

2026 Operating Budget Changes

Attachment 1

Tax Supported Operations

| (\$000s) | 2026 | | | Tax Change % |
|--|------------------|------------------|-----|--------------|
| | Revenue | Expense | Net | |
| Current Approved Tax Supported Operations | 3,909,709 | 3,909,709 | - | 6.4 |
| Total operating budget changes from prior years | - | - | - | - |
| Amended Tax Supported Operations | 3,909,709 | 3,909,709 | - | 6.4 |

1. Changes to Economic Forecasts

Corporate Expenditures and Revenues

| | | | | |
|---|--------|---------|----------|-------|
| Change due to Assessment Growth | 23,299 | - | (23,299) | (1.0) |
| EPCOR Power Franchise Fees | 5,602 | - | (5,602) | (0.2) |
| EPCOR Dividend | 5,000 | - | (5,000) | (0.2) |
| Supplementary Tax Assessment Revenue | 4,460 | - | (4,460) | (0.2) |
| Tax Penalty Revenue | 3,600 | - | (3,600) | (0.2) |
| EPCOR Water Franchise Fees | 2,750 | - | (2,750) | (0.1) |
| Business Licensing Revenue Update, <i>offset by Development Services expenses</i> | 2,357 | 250 | (2,107) | (0.1) |
| ATCO Gas Franchise Fees | 745 | - | (745) | (0.0) |
| Investment Earnings Update | 4,645 | 4,645 | - | - |
| Ed Tel Special Dividend (<i>one-time</i>) | 12,500 | 12,500 | - | - |
| Revolving Industrial Servicing Fund Update | - | (2,700) | (2,700) | (0.1) |
| Valley Line - Debt Adjustment | - | (1,857) | (1,857) | (0.1) |

Development Services

| | | | | |
|---|-------|-------|---|---|
| Planning and Development Business Model - 2026 Update | 2,644 | 2,644 | - | - |
|---|-------|-------|---|---|

Fleet and Facility Services (to be distributed to various branches)

| | | | | |
|--|---------------|---------------|-----------------|--------------|
| * Inflationary increases on parts, materials and contract work | - | 2,160 | 2,160 | 0.1 |
| | 67,602 | 17,642 | (49,960) | (2.1) |

2. External Factors/Changes to Legislation

EPS Body Worn Video and Digital Evidence Management

| | | | | |
|--------------------------|-------|-------|-------|-----|
| Edmonton Police Services | 2,300 | 9,202 | 6,902 | 0.3 |
|--------------------------|-------|-------|-------|-----|

EPS Funding Formula

| | | | | |
|--------------------------|---|-------|-------|-----|
| Edmonton Police Services | - | 6,214 | 6,214 | 0.3 |
|--------------------------|---|-------|-------|-----|

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|---|--------------|---------------|---------------|--------------|
| | Revenue | Expense | Net | |
| <u>Insured Claims and Settlements</u> | | | | |
| * Corporate Expenditures | - | 2,500 | 2,500 | 0.1 |
| <u>Changes to WCB Premiums</u> | | | | |
| * Corporate Expenditures | - | 1,500 | 1,500 | 0.1 |
| <u>Bill 49 / Emergency Social Services Framework</u> | | | | |
| Edmonton Fire Rescue | - | 923 | 923 | 0.0 |
| <u>Changes to Insurance Premiums</u> | | | | |
| * Corporate Expenditures | 450 | 950 | 500 | 0.0 |
| <u>Enhanced Transit Communications Network</u> | | | | |
| Edmonton Transit Service | - | 205 | 205 | 0.0 |
| <u>LAPP Contribution Rate - Temporary 1% Reduction to 2026 (one-time)</u> | | | | |
| Multiple branches | - | (9,500) | (9,500) | (0.4) |
| Transfer to FSR | - | 9,500 | 9,500 | 0.4 |
| <u>Stormwater Charges</u> | | | | |
| Edmonton Federation of Community Leagues | - | 183 | 183 | 0.0 |
| Financial Strategies | - | (183) | (183) | (0.0) |
| <u>Stormwater Charges (one-time)</u> | | | | |
| Edmonton Federation of Community Leagues | - | 108 | 108 | 0.0 |
| Financial Strategies | - | (108) | (108) | (0.0) |
| | 2,750 | 21,494 | 18,744 | 0.8 |

3. Council Directed

Old Strathcona Public Realm Strategies

| | | | | |
|---|------------|------------|----------|----------|
| Real Estate | (21) | - | 21 | 0.0 |
| Planning and Environment Services | 510 | 51 | (459) | (0.0) |
| Planning and Environment Services, <i>transfer to reserve</i> | - | 438 | 438 | 0.0 |
| | 489 | 489 | - | - |

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4. Adjustments to Operating Impacts of Capital

103A Ave and 99 Street Pedway

| | Revenue | Expense | Net | Tax Change % |
|-----------------------------|---------|---------|-----|--------------|
| Community Standards | - | 406 | 406 | 0.0 |
| Fleet and Facility Services | - | 195 | 195 | 0.0 |
| Edmonton Transit Service | - | 33 | 33 | 0.0 |

Parks and Roads Services

| | | | | |
|--|---|-----|-----|-----|
| O'day Min Park (formerly Warehouse Park Project) | - | 644 | 644 | 0.0 |
| Beaver Hills | - | 450 | 450 | 0.0 |
| Mary Burlie Park | - | 385 | 385 | 0.0 |
| Gariepy | - | 204 | 204 | 0.0 |
| Traffic Signals Asset Growth: Operations and Maintenance costs | - | 160 | 160 | 0.0 |
| Active Transportation Improvements: Fort Road/Manning Drive | - | 118 | 118 | 0.0 |
| Roads and Active Pathways (various sites) | - | 85 | 85 | 0.0 |
| Parks and Open Spaces (various sites) | - | 39 | 39 | 0.0 |

| | | | | |
|--|---|--------------|--------------|------------|
| | - | 2,719 | 2,719 | 0.1 |
|--|---|--------------|--------------|------------|

5. Impacts Managed Internally

Ongoing adjustments to address structural budget variances

Community Standards

| | | | | |
|--|---|-------|-------|-----|
| * Animal Care and Control Centre Services and Supplies | - | 1,005 | 1,005 | 0.0 |
| * Parking Enforcement Contract Costs | - | 200 | 200 | 0.0 |

Fleet and Facility Services

| | | | | |
|-------------------|---|-------|-------|-----|
| * Vandalism Costs | - | 2,061 | 2,061 | 0.1 |
|-------------------|---|-------|-------|-----|

Parks and Roads Services

| | | | | |
|---|-------|-------|-------|-----|
| * In Private (see attachment #4) | - | 2,200 | 2,200 | 0.1 |
| * Spring Sweep Program - leased equipment | - | 1,149 | 1,149 | 0.0 |
| * In Private (see attachment #4) | (159) | - | 159 | 0.0 |

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| | Revenue | Expense | Net | Tax Change % |
|--|--------------|--------------|--------------|--------------|
| <i>Ongoing reductions to manage structural budget variances and limit tax increase</i> | | | | |
| <u>Chief of Staff</u> | | | | |
| Anti-Racism - High Level Office / Independent Body Subsidy | - | (430) | (430) | (0.0) |
| <u>Service Innovation and Performance</u> | | | | |
| Corporate Integrated Data Solution (CIDS) | - | (400) | (400) | (0.0) |
| 311 personnel discount | - | (100) | (100) | (0.0) |
| <u>Chief Communications Office</u> | | | | |
| Reduction of Central Advertising | - | (296) | (296) | (0.0) |
| <u>Legal Services</u> | | | | |
| Security Needs Adjustment | - | (210) | (210) | (0.0) |
| <u>Corporate Procurement and Supply Services</u> | | | | |
| Reduction of hourly non-permanent | - | (150) | (150) | (0.0) |
| Reduction of consulting services | - | (110) | (110) | (0.0) |
| Reduction of computer technology software | - | (100) | (100) | (0.0) |
| <u>Corporate Human Resource Programs and Services</u> | | | | |
| Civic retirements | - | (40) | (40) | (0.0) |
| <u>Open City and Technology</u> | | | | |
| Vacancy Management / Attrition | - | (105) | (105) | (0.0) |
| | (159) | 4,674 | 4,833 | 0.2 |

6. Administrative Adjustments

Planning and Environment Services

| | | | | |
|--|--------|--------|---|---|
| SSSF revenue and expenditure adjustments | 17,120 | 17,120 | - | - |
| Municipal Reserve update | 1,107 | 1,107 | - | - |

Southeast Valley Line LRT

| | | | | |
|--------------------------|-----|-----|---|---|
| Parks and Roads Services | 585 | 585 | - | - |
|--------------------------|-----|-----|---|---|

Valley Line LRT Operations Traffic Signals

| | | | | |
|--------------------------|-----|-----|---|---|
| Parks and Roads Services | 150 | 150 | - | - |
|--------------------------|-----|-----|---|---|

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LRT Reserve Model Forecast Update

| | 2026 | | | Tax Change % |
|-------------------------------------|-----------------|-----------------|----------|--------------------|
| | Revenue | Expense | Net | |
| Corporate Expenditures and Revenues | (38,434) | (75,061) | (36,627) | (1.6) |
| Edmonton Transit Service | (28,461) | 5,680 | 34,141 | 1.5 |
| Community Standards | (1,750) | - | 1,750 | 0.1 |
| Parks and Roads Services | (736) | - | 736 | |
| | (50,419) | (50,419) | - | 0.0 |

7. Other adjustments (for information)

Edmonton Police Services

| | | | | |
|---|--------------|--------------|----------|------------|
| EPA Settlement Impact on Secondment Revenue | 1,657 | 1,657 | - | - |
| School Resource Officer | 1,300 | 1,300 | - | - |
| EPS Provincial Grant | 169 | 169 | - | - |
| Police Seized Vehicle Lot | 148 | 148 | - | - |
| | 3,274 | 3,274 | - | 0.0 |

| | | | | |
|---|------------------|------------------|--------------|------------|
| Adjustment to Financial Strategies | - | 24,839 | 24,839 | 1.1 |
| Total Operating Budget Changes | 23,537 | 24,712 | 1,175 | 0.0 |
| Adjustment to tax revenue | 1,175 | - | (1,175) | |
| Adjusted Tax Supported Operations Budget | 3,934,421 | 3,934,421 | - | 6.4 |

* These structural budget variances identified as part of Attachment 3 and Attachment 4 (private) Status Update of Structural Budget Variances have been addressed through reallocating budget during the 2025 Fall SOBA.

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(\$000s)

Municipal Enterprises

(\$000s)

Blatchford Redevelopment Project

Total operating budget changes from prior years

Amended Blatchford Redevelopment Project

Sales/COLS Adjustment

Total Blatchford Redevelopment Project Changes

Adjusted Blatchford Redevelopment Project

Land Development

Total operating budget changes from prior years

Amended Land Development

Sales/COLS Adjustment

Total Land Development

Adjusted Land Development

| | 2026 | | | Tax Change % |
|--|---------------|---------------|---------------|--------------------|
| | Revenue | Expense | Net | |
| | 2026 | | | |
| | Revenue | Expense | Net | |
| | 26,247 | 19,995 | 6,252 | |
| | | | - | |
| | 26,247 | 19,995 | 6,252 | |
| | (2,682) | (1,854) | (828) | |
| | (2,682) | (1,854) | (828) | |
| | 23,565 | 18,141 | 5,424 | |
| | 52,490 | 34,817 | 17,673 | |
| | | | - | |
| | 52,490 | 34,817 | 17,673 | |
| | (6,656) | 2,489 | (9,145) | |
| | (6,656) | 2,489 | (9,145) | |
| | 45,834 | 37,306 | 8,528 | |