



EB-2010-0328

IN THE MATTER OF the *Ontario Energy Board Act*,
1998, S.O. 1998, c. 15, Schedule B;

AND IN THE MATTER OF an application pursuant to
section 86(1)(b) of the *Ontario Energy Board Act*,
1998 by Hydro One Networks Inc. seeking an order
granting leave to sell distribution system asset to
Camp Kahquah Corporation Limited doing business
as Camp Kahquah.

By delegation, before: Jennifer Lea

DECISION AND ORDER

THE APPLICATION

Hydro One Networks Inc. ("Hydro One") filed an application with the Ontario Energy Board on November 3, 2010 under section 86(1)(b) of the *Ontario Energy Board Act*, 1998, for an order granting Hydro One leave to sell a distribution system asset to Camp Kahquah Corporation Limited doing business as Camp Kahquah ("Camp Kahquah").

The Board assigned file number EB-2010-0328 to the application. The asset that is the subject of the proposed transaction is one 1971 – 25 kVA overhead distribution transformer at the service location.

FINDINGS

Hydro One requested, with Camp Kahquah's consent, that the Board dispose of this matter without a hearing under section 21(4)(b) of the Act. I find, based on the evidence filed in the application, that no other person will be adversely affected in a material way by the outcome of this proceeding. I have therefore disposed of this matter without a hearing.

Section 86(1)(b) of the Act provides that leave of the Board is required before a transmitter or a distributor can “sell, lease or otherwise dispose of that part of its transmission or distribution system that is necessary in serving the public.” The asset that is the subject of this transaction is necessary in serving the public.

The sale is for the purposes of transferring ownership of the asset that is located on land owned by the recipient. The applicant states that the asset proposed to be sold to Camp Kahquah exclusively serves and will continue to serve a Hydro One customer. After the proposed transaction Camp Kahquah will own the asset instead of the utility, but there will be no change in supply. The applicant states that the transaction will not adversely affect the safety, reliability, quality of service or operational flexibility for any other customers connected to the feeder and that there are no environmental issues associated with the transaction. The proposed transfer will not impact distribution or transmission rates of the applicant.

The sale of the asset is a cash sale for the price of \$99.76 plus HST. The sale price covers the net book value of the asset.

Based on the evidence, I find that there are benefits to the proposed transaction, and no negative consequences have been identified. It is therefore in the public interest to grant Hydro One leave to sell the asset described below to Camp Kahquah.

IT IS ORDERED THAT:

1. Hydro One Networks Inc. is granted leave to sell one overhead distribution transformer located at 1230A Nipissing Road, RR 1, Magnetawan, Lot 81, Concession B in the Township of Ryerson, Ontario to Camp Kahquah Corporation Limited doing business as Camp Kahquah.

ISSUED at Toronto, November 30, 2010

ONTARIO ENERGY BOARD

Original signed by

Jennifer Lea
Counsel, Special Projects