

Operating and Capital Financial Update - June 30, 2023

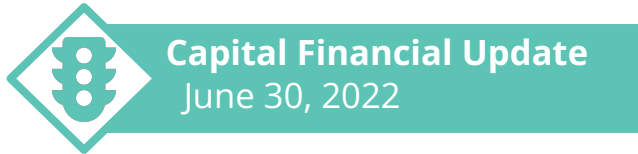
City Council
September 12, 2023

Presentation Overview



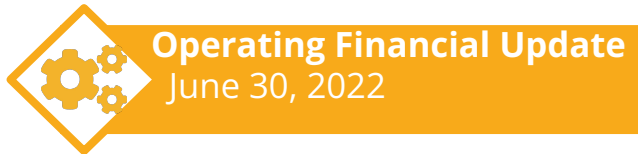
Economic Update

- Population Growth
- Price Inflation



Capital Financial Update June 30, 2022

- Budget cycle spend
- Significant project results
- Debt update

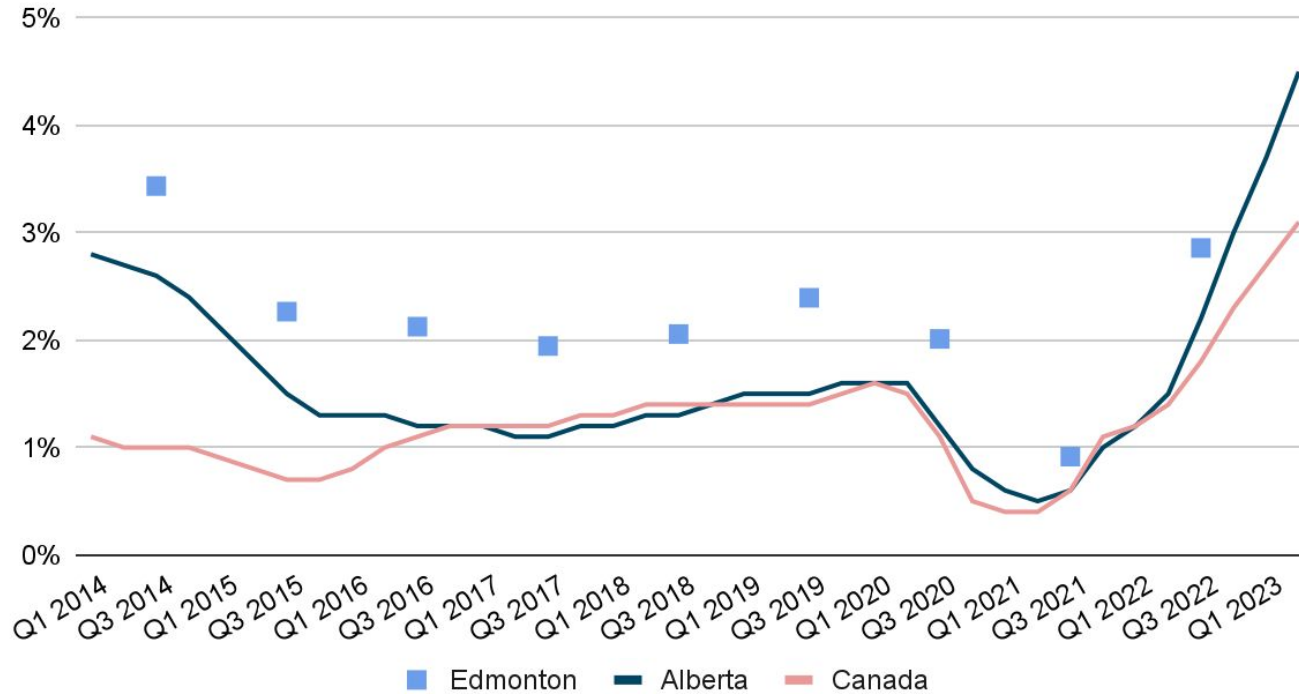


Operating Financial Update June 30, 2022

- Enterprise & Utility programs
- Tax supported operations
- Reserve update
- Reserve recommendations

Economic Update

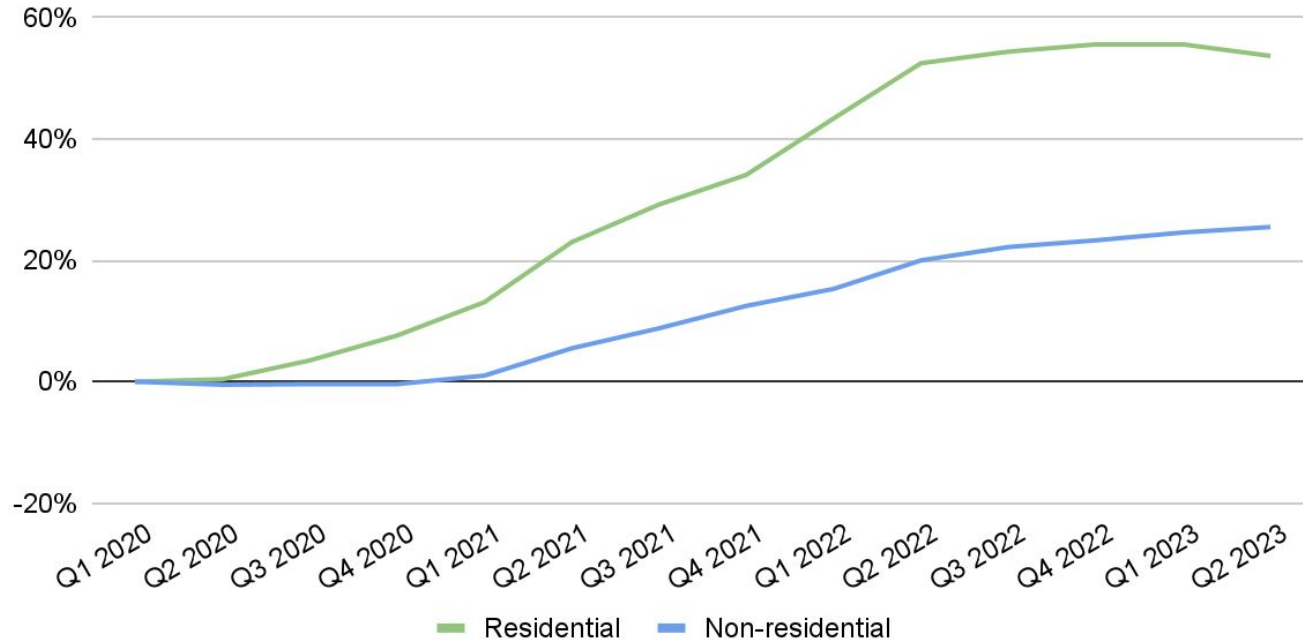
Annualized Population Growth



Sources: Alberta Treasury Board and Finance and Statistics Canada

Economic Update

Edmonton CMA Building Construction Price Inflation



Source: Statistics Canada

Economic Update

Edmonton CMA Consumer Price Inflation



Source: Statistics Canada

Capital Results - June 30, 2023



Budget
Cycle
Spend

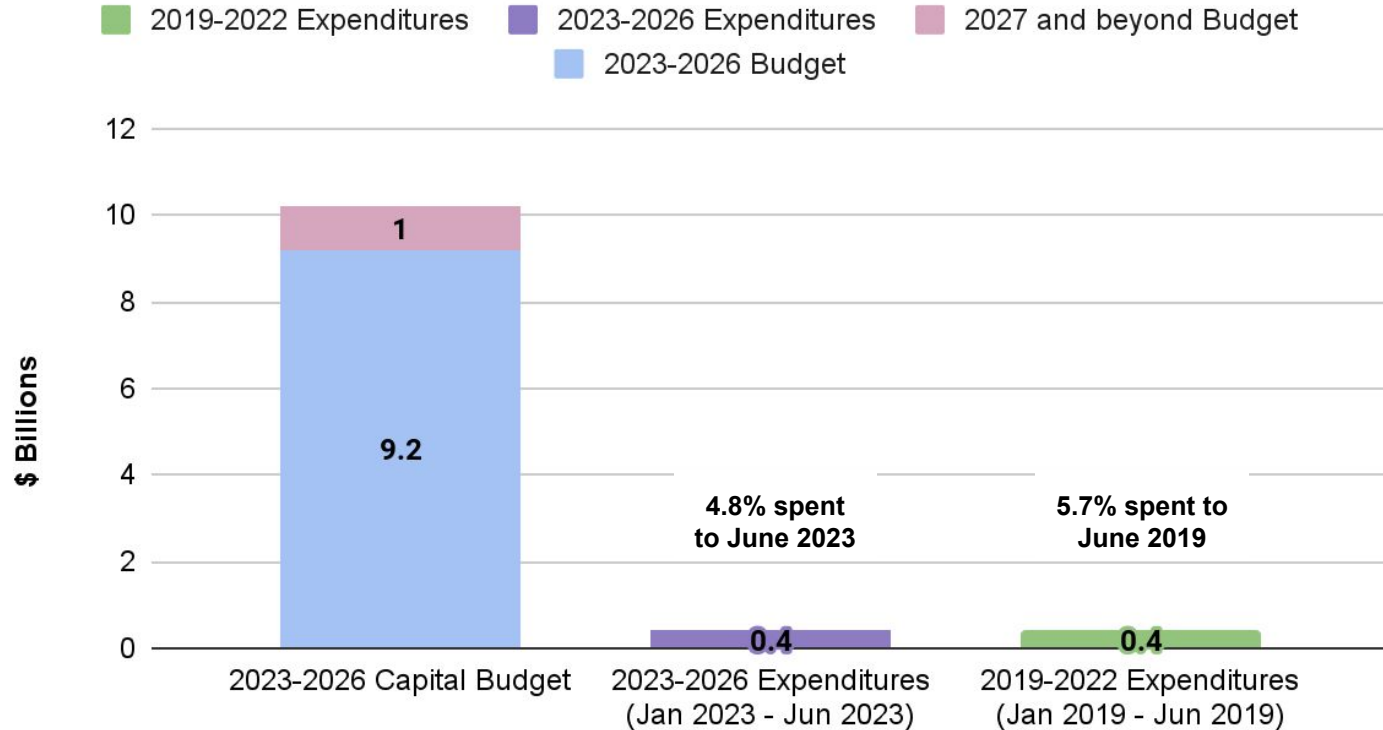
Significant
Project
Results



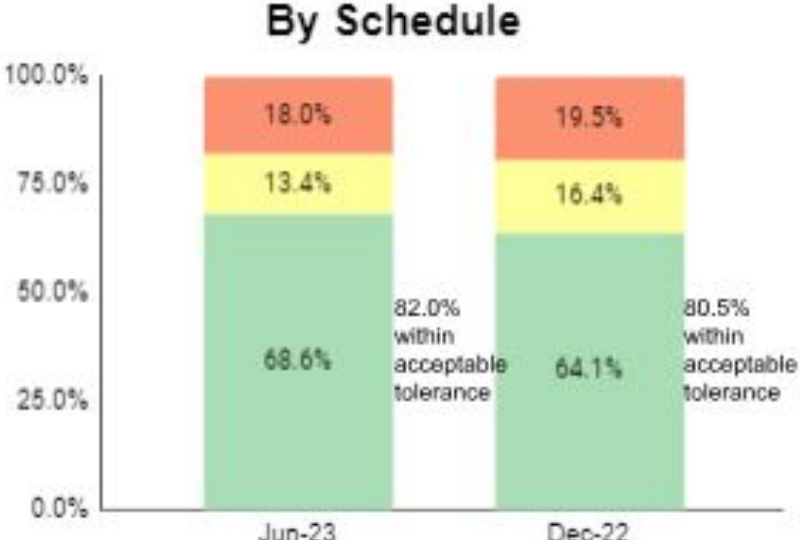
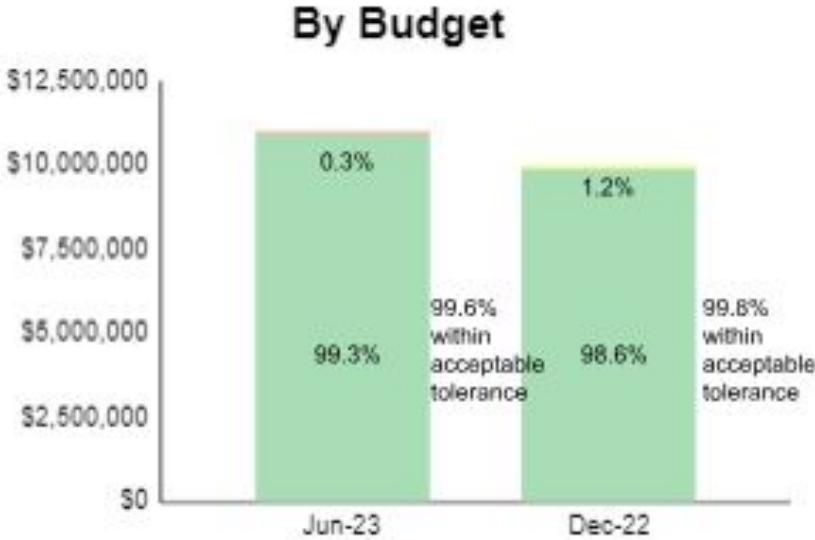
Debt Update

Budget Cycle Spend

2023-2026 Capital Budget Expenditures



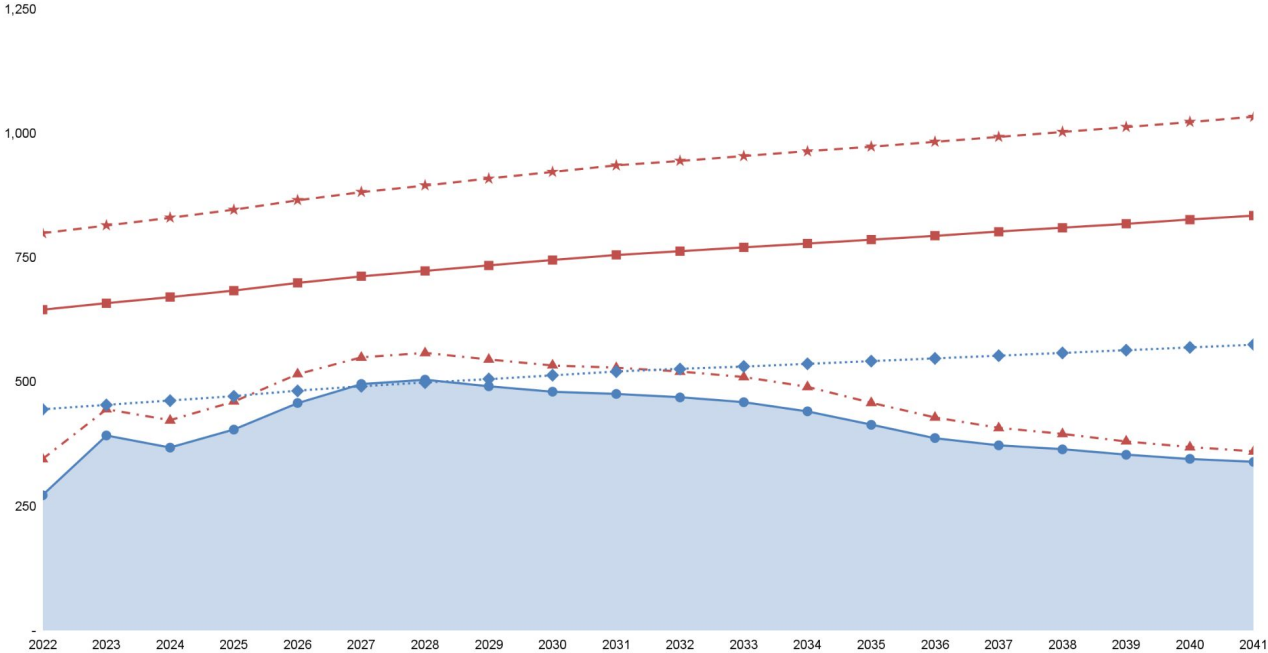
Significant Capital Project Status Summary



*The budget and schedule status charts above are weighted by the profiles approved budget.

Debt Management Fiscal Policy

Debt Servicing Limits (\$M)



● Tax Supported Debt Servicing ▲ Total Debt Servicing ◆ Tax Supported Debt Limit 18%
■ Total Debt Servicing Limit 21% ★ Total Debt Servicing Limit 26%



Operating Results - June 30, 2023

Tax-Supported Operations



Enterprise
& Utility
Operations









Reserve Update
&
Recommendations































Enterprise and Utility Operations

June 30, 2023 - Net Position Budget Variance (in \$ millions)

 Favourable  Unfavourable	YTD Variance	Projected Year-End Variance	
Waste Services	9.0	8.0	
Land Enterprise	3.2	13.1	
Blatchford Redevelopment	(5.7)	(5.7)	
Blatchford Renewable Energy Utility	0.1	0.0	

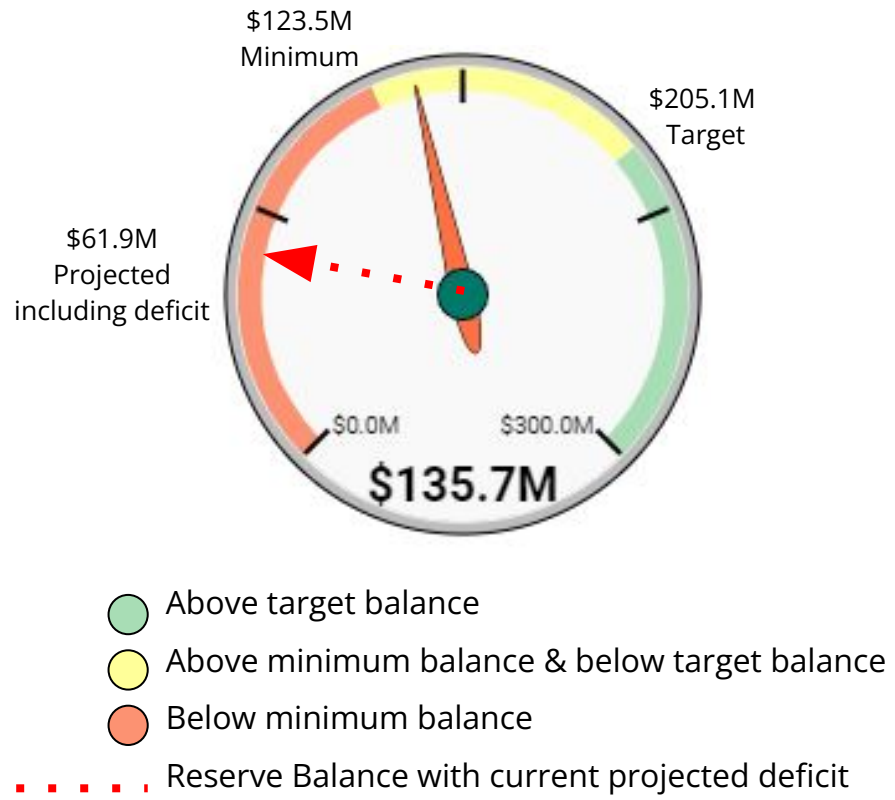
Tax-Supported Operations

(excluding the Edmonton Police Service)

Year-to-date Variance		Projected Year-End Variance		Description	 Favourable  Unfavourable
0.0		(43.0)		Salary Settlements	
(7.4)		(11.7)		Transit Fare Revenue	
(5.6)		(8.4)		Gas Franchise Fees	
(1.4)		(6.0)		Permit Fee Revenue	
(1.6)		(3.0)		Computer Software Maintenance	
(1.2)		(1.5)		Public Washroom Costs	
4.8		7.7		Memberships & Admissions Revenue	
8.2		7.8		Personnel (net of recoveries)	
(3.1)		(3.1)		Alberta Wildfire Response Costs	
0.0		3.1		Alberta Wildfire Response Reimbursement	
4.6		(15.7)		Other Cumulative Variances	
(2.7)		(73.8)		Total	
(0.2)%		(2.6)%		Percent of Annual Budget	

Reserve Update (\$ millions)

Financial Stabilization Reserve - Projected December 31, 2023 Balance



Reserve Update (\$ millions)




Projected December 31, 2023 Balance

Planning & Development Reserve



Traffic Safety & Automated Enforcement Reserve



-  Above target balance
-  Above minimum balance & below target balance
-  Below minimum balance

New Reserve - Recommendation 2

Community Safety and Well-Being

- Proposing new reserve for the Community Safety and Well-Being (CSWB) Fund
- Currently funds are held within the Financial Strategies expense budget
- Annual funding of \$21.9M will be transferred to the reserve
- Funds will be used on initiatives aligned with the CSWB strategy as approved by City Council
- Committed funds not spent by year-end on approved initiatives will remain in the reserve to offset expenses in future years
- Uncommitted funds will accumulate within the reserve
- Allows for improved monitoring, tracking and reporting on CSWB funds

Update to Existing Reserve - Recommendation 3

Brownfield Redevelopment Reserve

- Originally approved to accommodate timing differences between providing Phase III grant (expense) and receipt of future municipal tax uplift from the redevelopment to pay back the grant.
- Proposing to increase the scope of the reserve to manage timing difference between when the grant application is approved (budgeted expense) and when the grant is actually distributed to the applicant (actual expense) - Phase I, II, IV grants.
- The grants are only provided once the applicant has fulfilled all the criteria of the Grant Funding Agreement.

i Questions?