



The Corporation of the Town of Tecumseh

Corporate Services & Clerk

To: Mayor and Members of Council

From: Laura Moy, Director Corporate Services & Clerk

Date to Council: June 25, 2019

Report Number: CS-2019-15

Subject: Essex Power Corporation – Appointment of Proxyholder for Shareholders' 2019 Annual Meeting

Recommendations

It is recommended:

That Mayor Gary McNamara **be appointed** proxyholder for the Town of Tecumseh to cast its shareholder's votes at Essex Power Corporation's 2019 Shareholders' Annual Meeting scheduled to be held on Wednesday, June 26, 2019;

And that Mr. Tom Burton **be appointed** as an alternate proxyholder for the Town of Tecumseh to cast its shareholder's votes at Essex Power Corporation's 2019 Shareholders' Annual Meeting, if Mayor Gary McNamara is absent from the meeting;

And further that the Director Corporate Services & Clerk **be authorized** to sign all necessary proxy forms to implement this resolution and to forward them to Essex Power Corporation.

Background

The Corporation of the Town of Tecumseh (Town), together with the Municipality of Leamington, and Towns of LaSalle and Amherstburg are the shareholders of Essex Power Corporation. Essex Power is required to hold an annual meeting of shareholders and occasionally requires a special shareholders' meeting.

The Town is entitled to appoint two directors to the Essex Power Board, and has currently appointed Mayor Gary McNamara and Mr. Tom Burton. The directors have authority to represent the Town and vote at Board Meetings, but are not authorized to represent or vote at Shareholders' meetings.

Essex Power Corporation and its related companies are incorporated pursuant to the *Ontario Business Corporations Act* (OBCA). Section 110 of the OBCA provides that a shareholder may appoint a proxyholder to vote by proxy for the shareholder at any shareholder meeting.

The section provides:

[110. \(1\)](#) Every shareholder entitled to vote at a meeting of shareholders may by means of a proxy appoint a proxyholder or one or more alternate proxyholders, who need not be shareholders, as the shareholder's nominee to attend and act at the meeting in the manner, to the extent and with the authority conferred by the proxy. R.S.O. 1990, c. B.16, s. 110 (1).

[\(2.1\)](#) A proxy appointing a proxyholder to attend and act at a meeting or meetings of shareholders of an offering corporation ceases to be valid one year from its date.

Comments

The only practical way for a Municipal Council to cast its shareholder vote at a Shareholder Meeting is by proxy. In keeping with the past practice of Council, it is recommended that Mayor Gary McNamara be appointed as the Town's proxyholder to vote at the 2019 Shareholders' General Meeting, and that Mr. Tom Burton be appointed as an alternate proxyholder, in the absence of the Mayor.

Since a proxy is not valid for more than one year, the appointment of a proxyholder is necessary every year prior to the Shareholders' Annual Meeting.

The agenda for the Shareholders' Annual Meeting is circulated prior to the meeting and often the matters to be voted on are routine business matters. If the Mayor determines there is a matter on the Shareholders' Annual Meeting Agenda of special importance, then the Mayor can seek direction from Council on how the Town's shareholder vote should be cast on that issue.

This recommended appointment is only for the 2019 Shareholders' Annual Meeting, which is scheduled for Wednesday, June 26, 2019 at 5:30 pm. If at any time there is a need for a special shareholders' meeting to vote on an issue, then the matter should be brought before Council.

The form of proxy, including the routine matters to be voted on, is attached as **Appendix 1**.

Consultations

Municipality of Leamington – Clerk

Town of Amherstburg – Clerk

Town of LaSalle – Clerk

Essex Power Corporation

Financial Implications

There are no financial implications at this time to the Town

Link to Strategic Priorities

Applicable	2017-18 Strategic Priorities
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- Make the Town of Tecumseh an even better place to live, work and invest through a shared vision for our residents and newcomers.
- Ensure that the Town of Tecumseh’s current and future growth is built upon the principles of sustainability and strategic decision-making.
- Integrate the principles of health and wellness into all of the Town of Tecumseh’s plans and priorities.
- Steward the Town’s “continuous improvement” approach to municipal service delivery to residents and businesses.
- Demonstrate the Town’s leadership role in the community by promoting good governance and community engagement, by bringing together organizations serving the Town and the region to pursue common goals.

Communications

Not applicable

Website

Social Media

News Release

Local Newspaper

This report has been reviewed by Senior Administration as indicated below and recommended for submission by the Chief Administrative Officer.

Prepared by:

Laura Moy, Dipl. M.M., CMMIII HR Professional
Director Corporate Services & Clerk

Recommended by:

Margaret Misek-Evans, MCIP, RPP
Chief Administrative Officer

Attachment Number	Attachment Name
1	Essex Power Appointment of Proxyholder