 2015 for the Fire Plan, January 1, 2016 for the Saskatoon Fire Fighters' Pension Plan, December 31, 2015 for the Police Plan and January 1, 2016 for the Saskatoon Police Pension Plan. 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.

The expected inflation rate is 2.25 percent for the five Plans. The discount rate used to determine the accrued benefit obligation is 6.25 percent for the General Plan, 6 percent for the Police Plan, 6.25 percent for the Saskatoon Police Pension Plan, 5.95 percent for the Fire Plan and 6.20 percent for the Saskatoon Fire Fighters' Pension Plan. The earnings increase rate is 3 percent for the General Plan, 3.25 percent for the Police Plan, 3.25 percent for the Saskatoon Police Pension Plan, 3.25 percent for the Fire Plan and 3.25 percent for the Saskatoon Fire Fighters' Pension Plan.

Pension fund assets are valued using a market-related value which amortizes realized and unrealized gains and losses over a five-year period. The expected rate of return on General Plan assets is 6.3 percent, on Police Plan assets is 6 percent, on Saskatoon Police Pension Plan assets is 6.25 percent, on Fire Plan assets is 5.95 percent and on Saskatoon Fire Fighters' Pension Plan assets is 6.20 percent. The actual rate of return on Plan assets in 2017 was 9.63 percent. The market value of assets at December 31, 2017 was \$1,398,898 (2016 - \$1,296,836).

Effective January 1, 2016, the Saskatoon Fire and Protective Services Department Superannuation and Saskatoon Police Superannuation 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 \$599 in 2017 (2016 - \$311).

\*The valuation allowance is comprised of \$12,203 for the General Plan, \$2,437 for the Fire Plan, and \$2,956 for the Police Plan.

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

The total expenditures related to pensions in 2017 include the following components:

	2017	2016
Current Period Benefit Cost	\$ 39,058	\$ 36,910
Less: Employee Contributions	(25,260)	(23,615)
Amortization of Actuarial Loss	3,973	6,297
Increase in valuation allowance	14,880	2,536
<b>Pension Expense Excluding Interest</b>	<b>32,651</b>	22,128
Interest Cost On The Average Accrued Benefit Obligation	78,626	76,542
Expected Return On Average Pension Plan Assets	(77,121)	(74,622)
<b>Pension Interest Expense</b>	<b>1,505</b>	1,920
<b>Total Pension Expense</b>	<b>\$ 34,156</b>	\$ 24,048

### 9. Accounts Payable And Accrued Liabilities

Included in accrued liabilities is \$7,357 (2016 - \$5,917) for the estimated total landfill closure and post closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2017, based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post closure care activities discounted at the City's average long-term borrowing rate of 3.51 percent. Amounts to be accrued for in future years as the landfill's capacity is consumed are estimated at \$8,515. The expense recorded with respect to landfill closure liability is recorded in the Consolidated Statement of Operations.

Landfill closure and post closure care requirements have been 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 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 estimated remaining capacity of the landfill is 58 percent - 6,311,947 cubic meters (2016 - 59 percent - 6,182,144 cubic meters) of its total estimated capacity of 15,050,842 cubic meters and its estimated remaining life is 49 years (2016 - 51 years). The period for post closure care is estimated to be 35 years (2016 - 35 years).

The expected lifespan for the landfill has been estimated on the basis of waste diversion rates rising slowly. With the introduction of residential curbside recycling in 2013 and the beginning of multi-unit recycling in 2014, the 2017 diversion rate is 22.75%. The expected tonnes of total recyclable material captured is lower than originally anticipated because the increase in curbside and multi-unit collection was accompanied by a decrease in recycling depot tonnage. The optimization strategy for the landfill is based on the existing facility footprint.

The unfunded liability for the landfill will be paid for per the annual approved budget where capital expenses will be funded from the Landfill Reserve.

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

### 10. Deferred Revenue

	2016	Externally Restricted Contributions Received	Revenue Recognized	2017
	\$	\$	\$	\$
Development Charges	\$ 49,669	\$ -	\$ 103	\$ 49,566
Federal Government Transfers	7,701	12,632	3,142	17,191
Ticket Sales and Other	16,207	-	(2,227)	18,434
<b>Total</b>	<b>\$ 73,577</b>	<b>\$ 12,632</b>	<b>\$ 1,018</b>	<b>\$ 85,191</b>

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. These are included in the development charges listed above. In addition, 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.

### 11. Term Debt

#### a. Net Term Debt

	2017	2016
Water Utility	\$ 30,328	\$ 37,170
Wastewater Utility	11,941	13,887
Gas Tax	16,628	23,065
Operating fund	120,456	129,927
Public Private Partnership ("P3") Term Debt (11b)	169,800	114,722
<b>Total Term Debt (11c)</b>	<b>349,153</b>	<b>318,771</b>
<b>Sinking Funds Accumulated to Retire Debt</b>	<b>(3,706)</b>	<b>(2,685)</b>
<b>Net Term Debt</b>	<b>\$ 345,447</b>	<b>\$ 316,086</b>

The long-term debt is repayable as follows:

2018	\$ 28,695
2019	25,664
2020	22,448
2021	16,829
2022-2043	255,517
<b>Total</b>	<b>\$ 349,153</b>

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

Interest rates range from 1.9 percent to 4.68 percent. All debt instruments have been issued in Canadian funds.

### b. P3 Term Debt

During construction of the North Commuter Parkway and Traffic Bridge ("NCPTB") and the Civic Operations Centre ("COC"), the City records 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 represents the deferred capital payment portions of the project costs based on the terms of the agreement. Once completed, the City amortizes the accumulated costs of the completed project over its useful life, expenses the annual interest cost and settles the long-term liability over the term of the project agreements. The City has \$169,800 (2016 - \$114,722) to be repaid by monthly interest and principal payments over 25 years at an interest rate of 4.5%. Principal is due 2041.

### c. Components of Debt:

	2017	2016
Royal Bank Bankers' Acceptance Loan - offering rate plus spread of 0.20%, revolves quarterly at progressively smaller amounts until October 22, 2018 (offering rate at December 31, 2016 was 0.900%)	\$ 3,809	\$ 7,471
Royal Bank Bankers' Acceptance Loan - offering rate plus spread of 0.28%, revolves quarterly at progressively smaller amounts until March 24, 2025 (offering rate at December 31, 2016 was 0.934%)	11,561	12,960
Royal Bank Bankers' Acceptance Loan - offering rate plus spread of 0.30%, revolves quarterly at progressively smaller amounts until February 9, 2032 (offering rate at December 31, 2016 was 0.894%)	42,402	44,752
Total	\$ 57,772	\$ 65,183

The above "Components of Debt" are included in the total Net Term Debt balance in Note 11a.

### d. 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 (2015-\$558,000) as approved by the SMB. The total interest paid by the City for debt in 2017 was \$14,210 (2016 - \$12,134).

## *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

### *12. Government Transfers*

The following transfers have been included in revenues:

	2017	2016
<b>Operating Transfers</b>		
Federal	\$ (4,443)	\$ 7,977
Provincial	57,943	59,930
	<b>53,500</b>	67,907
<b>Capital Transfers</b>		
Federal	32,005	41,238
Provincial	39,236	6,577
	<b>71,241</b>	47,815
	<b>\$ 124,741</b>	<b>\$ 115,722</b>

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## *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

### **13. *Commitments And Contingent Liabilities***

#### **a. Lawsuits**

Various lawsuits and claims are pending by and against the City. Provisions have been made for any claims that are likely and the amount of the potential loss can be reasonably estimated. It is the opinion of management that final determination of any other claims will not materially affect the financial position of the City.

#### **b. Contaminated Sites**

A provision for remediation of known contaminated sites has been accrued in Accounts Payable and Accrued Liabilities in the amount of \$10,075 (2016 - \$8,012). The provision is based on expenses expected to be incurred over the next 10 years discounted using rates ranging from .75 percent to 1.42 percent. The liability reflects the City's best estimate as at December 31, 2017, of the amount that is required to remediate non-productive sites back to current environmental standards. Where possible, provisions for remediation are based on environmental assessments completed on a site. For sites where no assessment has been completed, estimates of the remediation are completed using the best information available for the site.

The liability for contaminated sites include 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.

#### **c. NCPTB**

The North Commputer Parkway Traffic Bridge (NCPTB) is being pursued as a P3 project and has 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) has been chosen to design, build, finance, operate and maintain the NCPTB. The project is expected to be substantially complete October 2018. GCP will operate and maintain the North Commuter Parkway and adjacent roadways until 2048 and will maintain the Traffic Bridge until 2048 (note 11b).

#### **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 complete late 2016 with move in early 2017. ITS will operate the new facility until fall 2041 (note 11b).

### **14. *Property Realized Reserve***

The Property Realized Reserve, which is included on Schedule 3, is reported net of all withdrawals. This practice does not recognize the value of assets for property purchased but not yet sold, or repayable advances of funds. At December 31, 2017, the gross value of the Property Realized Reserve is estimated to be \$154,089 (2016 - \$149,251) itemized as follows:

	2017	2016
Gross Value of Reserve, December 31	\$ 154,089	\$ 149,251
Advances Repayable from Future Revenue Fund Provisions	(4,109)	(6,006)
Property Purchased from Reserve and not yet re-sold (at estimated cost)	(119,079)	(121,528)
<b>Net Balance of Reserve, December 31</b>	<b>\$ 30,901</b>	<b>\$ 21,717</b>

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

### 15. 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 \$4,828 (2016 - \$4,563) and \$1,391 (2016 - \$551), respectively.

### 16. Expenses By Object

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

	2017	2016
Wages and Benefits	\$ 327,544	\$ 280,655
Contracted and General Services	149,564	161,007
Heating, Lighting, Power, Water and Telephone	106,737	97,683
Materials, Goods and Supplies	24,019	16,635
Finance Charges	14,132	16,465
Donations, Grants and Subsidies	10,752	9,888
Amortization	133,991	123,233
<b>Total</b>	<b>\$ 766,739</b>	<b>\$ 705,566</b>

### 17. Tangible Capital Assets

	Net Book Value	
	2017	2016
Land	\$ 325,233	\$ 288,834
Land Improvements	176,719	161,379
Buildings	563,422	465,674
Roadways	1,073,831	993,898
Plant and Facilities	291,490	281,706
Underground Networks	1,009,466	832,898
Electrical Utility	215,479	214,282
Machinery and Equipment	18,408	17,672
Traffic Control	19,041	14,353
Vehicles	83,624	70,663
Other	22,133	23,266
	<b>3,798,846</b>	<b>3,364,625</b>
Assets under Construction	355,154	610,880
	<b>\$ 4,154,000</b>	<b>\$ 3,975,505</b>

## Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

### 17. Tangible Capital Assets (continued)

For additional information, see the Consolidated Schedule of Tangible Capital Assets (Schedule 4). Contributed assets totaled \$27,788 (2016 - \$9,056) and were capitalized at their fair value at the time of receipt. Assets contributed during the year consisted of infrastructure components, including sanitary sewer mains, storm water mains, water mains, grading, sidewalks, roadways and street lights.

As at December 31, 2017, tangible capital assets of \$59,703 were included as assets under construction and a related accrued liability of \$1,925 was recorded in relation to the North Commuter Parkway & Traffic Bridge project.

### 18. Accumulated Surplus

	2017	2016
<b>Fund Balances</b>		
Funds to offset taxation or user charges in future years (Schedule 1)	\$ 93,961	\$ 83,123
Unexpended capital financing (Schedule 2)	(57,106)	52,104
Reserves (Schedule 3)	207,305	158,302
	<b>244,160</b>	<b>293,529</b>
<b>Net Investment in Tangible Capital Assets</b>		
Tangible Capital Assets	4,154,000	3,975,504
Capital outlay financed by long-term liabilities to be recovered in future years	(294,916)	(381,500)
Capital outlay financed by internal investments	(37,175)	(12,173)
	<b>3,821,909</b>	<b>3,581,831</b>
<b>Total Accumulated Surplus</b>	<b>\$ 4,066,069</b>	<b>\$ 3,875,360</b>



# *Notes to Financial Statements*

For the Year Ended December 31, 2017

(in thousands of dollars)

## ***19. Segmented Information***

The Consolidated Schedule of Segmented Disclosures - Note 20 has been prepared in accordance with PS2700 *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:

**i. Arts, Culture and Events Venue**

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

**ii. 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.

**iii. Corporate Asset Management**

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

**iv. Corporate Governance and Finance**

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

**v. Environmental Health**

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

**vi. 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.

**vii. Land Development**

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

**viii. Policing**

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.

# *Notes to Financial Statements*

**For the Year Ended December 31, 2017**

(in thousands of dollars)

## **ix. Recreation and Culture**

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

## **x. Taxation and 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.

## **xi. Transportation**

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

## **xii. Urban Planning and 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.

## **xiii. 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).

## **xiv. 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 Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

## 20. Financial Activities by Segment

### a. Surplus (Deficit) of Revenues over Expenses

#### i. 2017

	Arts, Culture & Events Venue	Community Support	Corporate Asset Mgmt.	Corporate Governanc e & Finance	Enviro Health	Fire	Police	Rec & Culture	Tax & General Revenues	Trans.	Urban Planning & Design	Land	Library	Utilities	Consol. Adj.	\$
<b>Revenues</b>																
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 220,086	\$ -	\$ -	\$ -	\$ 22,800	\$ -	\$ -	\$ 242,886
Grants in Lieu	-	-	-	6,195	-	-	-	-	-	-	-	1,027	-	31,522	(32,561)	6,183
User Charges	688	7,927	484	-	4,582	512	2,409	20,361	-	13,501	509	2,414	248	365,664	(4,790)	414,509
Government Transfers	5,309	1,006	3,179	46,428	7,190	-	8,142	1,459	-	16,303	27,459	-	691	20,207	-	137,373
Investment Income	-	-	-	10,402	-	-	-	-	-	-	-	-	-	-	1,511	11,913
Contribution from Developers	10,652	-	-	-	-	-	151	3,349	-	-	722	13,067	34	3,265	89,797	121,037
Other	-	10,515	3,089	260	-	13	48	7,751	2,926	2,352	-	-	-	15,818	(19,225)	23,547
<b>Total Revenues</b>	<b>16,649</b>	<b>19,448</b>	<b>6,752</b>	<b>63,285</b>	<b>11,772</b>	<b>525</b>	<b>10,750</b>	<b>32,920</b>	<b>223,012</b>	<b>32,156</b>	<b>28,690</b>	<b>16,508</b>	<b>23,773</b>	<b>436,476</b>	<b>34,732</b>	<b>957,448</b>
<b>Expenses</b>																
Wages and Benefits	-	2,584	(31,710)	22,376	8,449	42,059	78,133	20,079	-	51,049	8,485	852	11,855	31,647	81,686	327,544
Contracted and General Services	2,703	5,077	19,654	9,118	7,131	3,803	12,839	21,306	3,456	23,967	2,714	969	4,054	38,125	(5,352)	149,564
Donations, Grants and Subsidies	4,301	7,868	47	-	187	-	12	-	1,460	-	69	-	83	-	(3,275)	10,752
Heating, Lighting, Power, Water and Telephone	-	125	3,949	447	158	62	599	6,170	-	6,909	59	22	1,369	89,763	(2,895)	106,737
Materials, Goods and Supplies	-	305	1,718	1,565	798	192	3,440	1,508	1,061	8,907	61	20	1,613	5,970	(3,139)	24,019
Finance Charges	180	-	71	20,695	478	-	28	729	-	189	14	-	5	6,993	(15,250)	14,132
Amortization	67	76	5,985	898	21,908	1,295	3,332	8,365	-	66,112	7,934	5,546	80	12,395	-	133,991
<b>Total Expenses</b>	<b>7,251</b>	<b>16,035</b>	<b>(286)</b>	<b>55,099</b>	<b>39,109</b>	<b>47,411</b>	<b>98,383</b>	<b>58,157</b>	<b>5,977</b>	<b>157,133</b>	<b>19,336</b>	<b>7,409</b>	<b>19,059</b>	<b>184,893</b>	<b>51,775</b>	<b>766,739</b>
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>\$ 9,398</b>	<b>\$ 3,413</b>	<b>\$ 7,038</b>	<b>\$ 8,186</b>	<b>\$ (27,337)</b>	<b>\$ (46,886)</b>	<b>\$ (87,633)</b>	<b>\$ (25,237)</b>	<b>\$ 217,035</b>	<b>\$ (124,977)</b>	<b>\$ 9,354</b>	<b>\$ 9,099</b>	<b>\$ 4,714</b>	<b>\$ 251,583</b>	<b>\$ (17,043)</b>	<b>\$ 190,709</b>

# Notes to Financial Statements

For the Year Ended December 31, 2017

(in thousands of dollars)

## ii. 2016

	Arts, Culture & Events Venue	Community Support	Corporate Asset Mgmt.	Corporate Governance & Finance	Enviro Health	Fire	Police	Rec & Culture	Tax & General Revenues	Transp.	Urban Planning & Design	Land	Library	Utilities	Consol. Adjust.	
<b>Revenues</b>																
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 206,562	\$ -	\$ -	\$ -	\$ 20,931	\$ -	\$ -	\$ 227,493
Grants in lieu	-	-	-	-	-	-	-	-	36,524	-	-	-	-	-	(31,249)	5,275
User Charges	-	1,163	-	9,819	4,541	482	2,031	21,597	23,308	19,636	-	2,086	248	303,886	3,746	392,543
Government Transfers	-	183	38,582	7,155	2	62	7,770	146	48,523	2,698	212	-	684	-	9,705	115,722
Investment Income	-	204	-	-	-	-	-	-	10,940	-	-	-	-	-	1,881	13,025
Contribution from Developers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	94,051	94,051
Other	-	634	3,323	243	-	130	42	3	35,090	128	6,820	-	-	-	(2,102)	44,311
<b>Total Revenues</b>	<b>-</b>	<b>2,184</b>	<b>41,905</b>	<b>17,217</b>	<b>4,543</b>	<b>674</b>	<b>9,843</b>	<b>21,746</b>	<b>360,947</b>	<b>22,462</b>	<b>7,032</b>	<b>2,086</b>	<b>21,863</b>	<b>303,886</b>	<b>76,032</b>	<b>892,420</b>
<b>Expenses</b>																
Wages and Benefits	-	6,964	(26,191)	18,002	8,422	43,897	78,000	19,835	-	49,594	8,858	794	11,683	22,318	38,482	280,655
Contracted and General Services	2,119	4,839	15,987	10,880	6,513	3,720	11,993	20,593	3,672	18,380	2,902	1,139	3,604	37,374	17,292	161,027
Donations, Grants and Subsidies	4,108	8,889	17	-	226	-	13	70	-	-	56	-	-	-	(3,491)	9,888
Heating, Lighting, Power, Water and Telephone	-	94	3,573	473	169	63	551	5,231	-	6,383	59	-	77	84,965	(3,975)	97,663
Materials, Goods and Supplies	-	681	820	1,760	771	162	2,864	1,342	-	7,025	63	19	2,795	6,362	(8,029)	16,635
Finance Charges	180	-	71	28,246	478	-	10	555	-	184	16	-	-	16,225	(29,500)	16,465
Amortization	-	105	-	4,365	22,235	-	4,527	8,354	-	65,041	7,895	-	-	10,711	-	123,233
<b>Total Expenses</b>	<b>6,407</b>	<b>21,572</b>	<b>(5,723)</b>	<b>63,726</b>	<b>38,814</b>	<b>47,842</b>	<b>97,958</b>	<b>55,980</b>	<b>3,672</b>	<b>146,607</b>	<b>19,849</b>	<b>1,952</b>	<b>18,159</b>	<b>177,955</b>	<b>10,779</b>	<b>705,566</b>
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>\$ (6,407)</b>	<b>\$ (19,388)</b>	<b>\$ 47,628</b>	<b>\$ (46,509)</b>	<b>\$ (34,271)</b>	<b>\$ (47,168)</b>	<b>\$ (88,115)</b>	<b>\$ (34,234)</b>	<b>\$ 357,275</b>	<b>\$ (124,145)</b>	<b>\$ (12,817)</b>	<b>\$ 134</b>	<b>\$ 3,704</b>	<b>\$ 125,931</b>	<b>\$ 65,253</b>	<b>\$ 186,854</b>

## *Notes to Financial Statements*

**For the Year Ended December 31, 2017**

(in thousands of dollars)

### ***21. 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, 2017 to December 31, 2017 would normally be available to employees after April 1, 2018.

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.

Employee benefits payable are recorded as financial liabilities on the Consolidated Statement of Financial Position, offset by a reduction in fund balances. The total of these liabilities is as follows:

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Accrued benefit obligation, beginning of year	\$ 19,214	\$ 18,280
Current period benefit cost	1,545	1,496
Interest on accrued benefit obligation	378	357
Less Benefits Paid	(599)	(919)
<b>Accrued benefit obligation, end of year</b>	<b>\$ 20,538</b>	<b>\$ 19,214</b>

***Schedule 1 - Schedule of Funds to Offset Taxation or User Charges in Future Years***

**For the Year Ended December 31, 2017**

(in thousands of dollars)

(unaudited)

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Balance, Beginning of Year	\$ 83,123	\$ 13,574
Transfer to Revenue Stabilization Reserve	(653)	(2,058)
Increase in Employee Benefit Payable	(2,139)	(3,601)
Decrease (Increase) in Landfill Closure/Post Closure Care Liability	(1,439)	2,462
Increase in Accrued Debt Principal	30,382	55,721
Decrease (Increase) in Accrued Pension Liability	(12,213)	16,372
Surplus (Deficit) for the Year (Schedule 5)	(3,100)	653
<b><i>Balance, End of Year</i></b>	<b>\$ 93,961</b>	<b>\$ 83,123</b>

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## *Schedule 2 - Schedule of Capital Operations*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Source of funds</b>			
Province of Saskatchewan	\$ 5,400	\$ 32,106	\$ 1,830
Federal Gas Tax Program	-	199	-
Provincial Building Communities Program	-	-	921
Urban Highway Connector Program	-	-	226
Government of Canada	11,560	14,087	46
Transport Canada	-	3,179	38,582
Federal Transit Funding Program	14,350	9,513	11
Building Canada Fund (FED)	-	5,027	2,599
Building Canada Fund (PROV)	-	4,628	2,599
Taxation	50	82	4,145
Utility Contribution	2,460	7,011	6,045
Contributions from Developers	19,129	24,251	29,468
<b>Appropriations</b>			
Reserves	178,751	156,978	178,361
	<b>231,700</b>	<b>257,061</b>	<b>264,833</b>
<b>Expenses</b>			
Community Support	725	625	366
Corporate Asset Management	19,349	118,042	55,170
Corporate Governance and Finance	4,575	2,068	1,035
Environmental Health	13,202	3,123	2,942
Fire	6,844	5,561	1,797
Police	4,033	2,672	2,885
Recreation and Culture	21,470	15,229	25,084
Saskatoon Land	22,774	42,237	58,286
Transportation	57,630	97,489	60,875
Urban Planning & Development	3,460	2,996	13,629
Utilities	77,638	76,229	52,645
	<b>231,700</b>	<b>366,271</b>	<b>274,714</b>
<b>Decrease in Unexpended Capital Financing</b>	-	<b>(109,210)</b>	<b>(9,881)</b>
Unexpended Capital Financing, Beginning of Year	-	52,104	61,985
<b>Unexpended Capital Financing, End of Year</b>	<b>\$ -</b>	<b>\$ (57,106)</b>	<b>\$ 52,104</b>

### *Schedule 3 - Schedule of Reserves*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017	2016
	\$	\$
<b>Replacement</b>		
Albert Community Centre	\$ 25	\$ 1
Automated Garbage Containers	7	7
Access Transit	22	(106)
<b>Boards:</b>		
TCU Place	4,388	4,097
Saskatoon Public Library	5,783	5,284
SaskTel Centre	664	570
Buildings and Grounds Equipment	118	214
Bus Replacement	1,061	605
Civic Radio Reserve	10	-
Civic Vehicles and Equipment	3,559	2,016
Computer Equipment	25	250
Fire Apparatus	982	825
Fire Equipment	451	100
Grounds Maintenance Equipment Acquisition	27	163
<b>Infrastructure Replacement:</b>		
Parks	(168)	(286)
Storm Water Management	2,008	1,721
Surface Improvements	305	37
Water and Sewer Replacement	1,255	(4,035)
Landfill	(544)	(1,052)
Leisure Service Equipment	969	946
Paved Roadways Infrastructure	1,098	595
Photocopy Machine	206	186
Police - Vehicle/Radio	275	575
Radio Trunking	241	325
Saskatoon Light & Power	8,650	9,826
Wastewater Collection/Treatment	1,828	610
Water Utility	1,842	3,226
Weigh Scales	181	181
<b>Balance, End of Year</b>	<b>\$ 35,268</b>	<b>\$ 26,881</b>



### *Schedule 3 - Schedule of Reserves*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017	2016
	\$	\$
<b>Future Expenses</b>		
Animal Services	\$ 127	\$ 68
Animal Trading - Zoo	59	66
Active Transportation Reserve	14	14
Affordable Housing - Operating	497	210
Arbor Creek Parks	39	177
<b>Boards:</b>		
TCU Place	5,427	4,661
Saskatoon Public Library	27,609	23,246
Remai Modern Art Gallery	8,737	11,212
SaskTel Centre	6,886	6,089
Bridge Major Repairs	10,314	719
Building Permits/Inspections	7,620	7,866
Campsite	139	163
Business Licensing Stabilization	142	61
Cemetery	580	491
Civic Buildings Comprehensive Maintenance	821	2,434
Civic Hospitality	199	185
Community Support Grant	112	107
Corporate Capital	1,133	828
Corporate Information Systems Development	39	259
Cosmo Stabilization	30	30
Cultural Capital	86	80
Dedicated Lands	1,922	1,911
Dedicated Roadways	689	754
Downtown Housing	1,293	716
Errors and Omissions	442	660
Facade Conservation and Enhancement	126	117
Federal Gas Tax Reserve	-	2,127
Fire Department Uniforms	231	201
Fiscal Stabilization	5,022	8,122
Forestry Farm	108	56
Fuel Stabilization	1,325	1,325
General Voting	289	128
Golf Course Capital	525	557
Golf Course Stabilization	-	76

### *Schedule 3 - Schedule of Reserves*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017	2016
	\$	\$
Heritage Fund	141	147
Holiday Park Golf Course Development	158	155
Idylwyld Drive Maintenance	27	26
Insurance Deductible	1,809	1,823
Interest Stabilization	1,926	2,029
Lakeridge Ponding	57	57
Land Bank	(13,759)	(32,427)
Land Operations	3,626	3,363
Neighbourhood Park Enhancement	473	438
Parking Facilities	297	284
Parks Grounds Maintenance Stabilization	140	336
Pest Control	68	68
Police Equipment	(116)	149
Police Facilities Major Repair	381	498
Planning Levy	68	139
Prepaid Services	16,825	2,125
Property Realized	30,901	21,717
Public Works Building	154	116
Recycling Utility Stabilization	472	666
Reserve for Capital Expenditures	2,260	3,182
River Landing Capital	373	299
S'toon Minor Football Field Stabilization	33	65
Saskatoon Light & Power Distribution Extension	417	(1,189)
Saskatoon Light & Power Revenue Stabilization	2,496	1,354
Saskatoon Soccer Capital	1,326	1,287
Sign Shop Equipment Acquisition	205	126
Snow & Ice Contingency	3,113	2,088
Snow & Ice Equip Acquisition	17	267
Special Events	1,750	1,553
Sports Participation	115	104
Storm Water Management Utility Stabilization	1,753	1,460
Streetscape	1,887	3,397
Street Cleaning/Sweeping Acquisition	185	158
Sundry	5,854	14,401
Traffic Noise Attenuation	1	2,317
Traffic Safety	242	295
Transportation Infrastructure Expansion	236	(386)

### ***Schedule 3 - Schedule of Reserves***

**For the Year Ended December 31, 2017**

(in thousands of dollars)

**(unaudited)**

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Transit Capital	<b>214</b>	527
Vehicle and Equipment	<b>4,010</b>	4,095
Warranty	<b>2,135</b>	1,773
Waste Minimization	<b>205</b>	156
Wastewater Collection/Treatment Capital	<b>3,627</b>	1,819
Water and Wastewater Utility Stabilization	<b>9,935</b>	9,153
Water Capital Projects	<b>3,418</b>	5,695
<b>Balance, End of Year</b>	<b>172,037</b>	131,421
<b>Total Reserves, End of Year</b>	<b>\$ 207,305</b>	<b>\$ 158,302</b>

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## Schedule 4 - Consolidated Schedule of Tangible Capital Assets

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	Cost				Accumulated Amortization					Net Book Value	
	Opening Balance	Additions	Disposals	Write-Downs	Balance End of Year	Amortization Beginning of Year	Accumulated Amortization on Disposals	Amortization	Accumulated Amortization End of Year	2017 \$	2016 \$
Land	\$ 288,834	\$ 38,670	\$ (2,271)	\$ -	\$ 325,233	\$ -	\$ -	\$ -	\$ -	\$ 325,233	\$ 288,834
Land Improvements	304,032	26,370	-	-	330,402	142,653	-	11,030	153,683	176,719	161,379
Buildings	595,701	114,099	(6,776)	-	703,024	130,027	4,140	13,715	139,602	563,422	465,674
Roadways	1,673,320	133,344	-	-	1,806,664	679,422	-	53,411	732,833	1,073,831	993,898
Plant and Facilities	389,750	21,087	(218)	-	410,619	108,043	218	11,304	119,129	291,490	281,707
Underground Networks	1,157,747	194,520	-	-	1,352,267	324,849	-	17,952	342,801	1,009,466	832,898
Electrical Utility	380,060	12,033	(1,187)	-	390,906	165,778	802	10,451	175,427	215,479	214,282
Machinery and Equipment	34,940	3,327	(678)	-	37,589	17,268	514	2,427	19,181	18,408	17,672
Traffic Control	26,674	5,691	-	-	32,365	12,321	-	1,003	13,324	19,041	14,353
Vehicles	144,266	23,405	(4,843)	-	162,828	73,602	3,977	9,579	79,204	83,624	70,664
Other Property, Plant and Equipment	98,814	1,990	-	-	100,804	75,551	-	3,120	78,671	22,133	23,263
Assets under Construction	610,881	-	(255,727)	-	355,154	-	-	-	-	355,154	610,881
<b>Total</b>	<b>\$ 5,705,019</b>	<b>\$ 574,536</b>	<b>\$ (271,700)</b>	<b>\$ -</b>	<b>\$ 6,007,855</b>	<b>\$ 1,729,514</b>	<b>\$ 9,651</b>	<b>\$ 133,992</b>	<b>\$ 1,853,855</b>	<b>\$ 4,154,000</b>	<b>\$ 3,975,505</b>

## *Schedule 5 - Schedule of Revenues and Expenditures*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Taxation	\$ 220,335	\$ 220,086	\$ 206,562
Grants in Lieu of Taxes	38,312	38,744	36,524
General Revenues	94,985	93,963	95,163
User Fees	55,051	51,968	50,005
Transfers from Other Government (Grants)	64,530	64,813	66,546
Land Administration Fee	4,507	2,415	2,086
<b>Total Revenues for the Year (Appendix 1)</b>	<b>477,720</b>	<b>471,989</b>	<b>456,886</b>
<b>Expenses</b>			
Arts, Culture and Events Venue	7,333	7,183	7,206
Community Support	16,387	18,027	16,001
Corporate Asset Management	10,799	11,751	11,725
Corporate Governance and Finance	44,026	40,230	38,152
Debt Servicing Costs	29,355	29,461	27,787
Environmental Health	19,281	18,566	19,127
Fire	48,068	47,478	47,120
Land Development	4,508	2,415	2,086
Police	95,778	96,927	93,280
Recreation and Culture	51,881	51,069	49,623
Taxation and General Revenues	5,872	7,605	7,809
Transportation	130,027	131,555	123,242
Urban Planning & Development	14,405	12,822	13,075
<b>Total Expenses for the Year (Appendix 2)</b>	<b>477,720</b>	<b>475,089</b>	<b>456,233</b>
<b>Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ (3,100)</b>	<b>\$ 653</b>

## *Appendix 1 - Schedule of Revenues*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Taxation</b>			
Property Levy	\$ 219,886	\$ 219,617	\$ 206,133
Municipal Services Agreement	281	298	254
Trailer Occupancy	97	103	100
Amusement	71	68	75
	<b>220,335</b>	<b>220,086</b>	<b>206,562</b>
<b>Gants in Lieu of Taxes</b>			
Senior Governments and Agencies	5,530	6,195	5,278
Own Utilites - Saskatoon Light & Power	22,695	22,035	21,101
Own Utilities-Water	5,491	5,491	5,291
Own Utilites-Wastewater	3,996	3,996	3,862
Land Bank Program	600	1,027	992
	<b>38,312</b>	<b>38,744</b>	<b>36,524</b>
<b>General Revenues</b>			
R.M. of Corman Park	180	246	130
Licence and Permits	9,280	8,223	7,869
Fines and Penalties	11,072	10,462	8,855
Automated Enforcement Fines	2,500	2,145	4,259
Property Rentals	2,611	3,089	3,324
Franchise Fees	15,250	15,818	21,701
Interest Earnings	11,047	10,402	11,144
Tax Penalties	2,050	2,267	2,088
Other Revenue	530	521	278
Utility Return on Investment	31,010	31,335	26,060
Administration Recovery	9,455	9,455	9,455
	<b>94,985</b>	<b>93,963</b>	<b>95,163</b>

## *Appendix 1 - Schedule of Revenues*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>User Fees</b>			
Legal Fees	\$ 325	\$ 315	\$ 256
Tax Searches and Enforcement	215	169	220
Police	1,467	2,409	2,028
Fire	783	512	351
Engineering	537	323	310
Parking	5,938	6,613	5,979
Solid Waste Management	5,920	4,577	4,530
Environmental Protection	8	6	11
Transportation	230	235	230
Cemetery	1,259	1,314	1,163
Planning	406	186	231
Tourist Campsite	638	596	583
Forestry Farm Park	961	1,088	949
Kinsmen Park Rides	586	469	480
Albert Community Centre	157	191	193
Swimming Pools	471	461	409
Golf Courses	3,922	3,298	3,497
Skating Rinks	2,125	2,269	2,165
Rentals	6,358	6,234	6,039
Programming	6,635	6,054	6,144
Outdoor Sports Fields	627	695	573
Transit	14,274	13,266	13,114
River Landing	1,209	688	550
	<b>55,051</b>	<b>51,968</b>	<b>50,005</b>
<b>Transfers From Other Government (Grants)</b>	<b>64,530</b>	<b>64,813</b>	<b>66,546</b>
<b>Land Administration Fee</b>	<b>4,507</b>	<b>2,415</b>	<b>2,086</b>
<b>Total Revenues</b>	<b>\$ 477,720</b>	<b>\$ 471,989</b>	<b>\$ 456,886</b>

## Appendix 2 - Schedule of Expenses

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Land Development</b>			
Saskatoon Land	\$ 4,508	\$ 2,415	\$ 2,086
<b>Arts, Culture &amp; Events Venues</b>			
Community Development	5,079	5,079	5,026
SaskTel Center	594	444	559
TCU Place	1,660	1,660	1,621
	<b>7,333</b>	<b>7,183</b>	<b>7,206</b>
<b>Community Support</b>			
Cemeteries	1,498	1,587	1,564
Animal Services	1,301	1,323	1,273
Community Development	3,504	3,540	3,280
Community Investments & Supports	10,084	11,577	9,884
	<b>16,387</b>	<b>18,027</b>	<b>16,001</b>
<b>Corporate Asset Management</b>			
City-Owned Property - Land	2,265	2,353	2,293
Facilities Management	8,534	9,398	9,468
Fleet Services	-	-	(36)
	<b>10,799</b>	<b>11,751</b>	<b>11,725</b>
<b>Debt Servicing Costs</b>			
Debt Charges	29,355	29,461	27,787
<b>Corporate Governance and Finance</b>			
Assessment & Taxation	3,688	3,060	3,195
City Clerk's Office	2,667	2,503	2,168
City Manager's Office	682	650	672
City Solicitor's Office	2,290	2,025	2,202
Corporate Support	19,011	18,769	18,858
Financial Services	3,338	3,595	3,412
General Services	7,951	5,638	4,190
Legislative	1,575	1,382	1,299
Revenue Services	2,109	1,909	1,979
Service Saskatoon	715	699	177
	<b>44,026</b>	<b>40,230</b>	<b>38,152</b>

**Environmental Health**



## Appendix 2 - Schedule of Expenditures

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017 Budget	2017	2016
Waste Handling Services	13,305	12,655	13,402
Waste Reduction & Resource Recovery	1,021	1,083	885
Pest Management	912	903	879
Environmental Program	491	492	479
Urban Forestry	3,552	3,433	3,482
	<b>19,281</b>	<b>18,566</b>	19,127
<b>Fire</b>			
Emergency Measures	421	345	387
Fire Services	\$ 47,647	\$ 47,133	\$ 46,733
	<b>48,068</b>	<b>47,478</b>	47,120
<b>Police</b>			
Saskatoon Police Services	95,778	96,927	93,280
<b>Recreation and Culture</b>			
Marketing Services	623	610	590
Forestry Farm Park	2,561	2,717	2,622
Playground & Recreation Areas	888	874	844
PotasCorp Playland	586	468	481
Albert Community Centre	236	201	231
Marr Residence	23	35	23
Outdoor Pools	1,354	1,205	1,215
Kinsmen Park	3,922	3,299	3,497
Indoor Rinks	2,447	2,528	2,429
Leisure Centers - Rentals	10,567	10,241	10,173
Leisure Centers - Program	10,754	10,864	10,665
Spectator Ballfields	157	158	151
Outdoor Sports Fields	1,077	1,058	925
Parks Maintenance & Design	13,567	14,290	13,432
River Landing	1,210	689	550
Targetted Programming	596	564	545
Gordon Howe Campsite	638	596	583
Community Partnerships	435	447	438
Program Research & Design	240	225	229
	<b>51,881</b>	<b>51,069</b>	49,623
<b>Taxation &amp; General Revenues</b>			
Fines and Penalties	4,234	5,722	6,032
General Revenues	(103) \$	(103)	-
Other Levies	1,095	1,340	1,131

## Appendix 2 - Schedule of Expenditures

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017 Budget	2017	2016
Property Levy	646	646	646
	<b>5,872</b>	<b>7,605</b>	7,809
<b>Transportation</b>			
Transit Operations	40,625	41,424	39,333
Access Transit	4,930	5,217	4,805
Transportation Services	7,418	6,979	8,604
Road Maintenance	43,337	42,822	39,958
Snow & Ice Management	13,142	13,053	10,805
Street Cleaning/Sweeping	3,815	4,521	4,362
Bridges, Subways, Overpasses	6,090	6,069	5,259
Street Lighting	6,603	6,477	5,991
Parking	2,801	3,958	3,131
Engineering	730	658	601
Impound Lot	536	377	393
	<b>130,027</b>	<b>131,555</b>	123,242
<b>Urban Planning &amp; Development</b>			
Attainable Housing	426	287	271
Business Improvement Districts	108	108	108
Development Review	1,268	1,159	1,268
Regional Planning	368	343	366
Bylaw Compliance	768	668	633
Long-Range Plannin	196	181	278
Neighborhood Planning	553	507	513
Research & Mapping	461	419	446
Urban Design	2,485	2,470	2,859
Building and Plumbing Permits & Standards	6,750	5,651	5,338
Business License	1,022	1,029	995
	<b>14,405</b>	<b>12,822</b>	13,075
<b>Total Expenses</b>	<b>\$ 477,720</b>	<b>\$ 475,089</b>	\$ 456,233

### *Appendix 3 - Water Utility Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Metered	\$ 61,183	\$ 60,413	\$ 58,426
Infrastructure Levy	14,775	14,864	10,910
Miscellaneous	140	319	272
Fire Protection Charge	715	715	715
Late Payment Penalties	157	185	180
	<b>76,970</b>	<b>76,496</b>	<b>70,503</b>
<b>Expenses</b>			
General	10,174	10,042	10,584
Laboratory (recovery)	663	464	(151)
Treatment and Pumping	12,438	10,690	12,371
Buildings and Grounds	910	737	720
Meters	1,818	1,600	1,607
Watermains	8,229	9,115	7,435
Hydrants	1,258	1,600	1,176
Services	3,218	2,842	2,986
Contribution to Capital Reserves	26,272	22,741	20,861
Debt Charges	11,990	11,923	11,091
	<b>76,970</b>	<b>71,754</b>	<b>68,680</b>
Surplus Before Transfer from Reserve	-	4,742	1,823
Transfer to Stabilization Reserve	-	(4,742)	(1,823)
<b>Surplus</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## *Appendix 4 - Wastewater Utility Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Metered	\$ 44,515	\$ 42,881	\$ 41,948
Infrastructure Levy	24,404	24,452	18,965
Late Payment Penalties	103	123	120
Miscellaneous	980	1,444	1,485
	<b>70,002</b>	<b>68,900</b>	<b>62,518</b>
<b>Expenses</b>			
General	3,478	7,406	7,660
Heavy Grit Facility	192	133	-
Laboratory	649	556	(66)
Lift Stations	1,739	1,586	1,521
Pollution Control Plant	7,834	6,718	7,329
Sludge Handling & Disposal	1,940	1,443	1,789
Sewer Engineering	463	429	428
Sewer Inspections	670	533	419
Sewer Maintenance	4,814	4,296	4,632
Sewer Connections	2,210	1,699	1,872
Debt Charges	6,179	6,084	5,096
Contribution to Capital Reserves	39,834	33,048	27,290
	<b>70,002</b>	<b>63,931</b>	<b>57,970</b>
<b>Surplus Before Transfer from Reserve</b>	-	<b>4,969</b>	4,548
Transfer To Stabilization Reserve	-	<b>(4,969)</b>	(4,548)
<b>Surplus</b>	\$ -	\$ -	\$ -

## *Appendix 5 - Storm Water Management Utility Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Metered	\$ 6,209	\$ 6,208	\$ 6,108
Late Payment Penalties	11	13	12
	<b>6,220</b>	<b>6,221</b>	<b>6,120</b>
<b>Expenses</b>			
General	258	234	170
Storm Sewers Engineering	432	304	376
Storm Sewer Maintenance	1,931	1,934	1,806
Drainage	909	760	814
Operating Utility-Transfer to Reserves	2,690	2,696	2,691
	<b>6,220</b>	<b>5,928</b>	<b>5,857</b>
<b>Surplus Before Transfer from Reserve</b>	-	<b>293</b>	263
Transfer to Stabilization Reserve	-	<b>(293)</b>	(263)
<b>Surplus</b>	\$ -	\$ -	\$ -

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## *Appendix 6 - Saskatoon Light & Power Utility Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Metered	\$ 151,259	\$ 146,863	\$ 140,643
Municipal Surcharge	15,126	14,686	14,064
Service Connection Fee	435	398	425
Miscellaneous	589	691	489
Landfill Gas Generation	1,271	919	1,275
Tax Collection Commission	2	2	2
Late Payment Penalties	290	309	301
	<b>168,972</b>	<b>163,868</b>	157,199
<b>Expenses</b>			
General	28,113	27,233	26,259
Equipment	-	(105)	122
Custom Work	-	33	65
Power Purchased	89,996	86,473	82,577
Buildings and Grounds	742	542	592
Poles, Lines, and Feeders	5,979	5,408	5,202
Substations	1,295	1,063	810
Street Lighting	1,797	1,464	1,327
Meters	1,347	1,047	1,529
System Operations	179	146	146
Landfill Gas Generation	1,270	920	1,274
Util Op-SLP Prov for Cap Ext	5,816	5,816	5,935
Provision for Capital Replacement	7,778	7,694	7,005
	<b>144,312</b>	<b>137,734</b>	132,843
<b>Surplus Before Transfer from Reserve</b>	<b>24,660</b>	<b>26,134</b>	24,356
Transfer to Stabilization Reserve	-	(1,474)	(1,293)
<b>Surplus</b>	<b>\$ 24,660</b>	<b>\$ 24,660</b>	23,063

## *Appendix 7 - Waste Services Utility Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

(unaudited)

	2017 Budget	2017	2016
<b>Revenues</b>			
Residential Recycling	\$ 4,467	\$ 4,482	4,268
Compost	382	903	498
Multi Unit Recycling	2,452	2,599	2,419
Leaves and Grass	376	409	346
	<b>7,677</b>	<b>8,393</b>	7,531
<b>Expenses</b>			
General	758	1,546	846
Contractor Services	6,428	6,415	6,228
Contribution to Capital Reserve	491	172	234
	<b>7,677</b>	<b>8,133</b>	7,308
<b>Surplus Before Transfer from Reserve</b>	-	260	223
Transfer to Stabilization Reserve	-	(260)	(223)
<b>Surplus</b>	\$ -	\$ -	-

## *Appendix 8 - Land Operations Statement of Revenues and Expenses*

For the Year Ended December 31, 2017

(in thousands of dollars)

	2017 Budget	2017	2016
<b>Land Sale Revenue</b>			
Residential / Mixed Use	\$ 58,827	\$ 33,540	\$ 22,120
Industrial/Commercial	20,803	7,143	16,022
	<b>79,630</b>	<b>40,683</b>	<b>38,142</b>
<b>Cost of Land Sold</b>			
Residential / Mixed Use	40,535	21,522	13,020
Industrial / Commercial	11,151	4,666	8,191
	<b>51,686</b>	<b>26,188</b>	<b>21,211</b>
<b>Net Sales</b>	<b>27,944</b>	<b>14,495</b>	<b>16,931</b>
<b>Other Revenue</b>			
Rock Sales	-	104	433
Cost Recoveries	-	198	45
Property Lease	1,948	2,561	2,853
Interest	65	343	1,168
<b>Total Other Revenue</b>	<b>2,013</b>	<b>3,206</b>	<b>4,499</b>
<b>Other Expenses</b>			
Salaries & Benefits	1,789	1,448	1,572
Operating Expenses	737	642	557
Grants in Lieu of Taxes	600	1,075	1,013
Maintenance	244	242	419
Interest	1,010	978	1,101
Marketing	941	894	662
Contribution to Reserves	2,040	748	174
<b>Total Other Expenses</b>	<b>7,361</b>	<b>6,027</b>	<b>5,498</b>
<b>Surplus</b>	<b>\$ 22,596</b>	<b>\$ 11,674</b>	<b>\$ 15,932</b>



## Consolidated Revenues and Expenses

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
<b>Consolidated Revenues</b>					
Taxation	242,886	227,493	213,232	196,367	178,380
Grants in Lieu of Taxes	6,183	5,275	4,986	4,328	4,429
User Charges	414,509	392,543	379,082	360,813	338,675
Government Transfers	137,373	115,722	91,949	81,253	100,005
Investment Income	11,913	13,025	13,708	13,475	12,173
Contribution from Developers	121,037	94,051	196,143	168,324	192,990
Franchise Fees	15,818	21,701	21,616	15,250	19,224
Other	7,729	22,610	25,109	29,451	20,994
<b>Total Revenues</b>	<b>957,448</b>	<b>892,420</b>	<b>945,825</b>	<b>869,261</b>	<b>866,870</b>
<b>Expenses</b>					
Arts, Culture and Events Venues	11,959	6,226	5,661	4,878	4,537
Community Support	17,154	21,328	17,553	15,085	17,815
Corporate Asset Management	(7,902)	(5,792)	(7,867)	(7,058)	(6,752)
Corporate Governance & Finance	38,429	56,818	47,526	30,424	39,238
Debt Servicing Costs	14,132	16,465	14,795	19,200	16,014
Environmental Health	52,581	38,754	51,235	31,649	31,014
Fire	47,737	47,841	45,831	44,486	43,697
Land Development	26,060	1,972	1,974	1,729	1,512
Library	23,035	18,159	18,851	21,868	17,437
Police	102,199	99,926	104,043	90,334	85,269
Recreation and Culture	65,598	75,940	76,084	75,543	71,211
Taxation & General Revenues	6,697	3,672	4,681	3,491	2,613
Transportation	159,823	142,924	136,226	136,826	141,662
Urban Planning & Development	24,345	19,601	20,293	22,044	18,197
Utilities	184,892	161,732	198,376	177,195	163,675
<b>Total Expenses</b>	<b>\$ 766,739</b>	<b>\$ 705,566</b>	<b>\$ 735,262</b>	<b>\$ 667,694</b>	<b>\$ 647,139</b>
<b>Surplus of Revenues over Expenses</b>	<b>\$ 190,709</b>	<b>\$ 186,854</b>	<b>\$ 210,563</b>	<b>\$ 201,567</b>	<b>\$ 219,731</b>

## Summary of Revenues

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
Taxation	220,086	206,562	193,806	178,318	161,177
Grants in Lieu of Taxes	38,744	36,524	34,708	33,135	30,921
General Revenues	93,963	95,163	91,322	83,977	78,957
User Fees	51,968	50,005	49,363	48,847	56,887
Transfers from Other Governments	64,813	66,546	65,318	62,878	63,613
Land Development	2,415	2,086	3,590	7,024	-
	\$ 471,989	\$ 456,886	\$ 438,107	\$ 414,179	\$ 391,555

## Summary of Expenses

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
Land Development	2,415	2,086	3,590	7,024	7,119
Arts, Culture and Events Venue - Operating	7,183	7,206	5,841	4,703	4,718
Community Support - Operating	18,027	16,001	15,944	14,388	14,228
Corporate Asset Management - Operating	11,751	11,725	10,010	10,799	8,306
Debt Servicing Costs	29,461	27,787	26,884	29,355	23,108
Corporate Governance & Finance	40,230	38,152	37,421	33,026	36,693
Environmental Health - Operating	18,566	19,127	18,622	18,456	17,738
Fire - Operating	47,478	47,120	45,955	43,944	43,706
Police	96,927	93,280	89,949	85,779	79,422
Recreation and Culture - Operating	51,069	49,623	47,930	45,881	44,332
Taxation and General Revenues - Operating	7,605	7,809	6,840	5,872	4,373
Transportation - Operating	131,555	123,242	112,498	99,994	98,089
Urban Planning and Development - Operating	12,822	13,075	14,565	14,405	13,331
	\$ 475,089	\$ 456,233	\$ 436,049	\$ 413,626	\$ 395,163

## Summary of Capital Operations

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
<b>Sources of Funds</b>					
Province of Saskatchewan	\$ 32,106	\$ 1,830	\$ 8,040	\$ 165	\$ 9,509
Federal Gas Tax Program	199	-	-	-	-
Provincial Building Communities Program	-	921	-	2,274	279
Urban Highway Connector Program	-	226	678	473	45
Government of Canada	14,087	46	57	16	-
Transport Canada	3,179	38,582	-	-	-
Federal Transit Funding Program	9,513	11	2,380	3,510	618
Federal Gateway and Border Crossings	-	-	2,056	2,961	8,224
Building Canada Fund (FED)	5,027	2,599	3,965	6,673	11,349
Building Canada Fund (PROV)	4,628	2,599	4,136	529	4,858
FCM Green Fund Grant	-	-	-	28	91
Western Economic Diversification	-	-	-	130	-
Taxation	82	4,145	3,932	4,543	4,211
Utility Contribution	7,011	6,045	5,809	8,061	8,189
Contributions from Developers Benefiting Property Owners and Other Users	24,251	29,468	60,532	41,432	14,502
<b>Appropriations</b>					
Reserves	156,978	178,361	170,628	251,083	286,279
	\$ 257,061	\$ 264,833	\$ 262,213	\$ 321,878	\$ 348,154
<b>Application of Funds</b>					
Community Support	625	366	326	(519)	(1,386)
Corporate Asset Management	118,042	55,170	24,499	16,200	12,783
Corporate Governance & Finance	2,068	1,035	1,532	2,238	15,235
Environmental Health	3,123	2,942	2,351	4,580	2,361
Fire	5,561	1,797	1,492	93	668
Police	2,672	2,885	3,255	4,814	43,075
Recreation and Culture	15,229	24,539	60,172	46,210	24,730
Transportation	97,489	60,875	70,363	44,897	55,948
Urban Planning & Development	2,996	13,629	12,027	11,685	36,953
Saskatoon Land	42,237	58,842	98,297	114,123	114,784
Utilities	76,229	52,634	55,999	62,225	74,565
	366,271	274,714	330,313	306,546	379,716
<b>Increase (Decrease) in Unexpended Capital Financing</b>	\$ (109,210)	\$ (9,881)	\$ (68,100)	\$ 15,332	\$ (31,562)
Unexpended Capital Financing, Beginning of Year	52,104	61,985	130,085	114,753	146,315
<b>Unexpended Capital Financing, End of Year</b>	\$ (57,106)	\$ 52,104	\$ 61,985	\$ 130,085	\$ 114,753

## *Summary of Public Utilities Operating Results*

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
<b>Net surplus after deducting operating expenses, debt charges and contributions to reserves:</b>					
Saskatoon Light & Power	\$ 24,660	\$ 23,063	\$ 21,319	\$ 23,408	\$ 23,758
<b>Net Surplus</b>	<b>24,660</b>	<b>23,063</b>	<b>21,319</b>	<b>23,408</b>	<b>23,758</b>
Amount contributed by Utilities to Revenue as Return on Investment	\$ 24,660	\$ 23,063	\$ 21,319	\$ 23,408	\$ 26,286

## *Summary of Reserves and Surplus*

For the Years Ended December 31, 2017 to 2013

(in thousands of dollars)

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
<b>Reserves</b>					
Property Realized	\$ 30,901	\$ 21,717	\$ 27,792	\$ 28,955	\$ 47,912
Replacement	34,604	26,881	18,092	(20)	(2,243)
Future Expenses	145,732	109,765	93,009	55,135	60,214
Surplus (Deficit)	(3,100)	653	2,058	553	(3,442)
	\$ 208,137	\$ 159,016	\$ 140,951	\$ 84,623	\$ 102,441

## ***Summary of Term Debt and Required Sinking Fund Consolidation of All Obligations***

**As at December 31, 2017 to 2013**

**(unaudited)**

	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Total Term Debt	<b>\$349,153,177</b>	\$ 318,771,454	\$ 263,051,368	\$ 238,103,885	\$ 234,509,219
	<b>349,153,177</b>	318,771,454	263,051,368	238,103,885	234,509,219
Population Estimate at July 31 (1)	<b>273,010</b>	266,064	262,900	257,300	248,700
Gross Debt Per Capita	<b>\$ 1,278</b>	\$ 1,198	\$ 1,001	\$ 925	\$ 943
Net Debt Per Capita	<b>\$ 1,265</b>	\$ 1,188	\$ 994	\$ 922	\$ 943
Mill Rate Supported Debt	<b>\$ 441</b>	\$ 488	\$ 529	\$ 514	\$ 562
Legal Debt Limit	<b>\$558,000,000</b>	\$ 558,000,000	\$ 558,000,000	\$ 558,000,000	\$ 414,000,000
Debt servicing costs as a percentage of total expenses	<b>1.86 %</b>	1.72 %	1.46 %	1.07 %	0.93 %

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

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## *Summary of Term Debt and Required Sinking Fund By Responsibility Centre*

**For the Year Ended December 31, 2017**

**(unaudited)**

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Waterworks Utility	\$ 30,327,183	\$ 37,170,298
Wastewater Utility	\$ 11,941,150	\$ 13,886,890
Gas Tax	\$ 16,627,895	\$ 23,065,231
P3	\$ 169,800,486	\$ 114,721,990
<b>Total Debt Not Supported by Civic Mill Rate</b>	<b>\$ 228,696,714</b>	<b>\$ 188,844,409</b>
Total Civic Mill Rate Debt	\$ 120,456,463	\$ 129,927,045
<b>Total Term Debt</b>	<b>\$ 349,153,177</b>	<b>\$ 318,771,454</b>
Sinking Funds Accumulated to Retire Debt	\$ (3,706,357)	\$ (2,685,616)
<b>Net Debt</b>	<b>\$ 345,446,820</b>	<b>\$ 316,085,838</b>
Population Estimate at Dec. 31 (2)	<b>273,010</b>	266,064
Gross Debt Per Capita	\$ 1,278	\$ 1,198
Net Debt Per Capita	\$ 1,265	\$ 1,188
Mill Rate Supported Debt	\$ 441	\$ 488

(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.

## *Term Debt Maturing With Percentages*

As at December 31, 2017

(unaudited)

Year	Long-Term Debt Maturing \$	Percentage Yearly \$	Percentage Reduction Accumulated \$
2018	\$ 28,694,699	8.22 %	8.22 %
2019	25,664,105	7.35 %	15.57 %
2020	22,447,566	6.43 %	22.00 %
2021	16,829,478	4.82 %	26.82 %
2022	17,388,898	4.98 %	31.80 %
2023	13,062,127	3.74 %	35.54 %
2024	11,759,518	3.37 %	38.91 %
2025	7,323,068	2.09 %	41.00 %
2026	6,272,853	1.80 %	42.80 %
2027	6,509,577	1.87 %	44.67 %
2028	6,755,766	1.93 %	46.60 %
2029	7,013,712	2.01 %	48.61 %
2030	7,278,718	2.08 %	50.69 %
2031	7,556,102	2.17 %	52.86 %
2032	5,071,197	1.45 %	54.31 %
2043	159,525,793	45.69 %	100.00 %
<b>Total Debt</b>	349,153,177	100.00 %	
Sinking funds accumulated to retire debt	(3,706,357)	-	-
<b>Net Debt</b>	\$345,446,820	-	%

## *Summary of Property Assessment and Tax Levy*

For the Years Ended December 31, 2017 to 2013

(unaudited)

	2017*	2016	2015	2014	2013*
	\$	\$	\$	\$	\$
Gross Assessments	<b>\$ 45,959,955,680</b>	\$33,857,081,395	\$33,140,448,115	\$32,187,650,200	\$ 30,448,361,645
Exemptions	<b>10,066,975,145</b>	7,600,970,280	7,549,330,626	7,394,587,326	7,137,299,775
<b>Assessed Value for Taxation</b>	<b>\$ 35,892,980,535</b>	\$26,256,111,115	\$25,591,117,489	\$24,793,062,874	\$ 23,311,061,870
	Mills	Mills	Mills	Mills	Mills
<b>Tax Rate:</b>					
General	<b>6.29</b>	7.92	7.63	7.26	6.79
Library	<b>0.65</b>	0.80	0.77	0.74	0.72
<b>Education:</b>					
Public Board/Separate Board	<b>4.13</b>	5.03	5.03	5.03	5.03
<b>Total</b>	<b>11.07</b>	13.75	13.43	13.03	12.54
	<b>\$ 417,131,289</b>	\$ 389,321,440	\$ 371,481,264	\$ 348,734,339	\$ 325,598,386
<b>Property Roll Collections:</b>					
Current	<b>\$ 406,646,405</b>	\$ 380,850,825	\$ 362,771,314	\$ 340,692,675	\$ 318,630,299
Arrears	<b>10,484,884</b>	8,470,615	8,709,950	8,041,664	6,968,087
<b>Total Collected</b>	<b>\$ 417,131,289</b>	\$ 389,321,440	\$ 371,481,264	\$ 348,734,339	\$ 325,598,386
<b>Percentage of Levy Collected:</b>					
Current	<b>95.74 %</b>	95.65 %	95.84 %	96.44 %	96.19 %
Current and Arrears	<b>95.96 %</b>	95.39 %	95.67 %	96.05 %	95.98 %
<b>Taxes Outstanding:</b>					
Current	<b>\$ 9,513,185</b>	\$ 10,448,938	\$ 7,820,928	\$ 7,647,150	\$ 8,208,711
Arrears	<b>2,919,214</b>	2,387,274	2,164,633	2,136,065	1,580,279
	<b>\$ 12,432,399</b>	\$ 12,836,212	\$ 9,985,561	\$ 9,783,215	\$ 9,788,990

\* Reassessment



## *Saskatoon Economic Statistics*

For the Years Ended December 31, 2017 to 2013

(unaudited)

	2017	2016	2015	2014	2013
	\$	\$	\$	\$	\$
Saskatoon population (December 31)*:	<b>273,010</b>	266,064	262,900	257,300	248,700
Annual change	<b>1.90 %</b>	1.20 %	1.90 %	6.19 %	4.06 %
Saskatoon inflation rate - annual change	<b>1.80 %</b>	1.20 %	- %	1.90 %	1.00 %
Saskatoon unemployment rate - annual average	<b>7.85 %</b>	6.78 %	5.80 %	3.58 %	4.10 %
No. of Persons Employed in Saskatoon	<b>170,770</b>	168,233	169,625	169,100	164,175
Saskatoon Building Permits					
Total Number	<b>3,994</b>	3,950	4,327	4,996	5,020
Total Value	<b>\$ 761,634 \$</b>	727,597 \$	1,020,394 \$	878,238 \$	1,088,500
Annual Change	<b>1.11 %</b>	(8.71)%	(0.13)%	(0.48)%	(3.40)%

\* December population estimates are provided by Planning & Development, derived from Statistics Canada annual July estimate data.

Sources of Information: Statistics Canada, City of Saskatoon - Planning Branch, Community Services Department

## *Major Taxpayers in Saskatoon*

### 2017 Taxable Assessment

(in thousands of dollars)

(unaudited)

Midtown Plaza Inc.	<b>\$ 292,995,700</b>
Boardwalk REIT Properties Holdings Ltd.	<b>223,702,420</b>
Pillar Properties Corp.	<b>150,302,900</b>
Mainstreet Equity Corp.	<b>123,776,880</b>
Calloway REIT Saskatoon South	<b>120,124,600</b>
Centre At Circle & Eighth Property Inc.	<b>106,399,000</b>
959630 Alberta Inc.	<b>102,275,940</b>
Saskatoon West Shopping Centres Limited	<b>98,933,300</b>
CNH Canada Ltd.	<b>86,683,140</b>
Nexus Holdings Inc.	<b>83,749,820</b>
Boulevard Real Estate Equities Ltd.	<b>81,927,740</b>
The Saskatoon Co-operative Association Limited	<b>78,426,100</b>
101042414 Saskatchewan Ltd.	<b>77,229,400</b>
Dream Asset Management Corporation	<b>73,260,455</b>
Dundeal Canada (GP) Inc.	<b>72,469,400</b>

## ***Summary of Accumulated Surplus and Net Financial Assets (Debt)***

(in thousands of dollars)

(unaudited)

	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Accumulated Surplus	<b>\$ 4,066,069</b>	\$ 3,875,360	\$ 3,688,506	\$ 3,455,899	\$ 3,254,332
Net Financial Assets (Debt)	<b>\$ (114,264)</b>	(125,106)	(57,943)	68,633	52,815

## ***Summary of Expenses by Object***

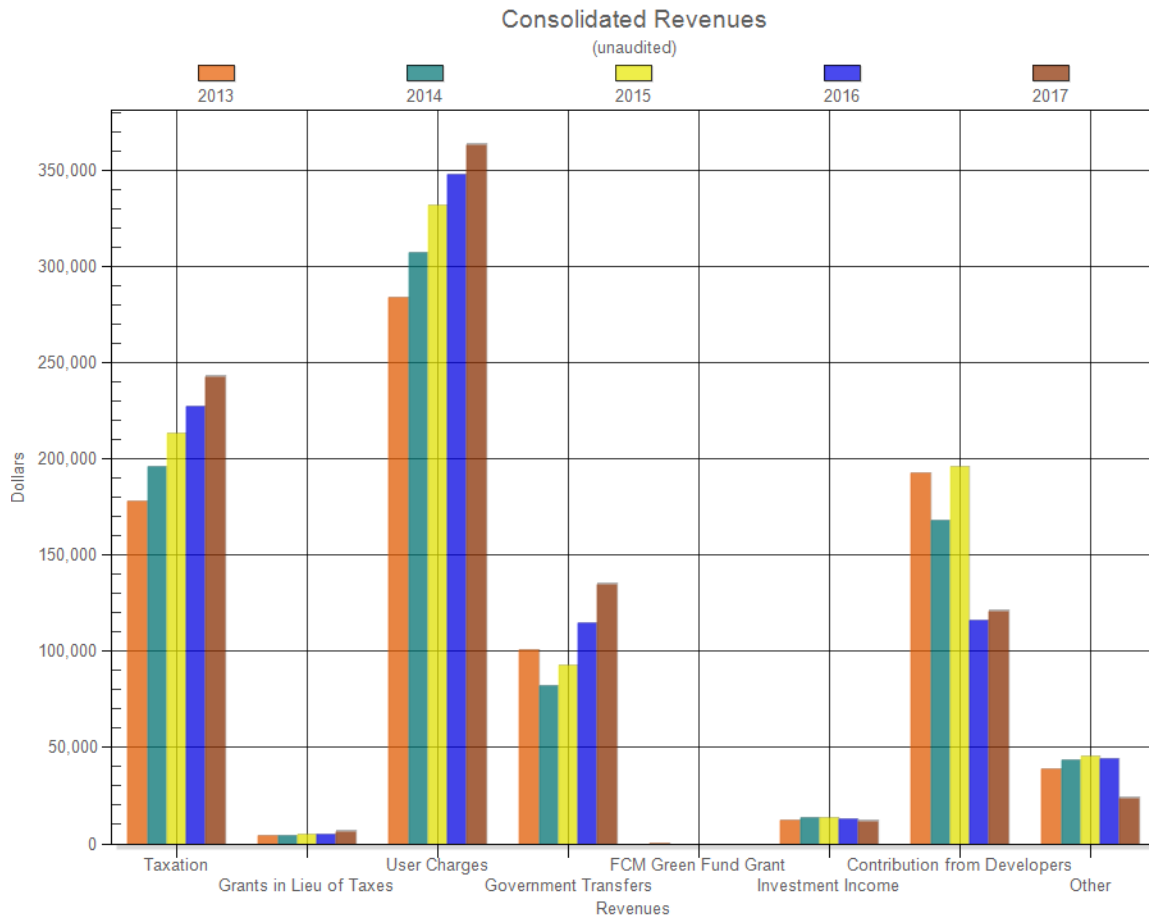
(in thousands of dollars)

(unaudited)

	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Wages and Benefits	<b>\$ 327,544</b>	\$ 280,655	\$ 282,741	\$ 266,776	\$ 280,437
Contracted and General Services	<b>149,564</b>	161,007	188,684	158,191	113,033
Heating, Lighting, Power, Water and Telephone	<b>106,737</b>	97,683	99,809	96,332	91,426
Materials, Goods and Supplies	<b>24,019</b>	16,635	23,353	51,101	41,389
Finance Charges	<b>14,132</b>	16,465	12,098	6,493	7,103
Donations, Grants and Subsidies	<b>10,752</b>	9,888	11,679	8,835	11,905
Amortization	<b>133,991</b>	123,233	116,898	109,966	101,845
	<b>\$ 766,739</b>	\$ 705,566	\$ 735,262	\$ 697,694	\$ 647,138

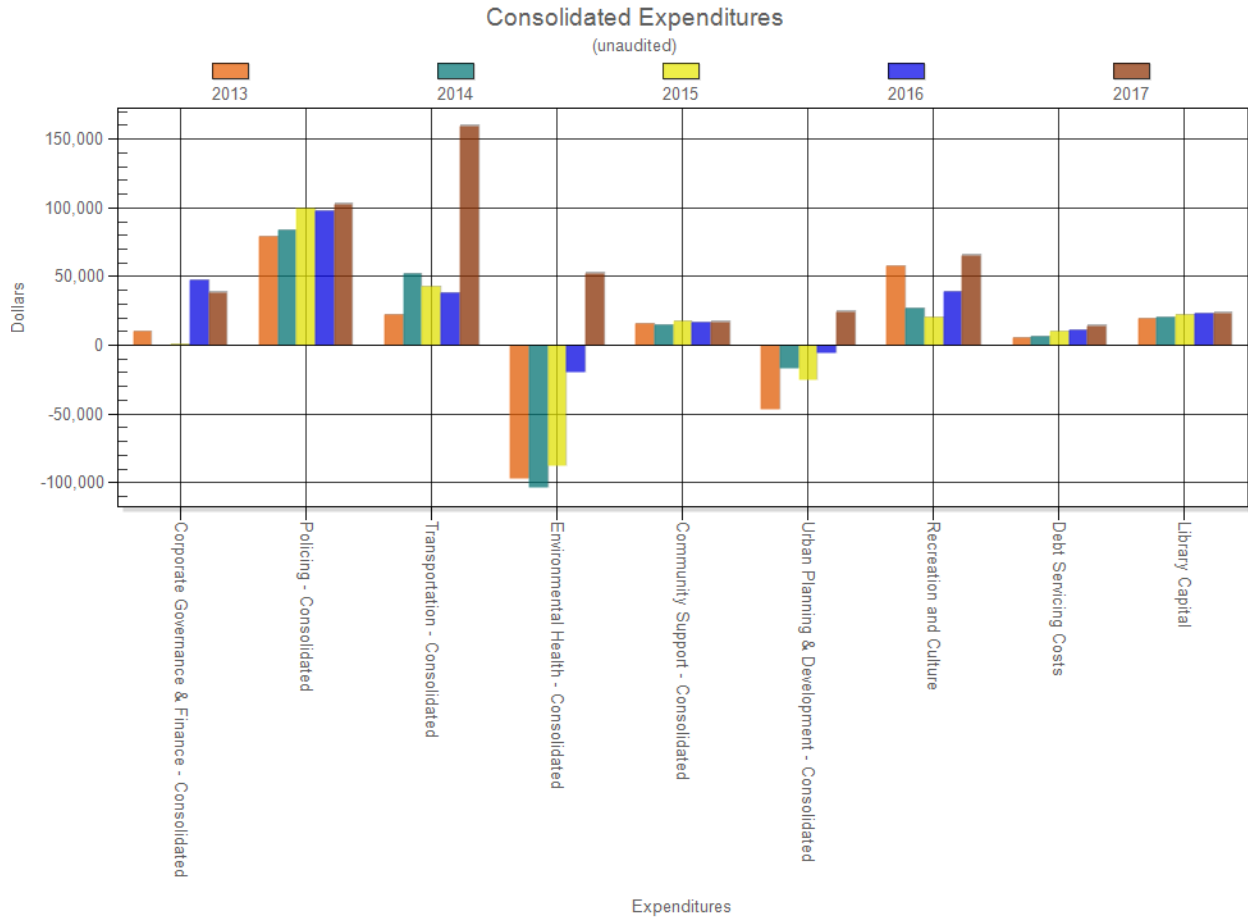
# Consolidated Revenues

For the Years 2013 to 2017



# Consolidated Expenditures

For the Years 2013 to 2017



# Consolidated Expenditures

For the Years 2013 to 2017

