

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

July 7, 2010

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

Dear Ms. Walli:

Re: Hydro One Networks' Request for Leave to Sell Distribution Assets to Trailside Resort Park Inc. doing business as Trailside Resort Park ("Trailside Resort Park")

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 Trailside Resort Park Inc. doing business as Trailside Resort Park ("Trailside Resort Park"). 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 Joanne Richardson at (416) 345-5393 or via email at Joanne.Richardson@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:

Joanne Richardson

Title/Position:

Senior Regulatory Advisor

Address of Head Office:

483 Bay St. Toronto TCT08 M5G 2P5

Phone:

416 345-5393

Fax:

416-345-5866

Email:

Joanne.Richardson@hydroone.com

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

Name of other party:

Trailside Resort Park Inc.

Name of Primary Contact:

Paul Colvin

Title/Position:

President

Address of Head Office:

143 Willowdale Ave., Suite 200, North York, ON M2N 4Y5

Phone:

416-481-5100

Fax :

416-481-5161

Email :

paulc@castlevacationparks.com

- 1.3 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, Trailside Resort Park Inc. doing business as Trailside Resort Park (“Trailside Resort Park”) 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 8 overhead distribution transformers (two - 25kVA transformers, Year 1972 and 1976, and six – 10kVA transformers, Year 1951, 1979, 1991, 1992 and 1995) on customer owned poles 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 105 Trailside Park Road, Parry Sound, Ontario, Lot 26 Concession 7 in Foley Twp. (Please see Attachment 2 – 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 Trailside Resort Park.

- 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 is \$3,653.³⁸ plus applicable taxes. The sale price covers the net book value of the assets.

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

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

Signature of Key Individual ORIGINAL SIGNED BY ANDREW SKALSKI	Print Name of Key Individual Andrew Skalski	Title/Position Director – Major Projects and Partnerships
	Date July 7, 2010	Company 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

May 6/10

Trailside Resort Park Inc
143 Willowdale, Ave
Toronto, ON
M2N 4Y5

Re: Trailside Resort Park

Dear Trailside Resort Park Inc.

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

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

Within the Trailside Resort Park there are 8 transformers with a net book value of \$3653.38 for a total purchase price of \$3836.04

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, the Trailside Resort Park Inc. 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.

The Trailside Resort Park Inc. agrees to purchase 8 transformers now owned by Hydro One, with the boundaries of the Trailside Resort Park Inc for a total price of 3653.38 \$ plus GST \$182.66 for a total of \$3836.04

Signature of Trailside Resort Park Inc. Representative

PAUL COLVIN, PRESIDENT PER: [Signature] MAY 12/2010
Name (please print) Signature Date

Thank you for your co-operation in this matter.

Sincerely,

Lines Customer Support Clerk
Barrie Field Business Centre
Zone 5

Enc – duplicate copy of letter
return envelope



May 6/10

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

Re: Trailside Resort Park Inc.

It is our understanding that approval is required by the Ontario Energy Board (OEB) for the sale of assets by Hydro One. Trailside Resort Park Inc. 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.

TRAILSIDE RESORT PARK INC. PER: [Signature] MAY 10/2010
Name Owner Signature Date
PAUL COLVIN
PRESIDENT

Name Owner

Signature

Date

Trailside Resort Park Inc.

105 Trailside Park Rd.
Foley Twp.



~~NOV 2/08 FAXED TO AT&T~~

OCT 23 2008

45 Sarjeant Drive, Barrie, Ontario L4M 5N5

October 20, 2008

Trailside Resort Park Inc.
143 Willowdale Ave., *Suite 200*
Toronto, ON
M2N 4Y5

Dear Sir/Madame:

Further to your request for a new service at 105 Trailside Park Road, Foley, a Hydro One Representative visited your property.

The request for an additional service is within a travel trailer park and as such the following conditions apply:

- The park owner will, subject to Ontario Energy Board (OEB) approval, purchase the existing distribution facilities owned by Hydro One within the park boundary, or replace existing distribution facilities at the park owners' expense and own the new facilities.
 - Hydro One will do an inventory of all existing assets, including meters
 - Customer may choose to purchase the meters
 - Customer may only have one point of supply if there is currently more than one.
- The park owner shall supply and install new distribution facilities including transformers, load break switch, etc., as required for the addition:
- Hydro One will notify the Electrical Safety Authority (ESA) of the proposed change or transfer
- A report shall be prepared, by ESA, identifying any modifications to the distribution system or part that are required to ensure that the part of the distribution system to be transferred will be in conformance with the requirements of the Ontario Electrical Safety Code (OESC), and that report shall be provided to the customer and Hydro One, at no cost
 - Any non compliance with the OESC will have to be corrected within the follow-up times agreed between the customer and ESA. ESA requires defects to be corrected within 28 days of the date the transfer of assets is completed
 - As a minimum, a suitable load break switch will be needed at or near the demarcation point to this line.
- Hydro One shall remove existing secondary metering, install a primary metering unit at or near the Customer's property limit without charge and consolidate existing contracts into one General Service account;
- Owners of private electrical distribution systems will meet all requirements of the OESC.

Please sign and return a copy of this letter indicating your interest, or non interest, (check applicable box) in pursuing the additional service thus purchase of Hydro One assets pursuant to the above conditions.

☐

Interested in a price to purchase assets, including meters (if applicable) or replacing at owners expense

☒

Interested in a price to purchase assets, excluding meters (if applicable) or replacing at owners expense

☐

NOT interested in purchasing assets thus no addition of service

Signature

Date

Upon receipt of this signed letter, if you are interested in a price to purchase assets, or replacing at your expense, Hydro One will complete an inventory of assets thus a cost to purchase the exiting assets and will forward this information to you. Hydro One will also notify ESA who will prepare a report to identify modifications, if required.

We will then ask that you indicate your interest to either purchase the assets from Hydro One, replace the assets, at your expense, or terminate discussions regarding the initial request to add a new service. If you elect to move forward, Hydro One will initiate approval from the OEB.

When approval is received we will notify you, in writing, and request payment.

To gather data, price assets, and get OEB approval may take six to eight months.






















Thank you for your interest. Please call this office if you have any questions regarding this transaction.

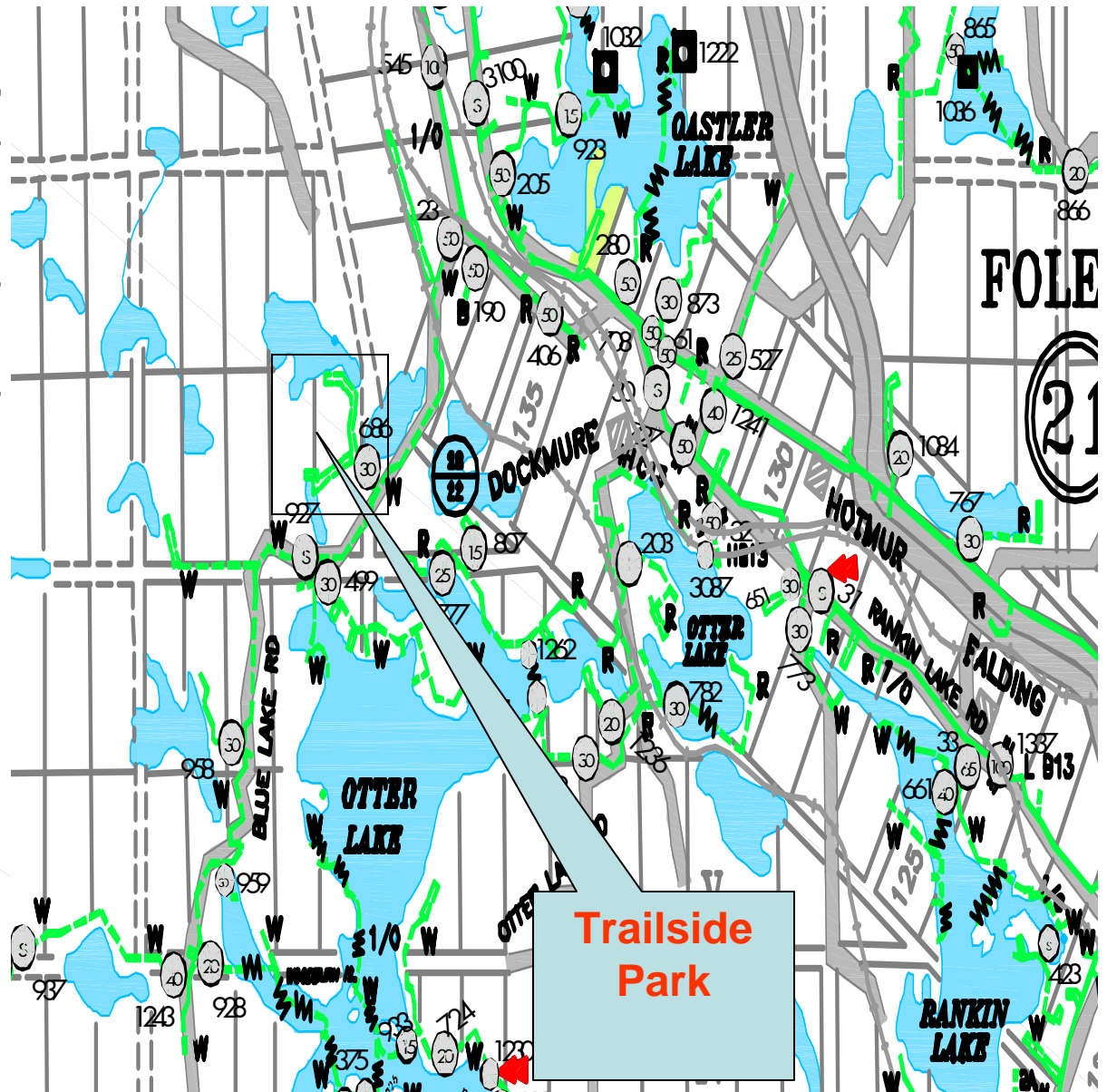
Yours truly



Shelley Brooks
Lines Customer Support Clerk
Barrie Field Business Centre
Zone 5

ATTACHMENT 2- Map

LEGEND	
SYMBOL	DESCRIPTION
	30 PRIMARY (12.5/7.2 kV)
	20 PRIMARY
	10 PRIMARY
	3 PHASE (PRIVATE OWNED)
	2 PHASE
	1 PHASE
	SWITCHING VAULT
	OPENER & NUMBER
	SWITCH, NUMBER & FUSE SIZE
	AIR BREAK SWITCH
	LOAD BREAK SWTCH
	RECLOSER, NUMBER, TYPE & SIZE
	RABBIT - STEP DOWN TRANSFORMER
	CAPACITOR
	METERING UNIT
	OPEN POINT
	UNDERGROUND CABLE
	DISTRIBUTION STATION
	SINGLE REGULATOR & SIZE
	2-PHASE REGULATOR & SIZE
	3-PHASE REGULATOR & SIZE



Location: 105 Trailside Park Rd.,
Concession 7 Lot 26, Foley Twp – Parry
Sound Area.