Hydro One Networks Inc.

8th Floor, South Tower 483 Bay Street Toronto, Ontario M5G 2P5 www.HydroOne.com Tel: (416) 345-5707 Fax: (416) 345-5866 Andrew.skalski@HydroOne.com

Andrew Skalski

Director – Major Projects and Partnerships Regulatory Affairs



BY COURIER

June 30, 2010

Ms. Kirsten Walli Secretary Ontario Energy Board Suite 2700, 2300 Yonge Street P.O. Box 2319 Toronto, ON M4P 1E4

Dear Ms. Walli:

Hydro One Networks' Request for Leave to Sell Distribution Assets to Alpine RV Resort Lindsay Inc. doing business as Alpine Resort ("Alpine Resort")

Hydro One Networks seeks the Board's approval under Section 86(1)(b) of the Ontario Energy Board Act ("the Act"), 1998, for leave to sell assets to Alpine RV Resort Lindsay Inc. doing business as Alpine Resort ("Alpine Resort"). Given that the proposed sale has no material effect on any other party, we ask that the Board dispose of this proceeding without a hearing under Section 21(4)(b) of the Act.

The assets being sold in this transaction are described in the attached application and are illustrated in the attached map.

Should you have any questions on this application, please contact Yoon Kim at (416) 345-5228 or via email at Yoon.Kim@HydroOne.com.

Sincerely,

ORIGINAL SIGNED BY ANDREW SKALSKI

Andrew Skalski

Attachment



Application Form for Applications Under Section 86(1)(b) of the Ontario Energy Board Act, 1998

Application Instructions

1. Purpose of This Form

This form is to be used by parties applying under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (the "Act"). Please note that the Board may require information that is additional or supplementary to the information filed in this form and that the filing of the form does not preclude the applicant from filing additional or supplementary information.

2. Completion Instructions

This form is in a writeable PDF. The applicant must either:

- type answers to all questions, print two copies, and sign both copies; or
- print a copy of the form, clearly print answers to all questions, make a copy, and sign both copies.

Please send both copies of the completed form and two copies of any attachments to:

Board Secretary Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street Toronto ON M4P 1E4

If you have any questions regarding the completion of this application, please contact the Market Operations Hotline by telephone at 416-440-7604 or 1-888-632-6273 or email at market.operations@oeb.gov.on.ca.

The Board's "Performance Standards for Processing Applications" are indicated on the "Corporate Information and Reports" section of the Board's website at www.oeb.gov.on.ca. Applicants are encouraged to consider the timelines required to process applications to avoid submitting applications too late. If the submitted application is incomplete, it may be returned by the Board or there may be a delay in processing the application.

PART I: IDENTIFICATION OF PARTIES

1.1 Name of Applicant

Legal name of the applicant: **Hydro One Networks Inc.**

Name of Primary Contact: Yoon Kim

Title/Position: Applications Analyst, Regulatory Affairs

Address of Head Office: 483 Bay St. South Tower 8th Floor, Toronto, M5G 2P5

Phone: **416-345-5228** Fax: **416-345-5866**

Email: Yoon.Kim@HydroOne.com

1.2 Other Party to the Transaction (If more than one attach a list)

Name of other party: Alpine RV Resort Lindsay Inc.

Name of Primary Contact: Paul Charron
Title/Position: President

Address of Head Office: 46 Alpine Street, Lindsay, ON, K9V 4R1

Phone: **705-340-8209**

Fax: N/A

Email: lcharron@hotmail.com

	If the proposed recipient is not a licensed distributor or transmitter, is it a distributor or transmitter that is exempted from the requirement to hold a distribution or transmission licence?		
	∑ Yes □ No		
	The recipient is not a licensed distributor. While section 57 of the OEB Act ("the Act") requires a distributor to hold a licence, section 4.0.1(1)(b) of Ontario Regulation 161/99 provides an exemption to section 57 of the Act for a distribution system owned or operated by the distributor that is entirely located on land owned or leased by the distributor. As such, since the assets to be sold are entirely on land owned by the recipient, Alpine RV Resort Lindsay Inc. doing business as Alpine Resort ("Alpine Resort") would be exempted from section 57 of the Act.		
PART	II: DESCRIPTION OF ASSETS TO BE TRANSFERRED		
2.1	Please provide a description of the assets that are the subject of the proposed transaction.		
	The assets to be sold consist of 4 overhead distribution transformers (two 50kVA transformers - Year 2002 and 1985, one 37.5kVA transformer - Year 1967, and one 25kVA transformer - Year 1988), 7 poles and about 0.91 km of conductor at the service location.		
2.2	Please indicate where the assets are located – whether in the applicant's service area or in the proposed recipient's service area (if applicable). Please include a map of the location.		
	The assets are located at 46 Alpine Street, Lot 28 Concession 5 in Township of Ops. (Please see Attachment $2-{\rm Map}$)		
2.3	Are the assets surplus to the applicant's needs?		
	☐ Yes ☑ No		
	If yes, please indicate why the assets are surplus and when they became surplus.		
2.4	Are the assets useful to the proposed recipient or any other party in serving the public?		
	∑ Yes □ No		
	If yes, please indicate why.		
	The assets are useful only to serve customers of Alpine Resort.		
2.5	Please identify which utility's customers are currently served by the assets.		
	Hydro One.		
2.6	Please identify which utility's customers will be served by the assets after the transaction and into the foreseeable future.		
	The assets will continue to serve the same Hydro One customer. After the sale, the assets will be owned by the customer instead of the utility, but Hydro One will continue to supply electricity to this customer.		

PART III: DESCRIPTION OF THE PROPOSED TRANSACTION

3.1	Will the proposed transaction be a sale, lease or other?		
	Sale Lease Other		
	If other, please specify.		
3.2	Please attach the details of the consideration (e.g. cash, assets, shares) to be given and received by each of the parties to the proposed transaction.		
	This is a cash sale. The sale price of the assets to be sold is \$12,635.83 plus applicable taxes. The sale price covers the net book value of the assets.		
	In addition, there is \$8,718. ⁴¹ plus applicable taxes being billed to the customer for make-ready work. This is related to work that Hydro One will need to perform in order to make a minor change to an open point which will separate the section of line being sold to the customer from the Hydro One distribution system. Therefore, the total price is \$21,354. ²⁴ plus applicable taxes.		
3.3	Would the proposed transfer impact any other parties (e.g. joint users of poles) including any agreements with third parties?		
	☐ Yes ☑ No		
	If yes, please explain how.		
3.4	Would the proposed transfer impact distribution or transmission rates of the applicant?		
	☐ Yes ☑ No		
	If yes, please explain how.		
3.5	Will the transaction adversely affect the safety, reliability, quality of service, operational flexibility or economic efficiency of the applicant or the proposed recipient?		
	☐ Yes ⊠ No		
	If yes, please explain how.		

PART IV: WRITTEN CONSENT/JOINT AGREEMENT

- 4.1 Please provide the proposed recipient's written consent to the transfer of the assets by attaching:
 - (a) a letter from the proposed recipient consenting to the transfer of the assets;
 - (b) a letter or proposed sale agreement jointly signed by the applicant and the proposed recipient agreeing to the transfer of the assets; or
 - (c) the proposed recipient's signature on the application.
 - (a) The letter is found in Attachment 1.

PART V: REQUEST FOR NO HEARING

- 5.1 Does the applicant request that the application be determined by the Board without a hearing? If yes, please provide:
 - (a) an explanation as to how no person, other than the applicant or licence holder, will be adversely affected in a material way by the outcome of the proceeding; and
 - (b) the proposed recipient's written consent to dispose of the application without a hearing.
 - (a) The line serving the park terminates at the customer's site. The transfer of ownership will have no effect on any other customers connected to the feeder. There will be no changes in the operation of the feeder, therefore no change in service to other customers or persons.
 - (b) The letter is found in Attachment 1.

PART VI: OTHER INFORMATION

Please provide the Board with any other information that is relevant to the application. When providing this additional information, please have due regard to the Board's objectives in relation to electricity.

PART VII: CERTIFICATION AND ACKNOWLEDGMENT STATEMENT

7.1 <u>Certification and Acknowledgment</u>

I certify that the information contained in this application and in the documents provided are true and accurate.

	Print Name of Key Individual	Title/Position
Signature of Key Individual ORIGINAL SIGNED BY ANDREW	Andrew Skalski	Director – Major Projects and
SKALSKI		Partnerships
	Date	Company
	June 30, 2010	
		Hydro One Networks Inc.

(Must be signed by a key individual. A key individual is one that is responsible for executing the following functions for the applicant: matters related to regulatory requirements and conduct, financial matters and technical matters. These key individuals may include the chief executive officer, the chief financial officer, other officers, directors or proprietors.)

ATTACHMENT 1- Letters



Alpine Resort 46 Alpine St. RR 1 Stn Main-Lindsay, On K9V 4R1

Re: Alpine Resort

Dear Mr. Charron:

This letter is to advise you of the progress that is being made regarding the sale of Hydro One assets in the Alpine Resort.

Based on your response to our initial letter, you have elected to purchase all assets excluding meters.

Within the Alpine Resort, there are 4 transformers, multiple conductors, and poles with a net book value of 12,635.83 + HST. Also make-ready costs of additional \$8,718.41 +HST for a total purchase price of \$21,354.24 + HST.

Please sign below indicating your intention to purchase the assets as noted above, and return to us in the self addressed envelope. Upon receipt of the signed letter, we will proceed to obtain approval from the Ontario Energy Board.

After official approvals have been obtained, then Alpine will proceed with the installation of their own load break switch and bring the electrical system within the park up the Electrical Safety Inspection standards, if required, as noted by the report completed by ESA. Hydro One will install a primary metering unit, to meter the park.

Alpine Resort agrees to purchase 4 transformers multiple conductors & poles and other make-ready costs now owned by Hydro One, with the boundaries of the Alpine Resort for a total price of \$21,354.24 + HST.

Signature of Alpine Representative

PAUL CHARRON

Thank you for your co-operation in this matter.

Sincerely.

Lines Customer Support Clerk

Peterborough Field Business Centre

Zone 3A

Enc duplicate copy of letter

return envelope



May 6, 2010

Hydro One Networks Inc. TCT 13 B6 483 Bay Street Toronto, Ontario M5G 2P5

Re: Alpine Resort

It is our understanding that approval is required by the Ontario Energy Board (OEB) for the sale of assets by Hydro One. Alpine Resort fully supports Hydro One's actions with the Board to obtain approval of this minor transaction without a hearing.

We would like to expedite this process as ownership of the assets enables us to complete work on the campground.

Furthermore, no other party would be affected by this sale. Therefore, we would appreciate an approval of this transaction as soon as possible.

Thank-you for your assistance in this matter.

Name Owner

Name Owner

Alpine Resort

46 Alpine St

-RR-1 Stn Main-

Lindsay, On K9V 4R1 **ATTACHMENT 2- Map**

ALPINE RESORT 46 Alpine Street, Lot 28 Concession 5, Ops Township

