

To: City Council

From: Tricia Hercina  
Executive Director, Corporate Performance & Supports

Subject: Budget Error Memo

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## 2026 Budget Book Errors for Clarification – as of December 7, 2025

After the time of print and circulation to Council, the following errors were located in the budget book that we would like to offer corrections to.

1. Page 86 2026\_BRO\_1006 - Transit School Board Contract Increase is listed in narrative on page 81 but missing from the financial chart on page 86. The totals are not affected by this change; the totals are accurate.

For reference the financial description is:

Sustaining Services Financial Details								
Priority Alignment	Reference	Request Name	Tax Revenue Ongoing	ORTS One Time	Hybrid ORTS One Time	CPR One Time	Hybrid CPR One Time	Totals
Community Safety & Wellness	2026_BRO_1006	Transit School Board Contract Increase	\$ (53,544)	\$ -	\$ -	\$ -	\$ -	\$ (53,544)

2. Page 87 2026\_BRO\_1084 Tax Supported Amortization was included however the narrative description was missed.

For reference the narrative description is:

### 2026\_BRO\_1084 – Tax Supported Amortization

The addition of new tax-supported infrastructure requires updates to the enterprise's anticipated amortization expenses. These adjustments reflect standard accounting treatment and are fully offset through equity entries, resulting in no impact to the tax requirement.

3. Page 58, our apologies to Jim Jorgensen – who's name is mis-spelled.
4. Page 112 a replacement page is attached appendix A. In the Revenue & Assessment Department summary, an operating budget maintenance item was incorrectly entered. This has been corrected and does not affect Council's budget consideration.
5. Page 135 a replacement table is attached appendix B. It was erroneously a duplicate of page 133 in the original document. The totals are not affected by this change; the totals are accurate.
6. Page 152 a replacement table is attached appendix C. The only change is on the fleet and materials line. Under the debt column it lists \$3,593. The debt should only read \$593. The \$3M should be under the customer contribution column.

Appendix A – REPLACEMENT PAGE FOR PAGE I 12:

# Council - Operating Budget for DPT125 - Revenue & Assessment Services Department

## Revenues

	2025 Final Budget	2025 Quarter 3 Projection	2026 Review Budget	Change
User Fees and Sale of Goods	213,000	281,470	248,000	35,000
Other Revenue	320,000	321,362	285,000	(35,000)
Revenues Total	533,000	602,832	533,000	0

## Expenses

Salaries, Wages, and Benefits	5,504,326	5,312,189	5,587,016	82,690
Contracted Services	467,612	384,297	472,381	4,769
Materials and Supplies	63,603	35,440	59,834	(3,769)
Amortization of Tangible Capital Assets	3,623	3,623	3,623	0
Financial Charges	63,800	58,829	62,800	(1,000)
Other Expenses	131,130	77,811	131,130	0
Expenses Total	6,234,094	5,872,189	6,316,784	82,690

Surplus/(Deficit) Before Internal Charges	(5,701,094)	(5,269,357)	(5,783,784)	(82,690)
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Internal Charge / Recovery	(3,231)	(7,110)	(2,231)	1,000
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Operating Surplus / (Deficit)	(5,704,325)	(5,276,467)	(5,786,015)	(81,690)
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## Net Reserves Transfers

Operating or Capital Transfers From/(To)	2,073,021	1,865,371	2,133,021	60,000
Equity Transfers (Amortization and Contributed Assets)	3,623	3,623	3,623	0

Net Reserves Transfers	2,076,644	1,868,994	2,136,644	60,000
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Net Tax Requirement / Funding	(3,627,681)	(3,407,473)	(3,649,371)	(21,690)
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Appendix B – REPLACEMENT TABLE FOR PAGE 135:

**City Of Red Deer**  
**Funding Sources Summary (000's) - Tax or Landbank Capital Request**

Page: 3



Capital Budget Request		Narratives	FY26						
			Funding Sources (Post Inflation Amount)						
	Category	Department	Budget Request Summary	Total	Dev/Cust	Debt	Grant	Reserve	Operating
2023_ENG_BRC_0264 - Municipal 3rd Party Capital Work	IP	ENG	Municipal Third Party Work is to enable Engineering Services to undertake the construction of City assets that are being paid for through Customer Contributions. Examples of this type of work could include the construction of sidewalks, road improvements or in some cases to bring City services to areas in advance of planned construction.	1,545	1,545	-	-	-	-
2023_ESD_BRC_0002 - Fire and Rescue Equipment	IP	ESD	These projects are for the replacement of specialized equipment as they reach the end of their lifespan and for specialized equipment to improve operational safety and efficiencies.	113	-	-	-	113	-
2023_ESD_BRC_0005 Emergency Medical Services Equipment	IP	ESD	Replacement schedule of medical equipment on ambulances to ensure a standardized replacement of current equipment to meet medical standards.	124	-	-	-	124	-
2023_BRC_0001 - Physical Security Infrastructure - Standardization and Upgrades	IP	HRD	This project aims to centralize and standardize electronic security systems across all facilities onto a single platform, enhancing security risk evaluation, cost efficiency, and access point monitoring. While not all security risks will be addressed within this budget, annual funding starting in 2020 will support ongoing upgrades and replacements based on assessed priorities.	84	-	-	-	84	-
2025_BRC_0038 - MPS Infrastructure Maintenance and Safety Equipment	IP	MPS	Both detachments' infrastructure is greater than ten years in age and require maintenance and/or replacement.	41	-	-	-	41	-

## APPENDIX C: REPLACEMENT TABLE FOR PAGE 152

## Open Capital Commitments with funding sources – projected to December 31, 2025 – For Information

### Capital Commitments Summary, Including 2026 Budget Requests

Section	Capital Commitments Dec 31, 2024	2025 Capital Budget	Projected Spend to Dec 31, 2025	Surplus to be De-Committed	Commitments Dec 31, 2025	2026 Capital Budget	Projected Capital Commitments Jan 1, 2026	Funding			
								Reserves	Debt	Grants, Customer Contributions & Other	Total
Human Resources	252	81	(171)	-	162	84	246	246	-	-	246
Mayor & City Manager	300	157	(143)	-	314	200	514	514	-	-	514
Revenue & Assessment	-	260	-	-	260	-	260	260	-	-	260
Information Technology	12,478	3,862	(6,900)	-	9,440	4,551	13,991	13,406	-	585	13,991
City Clerk	-	624	-	-	624	-	624	624	-	-	624
Engineering Services	46,569	11,213	(9,782)	(14,328)	33,672	14,781	48,453	15,754	(3,705)	36,404	48,453
Emergency Services	3,764	1,122	(1,609)	-	3,277	731	4,008	3,183	-	825	4,008
Street & Traffic Lights	1,228	493	(779)	-	942	516	1,458	1,000	-	458	1,458
Parking	1,716	17	(138)	(1,000)	595	16	611	32	-	579	611
Subdivision Fund	26,200	17,240	(600)	(3,498)	39,342	-	39,342	114,735	6,401	(81,794)	39,342
Fleet & Materials	27,791	30,137	(16,370)	-	41,558	7,706	49,264	46,365	593	2,306	49,264
Parks & Public Works Adm	43,202	24,080	(30,473)	-	36,809	15,584	52,393	3,675	26,218	22,500	52,393
Storm Sewer System	2,863	6,311	(5,268)	-	3,906	6,942	10,848	205	7,330	3,313	10,848
Police Administration	739	119	(760)	(110)	(12)	93	81	84	-	(3)	81
SHC Administration	343	-	-	-	343	-	343	94	-	249	343
Facilities & Asset Management	3,529	5,699	(3,698)	-	5,530	4,128	9,658	2,782	1,701	5,175	9,658
Recreation	182	385	(452)	-	115	830	945	158	77	710	945
Parks	12,504	500	(6,519)	-	6,485	7,780	14,265	6,551	125	7,589	14,265
<b>Tax, Landbank, and Fleet Capital</b>	<b>183,660</b>	<b>102,300</b>	<b>(83,662)</b>	<b>(18,936)</b>	<b>183,362</b>	<b>63,942</b>	<b>247,304</b>	<b>209,668</b>	<b>38,740</b>	<b>(1,104)</b>	<b>247,304</b>