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Commission de l'énergie  
l'Ontario  
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27<sup>e</sup> étage  
Toronto ON M4P 1E4  
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## Application Form for Applications under Section 86(1)(b) of the *Ontario Energy Board Act, 1998*

For Office Use Only	
Application Number	EB -
Date Received	

### PART I : IDENTIFICATION OF PARTIES

#### 1.1 Name of Applicant

Legal name of the applicant: Essex Powerlines Corporation

Name of Primary Contact:

Mr. <input checked="" type="radio"/>	Mrs. <input type="radio"/>	Last Name	First Name	Initial
Miss <input type="radio"/>	Ms. <input type="radio"/>	<u>Dimmel</u>	<u>Richard</u>	
Other <input type="radio"/>		Title/Position		
		<u>General Manager</u>		

Address of Head Office:

City	Province/State	Country	Postal/Zip Code
<u>2730 Hwy# 3, Oldcastle</u>	<u>Ontario</u>	<u>Canada</u>	<u>NOR 1L0</u>
Phone Number	Fax Number	E-mail Address	
<u>519-737-9811</u>	<u>519-737-7064</u>	<u>rdimmel@essexpowerlines.ca</u>	

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

Name of the other party: Hydro One Networks Inc.

Name of Primary Contact:

Mr. <input checked="" type="radio"/>	Mrs. <input type="radio"/>	Last Name	First Name	Initial
Miss <input type="radio"/>	Ms. <input type="radio"/>	<u>Kim</u>	<u>Yoon</u>	
Other <input type="radio"/>		Title/Position		
		<u>Applications Analyst - Regulatory Affairs</u>		

Address of Head Office:

City	Province/State	Country	Postal/Zip Code
<u>483 Bay South Tower, Toronto</u>	<u>Ontario</u>	<u>Canada</u>	<u>M5G 2P5</u>
Phone Number	Fax Number	E-mail Address	
<u>416-345-5228</u>	<u>416-345-5866</u>	<u>Yoon.Kim@HydroOne.com</u>	

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

## 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 three (3) individual conductors measuring approximately 1870m each of aluminum overhead line, insulators, insulator brackets, and a cross arm in front of municipal address 4106 Huron Church Road. The lines run along the West side of Disputed Road from 4106 Huron Church Road to 6715 Disputed Road in the Town of LaSalle in the County of Essex.

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 in Essex Powerlines Corporation service territory starting in front of 4106 Huron Church Road (at switch designated as M12-HO1) and extending to in front of 6715 Disputed Road (at in line switch designated as HO-M12). Please see attached 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 approximately 1.87km of assets are in the middle of the feeder which has a total length of approximately 28 km and are useful only to recipient's customers. The applicant was proposing to apply for a Low Voltage Rate for the section of line but both parties agreed that it would better serve the recipient's customers by owning it.

2.5 Please identify which utility's customers are currently served by the assets.

Hydro One Networks Inc. customers are served by the assets.

2.6 Please identify which utility's customers will be served by the assets after the transaction and into the foreseeable future.

Hydro One Networks Inc. customers will be served by the assets.

### 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.

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.

#### 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.

The Applicant requests that the application be determined by the Board without a hearing.

- a) The line serves only Hydro One Networks Inc customers and will have no affect on them. The operation of the feeder will not change and therefore no change in service to other customers or persons.
- b) The recipients written consent to dispose without hearing is attached.

#### PART VI: OTHER INFORMATION

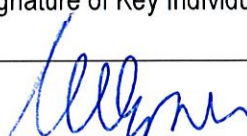
- 6.1 Please provide the Board with any other information that is relevant to the application. When providing this additional information, please have due regard to the Board's objectives in relation to electricity.

In this application under Part III for Section 3.2 This is a cash sale. The sale price is \$250,000 plus HST. The sale price is a negotiated price between the parties and represents the approximate net book value of the assets.

#### PART VII : CERTIFICATION AND ACKNOWLEDGMENT

##### 7.1 Certification and Acknowledgment

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

Signature of Key Individual 	Print Name of Key Individual Mark Alzner	Title/Position Engineering & Asset Manager
	Date Apr 5, 2011	Company Essex Powerlines Corporation

(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.)

March 04, 2011

Essex Powerlines  
2730 Highway #3  
Oldcastle, Ontario N0R 1L0

Attention: Mr. Mark Alzner  
Engineering and Asset Manager

**Re: Purchase of Essex Powerlines' Operating Assets – Section of Feeder 24M12**

Dear Mark


This letter is to confirm Hydro One Networks Inc.'s ("Hydro One") agreement to purchase three (3) individual conductors measuring approximately 1870m each of aluminum overhead line, insulators, insulator brackets, and a cross arm currently owned by Essex Powerlines Corporation ("Essex Powerlines") to Hydro One for \$250,000 plus HST, conditional to the Ontario Energy Board's approval.

This also confirms that Hydro One supports Essex Powerlines to proceed with the Section 86(1)(b) application without a hearing.

The assets will be sold, following the Ontario Energy Board's approval on an "as is, where is" basis, pursuant to Essex Powerlines' standard asset purchase and sale agreement. The assets being purchased in this transaction are generally described as follows and supported by the attached map:

- The physical location of the proposed assets to be purchased are entirely within Essex Powerlines' (the seller's) service territory starting in front of 4106 Huron Church Road (at switch designated as M12-HO1) and extending to in front of 6715 Disputed Road (at an in line switch designated as HO-M12)..

Yours truly,



Joe Taylor  
Sr. Account Executive