

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF SEPTEMBER 20, 2016

Item 5, Report No. 9, of the Finance, Administration and Audit Committee, which was adopted without amendment by the Council of the City of Vaughan on September 20, 2016.

5 VAUGHAN HOLDINGS INC. – SHAREHOLDER APPROVAL OF 2015 FINANCIAL STATEMENTS

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the City Clerk, dated September 6, 2016:

Recommendation

The City Clerk recommends:

1. That the 2015 Financial Statements for Vaughan Holdings Inc. set out in attachment 1 to this report be approved by Council of the City of Vaughan as sole shareholder.

Contribution to Sustainability

Approval of the 2015 Financial Statements for Vaughan Holdings Inc. supports financial requirements and corporate governance practices.

Economic Impact

There is no economic impact associated with this report.

Communications Plan

Following adoption of the 2015 Financial Statements, the corporate records of Vaughan Holdings Inc. will be updated to reflect shareholder approval.

Purpose

The purpose of this report is to present for Council's consideration a resolution from the Board of Directors of Vaughan Holdings Inc. ("VHI") approving the 2015 Financial Statements for VHI. As the sole Shareholder of VHI, Council is required to approved this resolution.

Background - Analysis and Options

Hydro Vaughan Holdings Inc. was incorporated on October 24, 2000 under the Ontario Business Corporation Act. The corporation was formed to act as a holding company related to the transition to the energy market in Ontario. In 2013, the City of Vaughan restructured its holdings in the corporations collectively referred to as Hydro Vaughan Corporations. KPMG performed an audit of the final financial statements of these corporations, including VHI, for the year ended December 31, 2015.

At its meeting held on June 7, 2016, the Board of Directors of VHI had before it for consideration the 2015 Financial Statements for VHI and passed the following resolution:

1. That the Financial Statements for the year ended December 31, 2015 for Vaughan Holdings Inc. (VHI) formerly Hydro Vaughan Holdings Inc. be adopted; and
2. That staff be directed to obtain the necessary shareholder approval.

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Item 5, Finance Report No. 9 – Page 2

Relationship to Term of Council Service Excellence Strategy Map (2014-2018)

By reinforcing sound governance practices, this report supports the following Term of Council Priority set forth in Term of Council Service Excellence Strategy Map (2014-2018):

- Continue to advance a culture of excellence in governance

Regional Implications

None

Conclusion

Staff recommend that Council provide shareholder approval of the 2015 Financial Statements for Vaughan Holdings Inc.

Attachments

Attachment No. 1 – 2015 Financial Statements Vaughan Holdings Inc.

Report prepared by:

Barbara A. McEwan, Deputy City Clerk x 8628

(A copy of the attachments referred to in the foregoing have been forwarded to each Member of Council and a copy thereof is also on file in the office of the City Clerk.)