

# **December 31, 2024 Operating and Capital Financial Update**

City Council  
March 18, 2025

**Edmonton**

# Presentation overview



## Economic Update

- Edmonton CMA population change
- Edmonton CMA employment growth
- Edmonton CMA consumer inflation



## Capital Financial Update

December 31, 2024

- Budget cycle spend
- Significant project results
- Debt update



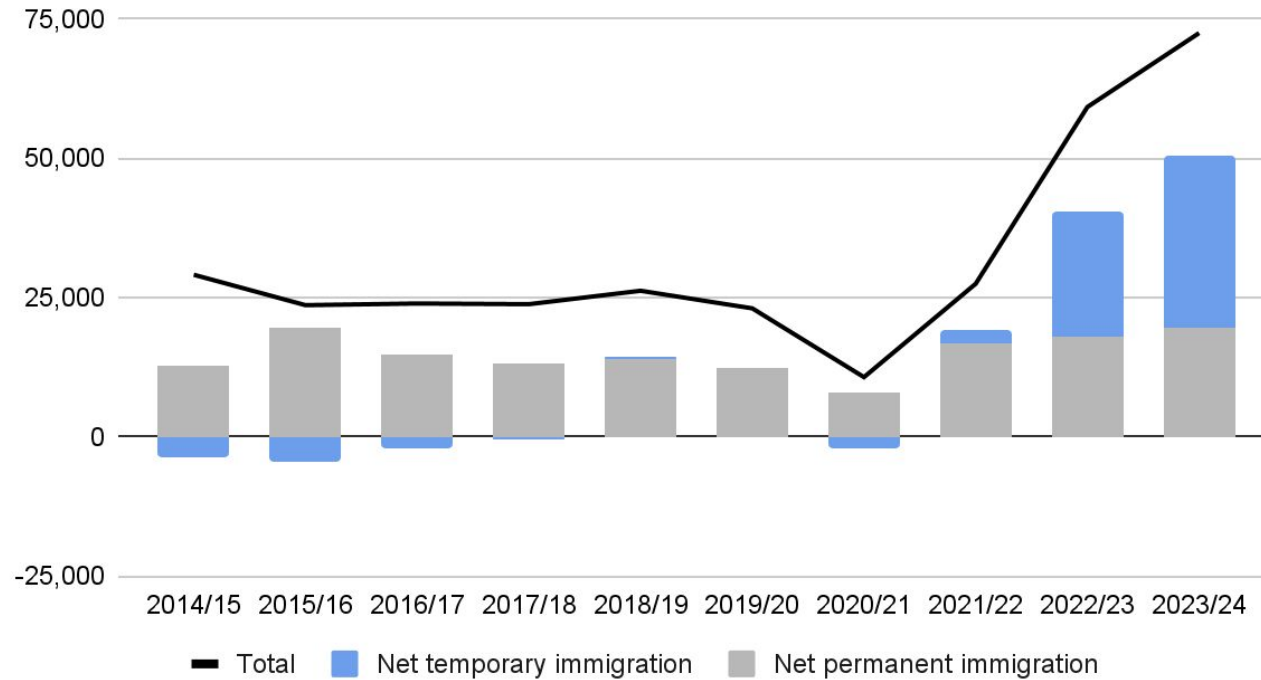
## Operating Financial Update

December 31, 2024

- Enterprise & Utility programs
- Tax supported operations
- FSR and operating carry-forward recommendations
- Reserve update

# Economic Update

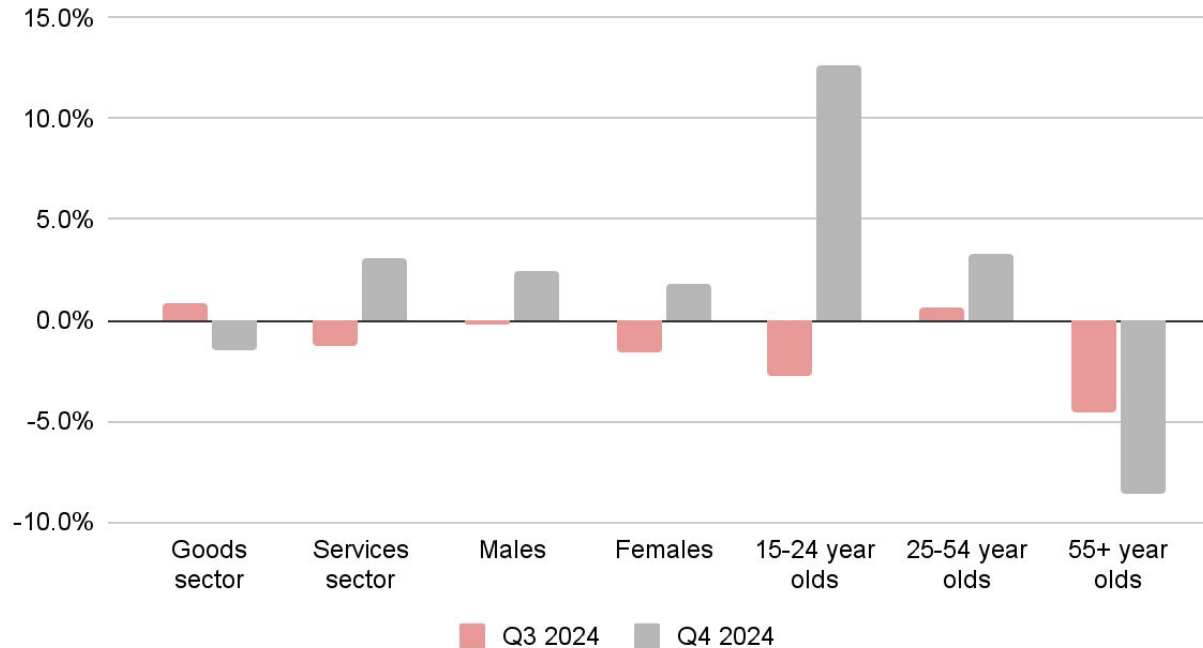
## Population change - Edmonton CMA



Source: Statistics Canada

# Economic Update

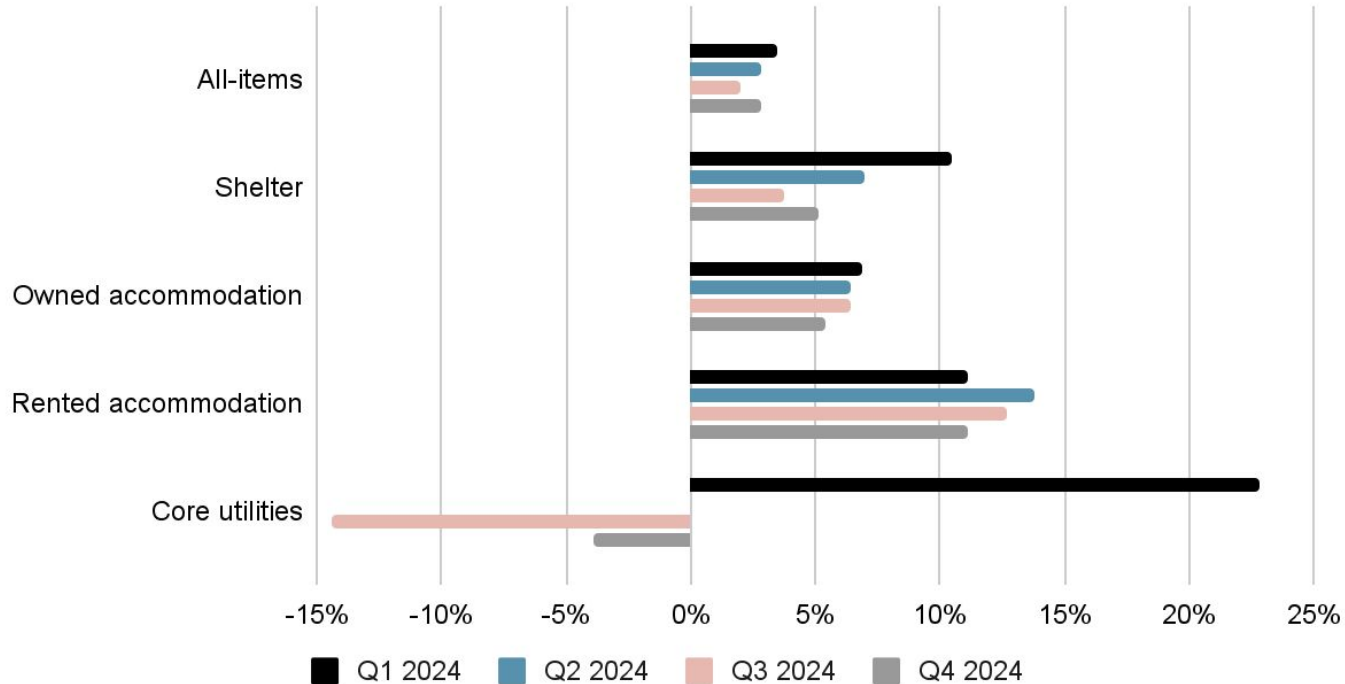
## Annualized employment growth - Edmonton CMA



Source: Statistics Canada

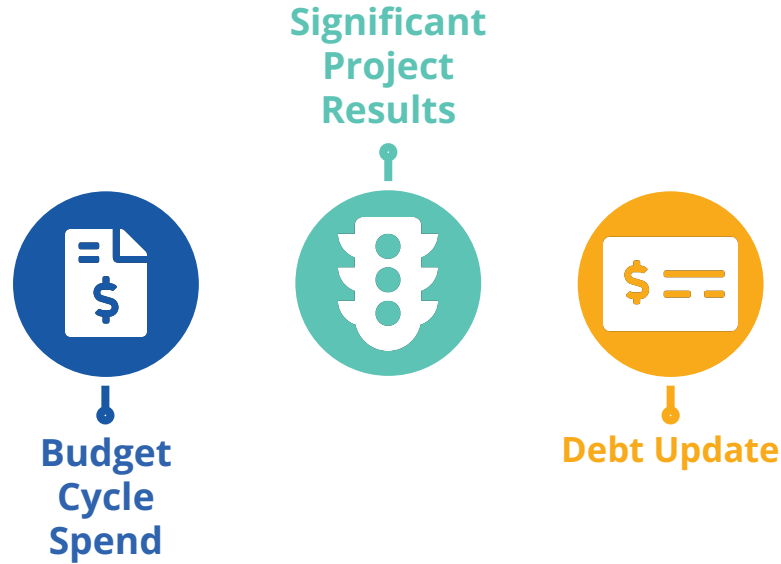
# Economic Update

## Annualized Consumer Inflation - Edmonton CMA

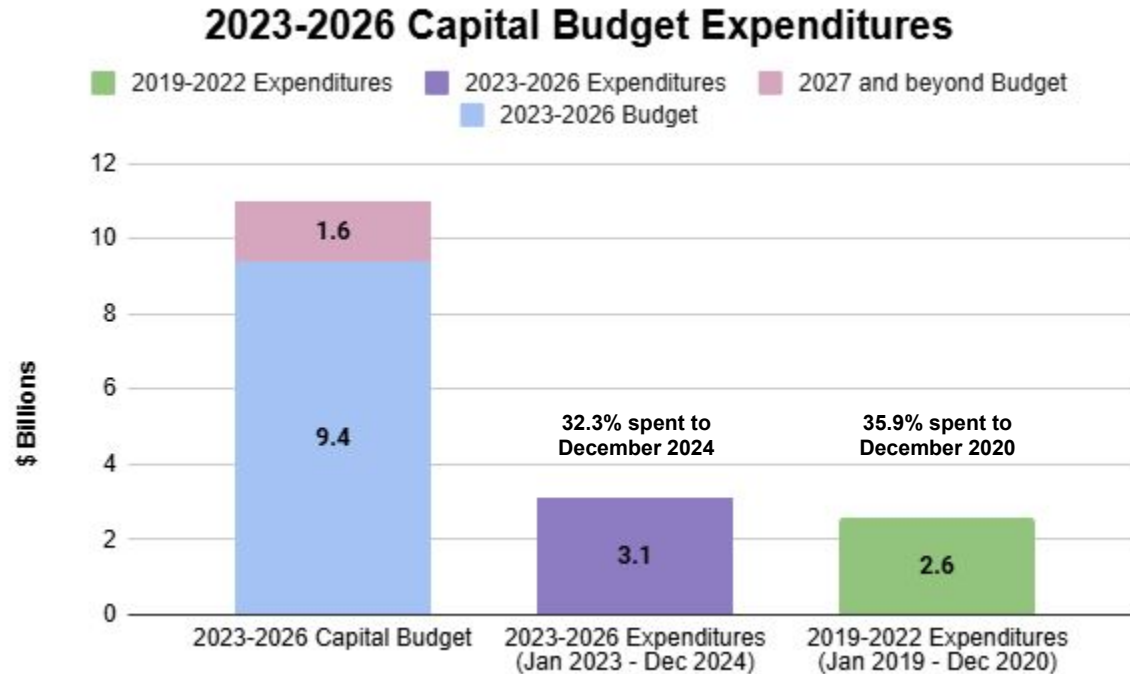


Source: Statistics Canada

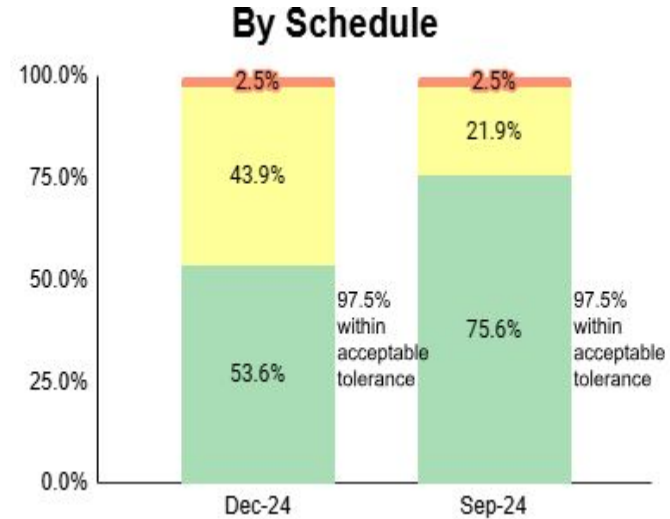
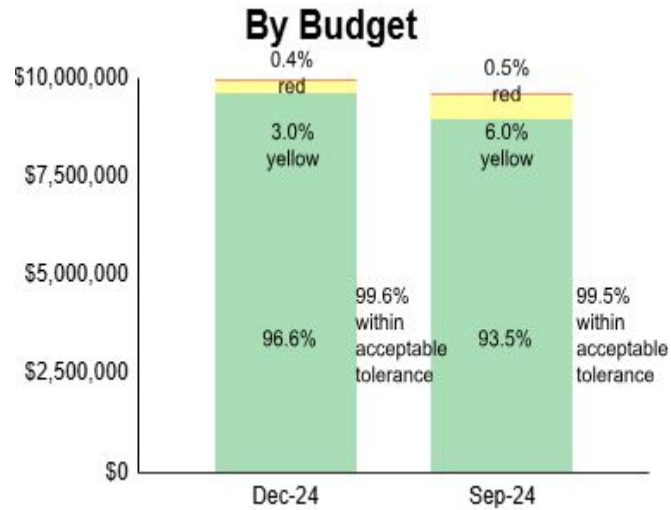
# Capital Results - December 31, 2024



# Budget Cycle Spend



# Significant Capital Project Status Summary

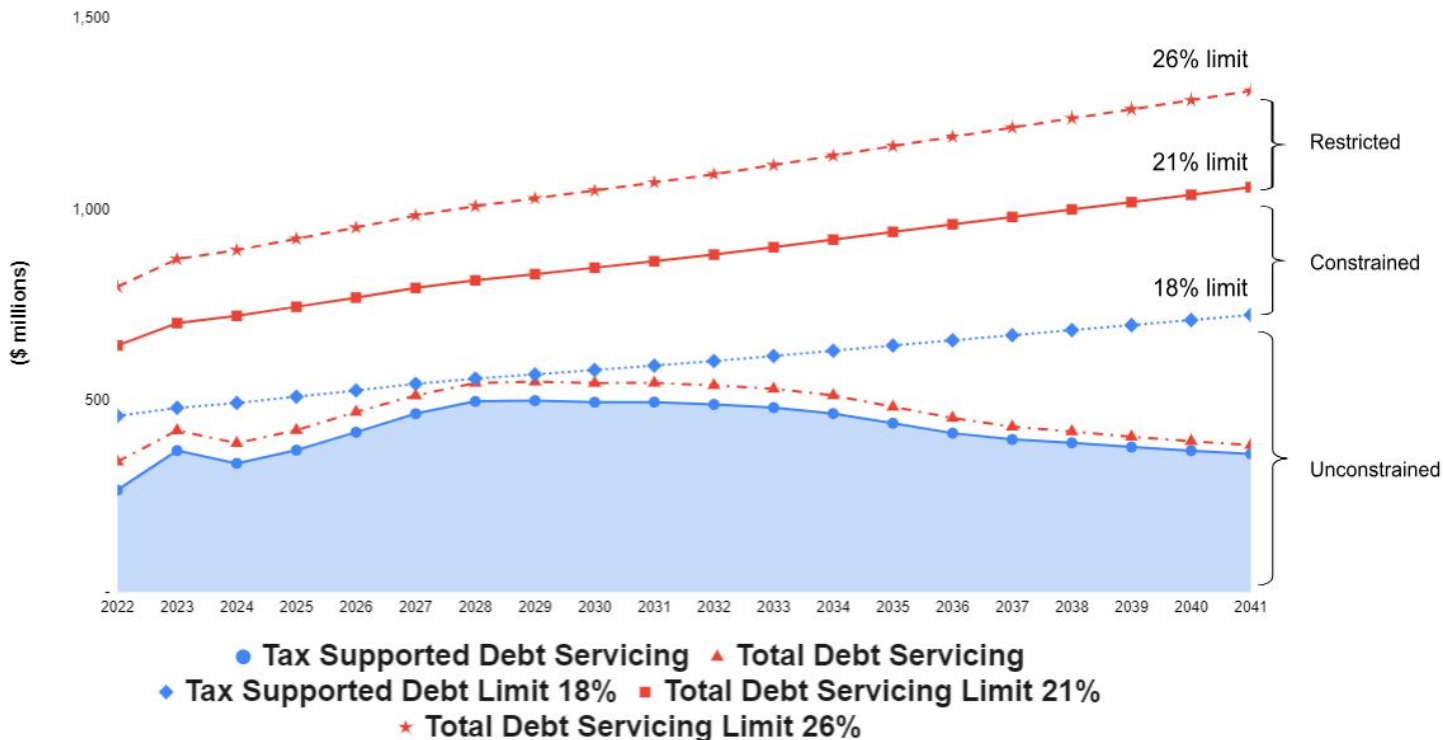


\*The budget and schedule status charts above are weighted by the profiles approved budget.



# Debt Management Fiscal Policy

## Debt Servicing Limits (\$M)









# Operating Results - December 31, 2024



# Enterprise and Utility Operations

## December 31, 2024 - Net Position Budget Variance (in \$ millions)

 Favourable  Unfavourable	Year-End Variance
Waste Services	1.4 
Land Enterprise	(10.2) 
Blatchford Redevelopment	(6.5) 
Blatchford Renewable Energy Utility	0.4 

## Tax-Supported Operations (excluding EPS)

Year-End Variance	Description	<div>● Favourable</div> <div>● Unfavourable</div>
(19.0)	● Personnel Costs (All Departments)	
(12.7)	● Transit Fare Revenue ( <i>Edmonton Transit</i> )	
(11.0)	● Tax Losses ( <i>Taxation Expenditures</i> )	
(9.4)	● Material Costs ( <i>All Departments</i> )	
(7.2)	● Contract Costs ( <i>All Departments</i> )	
(6.5)	● Permit Fee Revenue ( <i>Parks and Road Service</i> )	
(6.2)	● Fuel Costs ( <i>Fleet and Facility Services</i> )	
(5.0)	● Snow and Ice Control (Snow and Ice Control)	
6.8	● Memberships & Admissions Revenue ( <i>Community Recreation And Culture</i> )	
6.9	● Tax Penalties ( <i>Corporate Revenues</i> )	
6.9	● Environment and Climate Resilience Group ( <i>Planning and Environment Services</i> )	
9.1	● Grant Funding ( <i>Community Recreation And Culture</i> )	
19.4	● Financial Strategies ( <i>Corporate Expenditure</i> )	
27.2	● Other Cumulative Variances	
<b>(0.7)</b>	● <b>Total</b>	
(0.0)%	● Percent of Annual Budget	

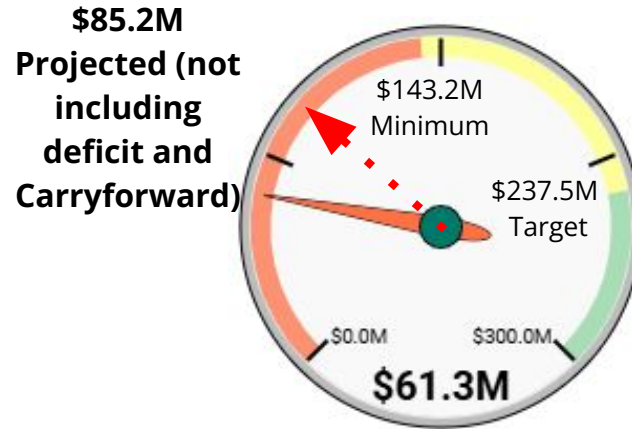
# Structural Budget Variances

December 31, 2024

- Quarterly reports highlight unfunded variances over \$1.5M with action plans.
- Fall SOBA includes a full list of all structural variances and action plans.
- Corrected structural budget variances no longer identified.
- Most structural budget variances are consistent with Fall 2024 SOBA.
- Inflationary impact for 2024 was \$25M over budget, more than the \$19.7M adjusted in Fall 2024 SOBA.
- New \$1.5M variance for increased parkade security costs.

# Reserve Update (\$M)

## Financial Stabilization Reserve (Unappropriated)



● Above target balance

● Above minimum balance & below target balance

● Below minimum balance

■ ■ ■ ■ ■ Reserve Balance with current projected deficit and carryforwards

# Operating Carryforwards

## (Recommendation 2) - Decrease in FSR Balance

There was \$22.9 million expenses to occur in 2024 that are recommended for carry-forward of funds, with new funding from the FSR:

Carry-Forward Request	Amount (\$ millions)
Glenridding Heights Partnership (Community Services)	6.8
Financial Strategies - Future Uncertainty Risks	4.9
Financial Strategies - 2023-2026 (Smooth Strategy)	4.2
Downtown Vibrancy & Chinatown Strategic Plan (UPE)	3.4
Event Attraction Program (Community Services)	2.0
Priority Growth Areas Zoning Project (UPE)	0.7
Recreation & Partnership Facility Investment Program (Community Services)	0.4
Alley Lighting Maintenance	0.4
Warehouse Relocations & Tenant Improvements (FCS)	0.3
Council Contingency (Corporate Programs)	0.1
Business Census (UPE)	0.1
<b>Total</b>	<b>23.3</b>

# Operating Carryforwards

## (Other Recommendations) - No Impact to FSR Balance

- The following recommendations are for carry-forward of funds previously appropriated in the FSR, funded through other reserves, or non-tax levy sources.
- These recommendations do not impact the unappropriated FSR or the surplus.

Recommendation	Amount (\$millions)
<b>Recommendation 1</b> - Carry-forward of items previously appropriated in the FSR with expenses in 2025	25.1
<b>Recommendation 3-11</b> - Operating commitments funded through reserves or external non tax-levy funds in the 2024 approved budget that were not completed by year-end. Budget adjustments are recommended to reallocate 2024 expenses and offsetting funding sources into the 2025 operating budget, with no impact to the Financial Stabilization Reserve or the 2025 tax-levy position.	39.5



# Reserve Update (\$M)

## December 31, 2024 Balance

### Planning & Development Reserve



### Traffic Safety & Automated Enforcement Reserve



- Above minimum balance & below target balance
- Above target balance (Planning & Development Reserve)
- Below minimum balance

## Next Steps

City of Edmonton Consolidated Financial Statements -  
December 31, 2024

- April 11 - Audit Committee
- April 22- City Council (for approval)



Thank you.

Edmonton