

MANAGEMENT REPORT

Date: June 17, 2025
To: Finance and Labour Relations Sub-committee
From: Karmen Krueger, CPA, CA, Director of Corporate Services/Treasurer
Report Number: FIN25-019
Attachments: 1. FHI Preliminary Commentary
2. FHSI Preliminary Commentary
3. Top-Up Dividend Motion

Title: Festival Hydro Inc. and Festival Hydro Services Inc. 2024 Audited Financial Statements and Dividend Declaration

Objective: To receive the audited financial statements for 2024 for both Festival Hydro Inc. (FHI) and Festival Hydro Services Inc. (FHSI) and authorize the dividend declaration.

Background: City Council is updated regularly on the financial and operating activities of Festival Hydro.

Analysis: Attachments for the 2024 audited financial statements of Festival Hydro Inc. and Festival Hydro Services Inc. for the year ended December 31, 2024, do not meet accessibility standards; therefore, please contact Festival Hydro by email at customerservice@festivalhydro.com or by telephone at 519-271-4700 to request to view a copy of the audited statements.

The attachments entitled Preliminary Commentary, while prepared before the statements were finalized, provide some additional context and should be read in conjunction with the audited statements.

Festival Hydro Inc.

Audited results are as expected. Based on the performance, the Board is recommending a Top-Up Common Share dividend in the amount of \$147,478 for the year 2024, calculated in accordance with Festival Hydro's Dividend Policy. It is seeking a Council resolution for this dividend which will be paid in the second quarter of 2025.

Festival Hydro Services Inc.

Audited results are as expected.

Financial Implications:

Financial impact to current and future year operating budgets:

The reports are being provided for the previous year and the dividend is attributed back to the City's 2024 year-end so there are no financial impacts to note for current or future operating budgets.

Alignment with Strategic Priorities:

Not applicable: This report does not align with specific Strategic Priorities as it is provided for information only.

Alignment with One Planet Principles:

Not applicable: This report does not align with specific One Planet Principles as it is provided for information only.

Staff Recommendation: THAT the Festival Hydro Inc. audited financial statements for the year ended December 31, 2024, be received for information;

THAT the Festival Hydro Services Inc. audited financial statements for the year ended December 31, 2024, be received for information;

AND THAT Council, as the sole shareholder, declare a Top-Up Common Share Dividend in the amount of \$147,478 for the year 2024, calculated in accordance with Festival Hydro's Dividend Policy, to be paid in the second quarter of 2025.

Prepared by:	Karmen Krueger, CPA, CA, Director of Corporate Services/Treasurer
Recommended by:	Karmen Krueger, CPA, CA, Director of Corporate Services/Treasurer Adam Betteridge, Interim Chief Administrative Officer